

# **U TOLL ROAD PRIVATE LIMITE**

## **Financial Statements For The Year Ended March 2015**

## INDEPENDENT AUDITOR'S REPORT

**To the Members of SU Toll Road (P) Ltd.**

### **Report on the Financial Statements**

1. We have audited the accompanying financial statements of SU Toll Road (P) Ltd. ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

2. The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk

assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2015, its profit and its cash flows for the year ended on that date

### **Report on Other Legal and Regulatory Requirements**

7. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
8. As required by section 143(3) of the Act, we further report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014
  - e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act

- f. **With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:**
- i) **As per the best estimates made by the management on the basis of opinion taken, the Company is of the view that the ongoing litigations as at the reporting date would not have a material impact on its financial position;**
  - ii) **Based upon the assessment made by the company, there are no material foreseeable losses on its long term contracts that may require any provisioning.**
  - iii) **In view of there being no amount(s) required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this clause is not applicable.**

**SU Toll Road Private Limited**  
**Balance Sheet as at 31st March,2015**

Particulars	Note	As at March 31st,2015		As at March 31, 2014	
		Rupees	Rupees	Rupees	Rupees
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share Capital	2.1	184,122,600		184,122,600	
Reserves and Surplus	2.2	<u>4,113,010,925</u>	<b>4,297,133,525</b>	<u>4,070,234,777</u>	4,254,357,377
<b>Non-current Liabilities</b>					
Long Term Borrowings	2.3	6,592,356,443		5,990,240,000	
Other Long Term Liabilities	2.4	7,733,065		42,106,144	
Long-term provisions	2.5	<u>1,081,170</u>	<b>6,601,170,678</b>	<u>911,477</u>	6,033,257,621
<b>Current Liabilities</b>					
Short Term Borrowings	2.6	-		413,000,000	
Trade Payables	2.7	10,200,615		3,002,636	
Other current Liabilities	2.8	102,789,970		293,116,013	
Short-term provisions	2.9	<u>30,668</u>	<b>113,021,253</b>	<u>39,782</u>	709,158,431
			<u><b>11,011,325,456</b></u>		<u><b>10,996,773,429</b></u>
<b>II. ASSETS</b>					
<b>Non Current Assets</b>					
Fixed Assets					
(i) Tangible Assets	2.10	27,064,053		10,787,033	
(ii) Intangible Assets	2.11	<u>10,691,264,553</u>	<b>10,718,328,605</b>	<u>10,877,182,591</u>	10,887,969,624
<b>Current Assets</b>					
Cash and Bank Balance	2.12	153,323,460		15,053,784	
Short-term loans and advances	2.13	<u>139,673,391</u>	<b>292,996,851</b>	<u>93,750,021</u>	108,803,805
			<u><b>11,011,325,456</b></u>		<u><b>10,996,773,429</b></u>

Significant Accounting Policies and Notes on Financial Stat **1 & 2**

This is the Balance Sheet referred to in our report of even date.

**For M K P S & Associates**  
Chartered Accountants  
Firm's Regn. No. 302014E

**Narendra Khandal**  
Partner  
Membership No. : 65025

Place: Mumbai  
Date:

**For and on behalf of the Board**

**Mayank Jain**  
Director

**Madan Biyani**  
Director

Place: Mumbai  
Date:

**SU Toll Road Private Limited**  
**Statement of Profit and Loss for the Year ended 31st March,2015**

Particulars	Note No.	Year ended	Year ended
		March 31, 2015	March 31, 2014
		Rupees	Rupees
<b>Revenue from Operations</b>	<b>2.14</b>	1,131,922,822	851,327,706
<b>Other Income</b>	<b>2.15</b>	8,345,012	1,781,951
<b>Total Revenue</b>		<b>1,140,267,834</b>	<b>853,109,657</b>
<b>EXPENSES</b>			
Employee benefit expenses	<b>2.16</b>	5,000,939	3,977,735
Other Expenses	<b>2.17</b>	114,757,679	93,997,582
Finance costs	<b>2.18</b>	779,223,194	600,028,787
Depreciation & Amortisation Expense	<b>2.10, 2.11</b>	188,309,874	139,403,874
<b>Total Expenses</b>		<b>1,087,291,686</b>	<b>837,407,978</b>
<b>Profit before Tax</b>		<b>52,976,148</b>	<b>15,701,680</b>
<b>Tax Expenses</b>			
Current Tax		<b>10,200,000</b>	2,810,000
<b>Profit (Loss) after Tax</b>		<b>42,776,148</b>	<b>12,891,680</b>
<b>Earnings Per equity share : (Face Value Rs. 10/-)</b>			
Basic / Diluted		<b>2.32</b>	<b>0.70</b>

Significant Accounting Policies and Notes on Financial Statements **1 & 2**

This is the Statement of Profit and Loss referred to in our report of even date.

**For M K P S & Associates**  
Chartered Accountants  
Firm's Regn. No. 302014E

**For and on behalf of the Board**

**Narendra Khandal**  
Partner  
Membership No. : 065025

**Mayank Jain**  
Director

**Madan Biyani**  
Director

Place: Mumbai  
Date:

Place: Mumbai  
Date:

**SU Toll Road Private Limited**  
**Cash Flow Statement for the year ended 31st March, 2015**

Particulars	Year ended March 31, 2015 Rupees	Year ended March 31, 2014 Rupees
<b>Cash Flow from/ (used in) Operating Activities</b>		
Net Profit/ (Loss) before Tax	52,976,148	12,891,680
<b>Adjustments for:</b>		
Depreciation	18 83 09 874	139,403,874
Interest and Finance Charges	77 92 23 194	-
Dividend Income	(2,433,987)	(1,660,124)
Interest Income	(5,911,025)	-
Profit on Sale of Investments	-	(121,827)
<b>Operating Profit before Working Capital Changes</b>	<b>1,012,164,204</b>	<b>150,513,602</b>
<b>Adjustments for:</b>		
Trade and Other receivables	45,923,369	2,804,651
Trade and Other Payables	(243,224,100)	-
Income Taxes Paid (Net of refund)	-	-
Cash Flow from/ (used in) Operating Activities	<b>[A] 814,863,474</b>	<b>153,318,253</b>
<b>Cash flow from/ (used in) Investing Activities</b>		
Purchase/ Acquisition of fixed assets	(18,668,858)	(292,631,857)
Dividend Income	2,433,987	1,660,124
Profit on Sale of Investments	-	121,827
Investments in Fixed Deposit	(95,082,681)	-
Interest Income	5,911,025	-
Cash flow from/ (used in) Investing Activities	<b>[B] (105,406,527)</b>	<b>(290,849,905)</b>
<b>Cash flow from/ (used in) Financing Activities</b>		
Interest and Finance Charges	(779,223,194)	-
Repayment of Short term Borrowings	(413,000,000)	-
Proceeds from Long term Borrowings	593,953,243	76,440,000
Repayment of Borrowings	(68,000,000)	-
Grant Received from NHAI	-	61,410,000
Net cash generated from/ (used in) Financing Activities	<b>[C] (666,269,951)</b>	<b>137,850,000</b>
<b>Net (Decrease)/ Increase in Cash and Cash</b>	<b>[A+B+C] 43,186,995</b>	<b>318,348</b>
Cash and Cash equivalents as at the commencement of the year (Opening Balance)	15,053,784	14,735,436
Cash and Cash equivalents as at the end of the year (Closing Balance )	58,240,779	15,053,784
Net (Decrease)/ Increase in Cash and Cash equivalents	<b>43,186,995</b>	<b>318,348</b>

Previous year figures have been regrouped/ reclassified/ rearranged wherever necessary to make them comparable to those for the current year.

**For M K P S & Associates**

Chartered Accountants  
Firm's Regn. No. 302014E

Narendra Khandal  
Partner  
Membership No. : 065025

Place: Mumbai

**For and on behalf of the Board**

**Mayank Jain**  
Director

**Madan Biyani**  
Director

Place: Mumbai

## SU Toll Road Private Limited

### Significant Accounting Policies and Notes to Financial statements forming part of accounts for year ended 31st March 2015

#### INTRODUCTION:

The Company has been awarded on Build, Operate and Transfer (BOT) basis, strengthening of the existing carriageway from Km. 0.313 to Km. 136.670, on the Salem – Ulundurpet section of National Highway No. 68 (NH-68) in the State of Tamil Nadu and widening thereof to 4 lanes and its improvement, operation and maintenance through a concession on Build, Operate and Transfer (BOT) basis under the concession agreement dated July 19, 2007, with National Highways Authority of India. The concession agreement is for a year of 25 years from January 15, 2008, being the appointed date stated in clause 1.1 of the said agreement. The company is wholly owned subsidiary of Reliance Infrastructure Ltd. Toll Collection Started from July 28th ,2012.

#### 1 SIGNIFICANT ACCOUNTING POLICIES:

##### 1.1 Basis of Preparation Of Financial Statements :

The financial statements are prepared on an accrual basis of accounting and in accordance with the generally accepted accounting principles in India, the relevant provisions of the Companies Act, 2013 (the Act) and comply in material aspects with the Accounting Standards notified under Section 133 of the Act, (read with Rule 7 of the Companies (Accounts) Rules, 2014.

##### 1.2 Financial Statements: Presentation and Disclos

The financial statements have been prepared as per the requirements of Schedule III notified under the Act. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act.

##### 1.3 Recognition & Accounting of Grant:

Grants / Capital contributions are recognized in financial statements when there is a reasonable assurance that the underlying conditions have been complied and grant will be received.

In accordance with Accounting Standard – 12 "Accounting for Government Grants" issued by ICAI, grants received from government authorities in the nature of promoters contribution towards meeting the capital cost of the project are treated as capital reserves.

##### 1.4 Use of Estimates :

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year. Although these estimates are based upon Management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognized in the year in which the results are known / materialized.

##### 1.5 Fixed Assets :

The gross block of Fixed Assets is stated at cost of acquisition or construction, including any cost attributable to bringing the assets to their working condition for their intended use.

All Project related expenditure for acquisition of Toll collection rights viz., civil works, machinery under erection, construction and erection materials, pre-operative expenditure, expenditure indirectly related to the project and incidental to setting up project facilities, borrowing cost incurred prior to the date of commercial operation, and trial run expenditure are shown under Intangible Asset under Development. These expenses are net of recoveries, claims and income (net of tax) from surplus funds arising out of project specific borrowings.

Intangible assets are stated at acquisition cost less accumulated amortization.

##### 1.6 Investments :

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.



**1.7 Borrowing Costs:**

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

**1.8 Revenue Recognition :**

In respect of Toll Roads, toll revenue from operations of the facility is accounted on receipt basis  
Insurance and other claims are recognized as revenue on certainty of receipt on prudent basis.  
Dividend on investment is recognized when the right to receive the payment is established.

**1.9 Depreciation And Amortization :**

Depreciation on Fixed Assets is provided on Straight Line Method (SLM) on the basis of their useful life or at the rates and in the manner specified in Schedule II to the Act.

Toll Collection Rights are amortized over the concession period on the basis of projected toll revenue which reflects the pattern in which the assets' economic benefits are consumed. The projected total toll revenue is based on the independent traffic volume projections. Amortization is revised in case of any material change in the expected pattern of economic benefits. The same is in line with Schedule II to the Act.

**1.10 Employee Benefits :**

Contributions to defined contribution schemes such as provident fund, superannuation funds etc. are charged to Statement of Profit and Loss / Capital Work-in-Progress, as applicable. The Company also provides for retirement benefits in the form of gratuity and leave encashment. The liability in respect of this defined benefit plans is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services. Such defined benefits are charged to Statement of Profit and Loss / Capital Work-in-Progress, as applicable, based on actuarial valuations, as at the balance sheet date, made by independent actuaries. Actuarial gain and loss is recognized in the Statement of Profit and Loss / Capital Work-in-Progress, as may be applicable.

**1.11 Accounting for Taxes on Income :**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realized in future. However, in respect of unabsorbed depreciation or carry forward loss, the deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

**1.12 Foreign Exchange Transactions**

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transactions. Gains and losses, if any, at the year-end in respect of monetary assets and monetary liabilities not covered by the forward contracts are recognized in the Statement of Profit and Loss .

Non-Monetary items denominated in foreign currency are stated at the rate prevailing on the date of the transaction.

**1.13 Impairment of Assets**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the assets. If the carrying amount of fixed assets / cash generating unit exceeds the recoverable amount on the reporting date, the carrying amount is reduced to the recoverable amount. The recoverable amount is measured as the higher of the net selling price and the value in use determined by the present value of estimated future cash flows.

**1.14 Provisions :**

Provisions are recognised when the Company has a present obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation.

**1.15 Contingent Liabilities and Contingent Assets:**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is probable that an outflow of resources will not be required to settle the obligation . However, if the possibility of outflow of resources, arising out of present obligation, is remote, it is not even disclosed as contingent liability. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the notes to financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.



**SU Toll Road Private Limited**  
**Notes to Financial Statements for the year ended 31st March,2015**

**Note 2.1 Share Capital**

	31-Mar-15 Rs.	31-Mar-14 Rs.
<b>Authorized</b>		
<b>Equity Shares Rs. 10 par value</b>		
23,000,000 (23,000,000) Equity Shares	230,000,000	230,000,000
	<u>230,000,000</u>	<u>230,000,000</u>
<b>Issued, Subscribed and Paidup</b>		
<b>Equity Shares Rs. 10 par value</b>		
18,412,260 (18,302,060) Equity Shares	184,122,600	184,122,600
	<u>184,122,600</u>	<u>184,122,600</u>

**Reconciliation of shares**

No. of shares at the beginning of the year	18,412,260	18,302,060
Add : No. of Shares Issued during the year	-	110,200
<b>No. of Shares at the end of the year</b>	<u>18,412,260</u>	<u>18,412,260</u>

	No.of Shares	Amount	No.of Shares	Amount
<b>Shares held by</b>				
- Its Holding Company	18,412,260	184,122,600	18,412,260	184,122,600
Shareholders holding more than 5% of shares :				

Name	No.of Shares	Amount	No.of Shares	Amount
Reliance Infrastructure Limited	9,022,007	90,220,070	9,022,007	90,220,070
Space Trade Enterprises Private Limited	3,006,722	30,067,220	3,006,722	30,067,220
Trustee : Space Trade Enterprises Private Limited (Trust: Reliance Toll Road Trust)	368,245	3,682,450	368,245	3,682,450
Spice Commerce and Trade Private Limited	3,008,563	30,085,630	3,008,563	30,085,630
Skyline Global Trade Private Limited	3,006,722	30,067,220	3,006,722	30,067,220
<b>Total</b>	<u>18,412,259</u>	<u>184,122,590</u>	<u>18,412,259</u>	<u>184,122,590</u>

**Note 2.2 Reserves & Surplus**

**Capital Reserves**

Grant received from NHA as Promoter Contribution

Opening Balance	2,122,600,000	2,061,190,000
Addition during the year	-	61,410,000
Closing Balance	<u>2,122,600,000</u>	<u>2,122,600,000</u>

**Securities Premium Reserve**

Opening Balance	1,938,677,400	1,938,677,400
Addition during the year	-	-
Closing Balance (On Issue of Equity Shares)	<u>1,938,677,400</u>	<u>1,938,677,400</u>

**Debenture Redemption Reserve**

Opening balance	-	-
Add : Transferred from Profit and Loss A/c	15,483,895	-
Less : Transferred to Profit and Loss A/c	<u>343,284</u>	<u>15,140,611</u>
	-	-

**Statement of Profit & loss**

Opening balance	8,957,377	(3,934,302)
Transferred from Statement of Profit and Loss	42,776,148	12,891,680
Less : Transferred to Debenture Redemption Reserve	15,483,895	-
Add : Transferred from Debenture Redemption Reserve	343,284	-
Closing Balance	<u>4,113,010,925</u>	<u>4,070,234,777</u>

**SU Toll Road Private Limited**  
**Notes to Financial Statements for the year ended 31st March,2015**

	<b>31-Mar-15</b>	<b>31-Mar-14</b>
	<b>Rs.</b>	<b>Rs.</b>
<b>Note 2.3 Long-term borrowings(Secured)</b>		
Term Loans from Banks	2,423,500,000	4,806,240,000
Term Loans from Financial Institutions	3,375,856,443	1,116,000,000
Non Convertible Debentures	793,000,000	-
Note:		
<b>Secured by:</b>		
a) First mortgage and charge of all immovable properties, present and future & except the project Assets		
b) First charge by way of hypothecation of all tangible movable assets, both present and future, save and except the project Assets.		
c) First charge on all intangible assets save and except Project assets.		
d) First Charge on receivables, book debts, cash and cash equivalents including any other bank accounts. Authorised Investments or other securities (Including loans & advances or any other instruments) and other assets, present and future.		
e) Pledge by the promoters of 51% of the fully paid up capital of the borrower.		
f) <b>Repayment Terms</b> :- The repayment of loan has started from FY 2015 in 15 quarterly installments and will be paid till FY 2029. The interest will be paid monthly as per the applicable Interest rates.		
<b>Unsecured</b>		
Sub Ordinate Debts from Reliance Infrastructure Limited	-	68,000,000
	<b>6,592,356,443</b>	<b>5,990,240,000</b>
<b>Note 2.4 Other Long term Liabilities</b>		
Retention Payable	7,733,065	42,106,144
<b>Total</b>	<b>7,733,065</b>	<b>42,106,144</b>
<b>Note 2.5 Long term Provisions</b>		
Provision for Leave Encashment	779,342	911,477
Provision for Expenses	301,828	-
	<b>1,081,170</b>	<b>911,477</b>
<b>Note 2.6 Short-term borrowings (unsecured, Interest Free)</b>		
Inter Corporate Deposit from Reliance Infrastructure Limited	-	413,000,000
	-	<b>413,000,000</b>
<b>Note 2.7 Trade Payables</b>		
Trade Payable	10,200,615	3,002,636
	<b>10,200,615</b>	<b>3,002,636</b>
<b>Note 2.8 Other Current liabilities</b>		
Current Maturities of Long term Debts	51,196,800	127,360,000
Creditors for Capital Expenditure	-	154,054,141
Other Current Liabilities	51,593,170	11,701,872
	<b>102,789,970</b>	<b>293,116,013</b>
<b>Note 2.9 Short term provisions</b>		
Provision for leave encashment	30,668	39,782
	<b>30,668</b>	<b>39,782</b>

**SU Toll Road Private Limited**  
**Notes to Financial Statements for the year ended 31st March,2015**

**Note 2.10- Tangible Assets**

Particulars	Gross Block			Depreciation			Net Block	
	As at April 01, 2014	Additions during the year	As at March 31st, 2015	As at April 01, 2014	Additions during the year	As at March 31st, 2015	As at March 31st, 2015	As at April 01, 2014
Office Equipments	10,355,349	16,283,977	26,639,326	1,727,317	2,026,632	<b>3,753,951</b>	<b>22,885,375</b>	8,628,031
Furniture and Fixtures	2,000,758	-	2,000,758	960,564	148,498	<b>1,109,062</b>	<b>891,696</b>	1,040,194
Plant & Machinery	2,731,911	-	2,731,911	1,782,317	70,000	<b>1,852,317</b>	<b>879,594</b>	949,594
Vehicles	116,925	-	116,925	66,373	12,862	<b>79,235</b>	<b>37,690</b>	50,552
Domestics appliances	130,660	-	130,660	11,998	14,729	<b>26,727</b>	<b>103,933</b>	118,662
Building	-	2,384,881	2,384,881	-	119,116	<b>119,116</b>	<b>2,265,765</b>	-
<b>Total</b>	15,335,603	18,668,858	<b>34,004,460</b>	4,548,570	2,391,836	<b>6,940,408</b>	<b>27,064,053</b>	10,787,033
Previous Year	10,395,924	4,939,679	<b>15,335,603</b>	2,393,737	2,154,835	4,548,570	10,787,033	8,002,187

**Note 2.11- Intangible Assets**

Particulars	Gross Block			Depreciation			Net Block	
	As at April 01, 2014	Additions during the year	As at March 31st, 2015	As at April 01, 2014	Additions during the year	As at March 31st, 2015	As at March 31st, 2015	As at April 01, 2014
Computer Software	329,073	-	329,073	311,674	-	<b>311,674</b>	<b>17,399</b>	17,399
Toll Collection rights	11,054,045,440	-	11,054,045,440	176,880,249	185,918,038	<b>362,798,286</b>	<b>10,691,247,154</b>	10,877,165,192
<b>Total</b>	11,054,374,513	-	<b>11,054,374,513</b>	<b>177,191,923</b>	185,918,038	<b>363,109,960</b>	<b>10,691,264,553</b>	10,877,182,591
Previous Year	7,202,644,755	3,851,729,758	<b>11,054,374,513</b>	39,740,102	137,451,821	<b>177,191,923</b>	<b>10,877,182,591</b>	7,162,904,653

**SU Toll Road Private Limited****Notes to Financial Statements for the year ended 31st March,2015**

	<b>31-Mar-15 Rs.</b>	<b>31-Mar-14 Rs.</b>
<b>Note 2.12 Cash and Bank Balance</b>		
a) Cash and Cash Equivalents		
Balances with banks in -		
Current Account	55,216,032	8,939,087
Cash on Hand	3,024,747	6,114,697
	<u>58,240,779</u>	<u>15,053,784</u>
b) Other Bank Balance		
Bank deposits with more than 3 months maturity	95,082,681	-
	<u><b>153,323,460</b></u>	<u><b>15,053,784</b></u>
<b>Note 2.13 - Short Term Loans and Advances</b>		
Advances recoverable in cash or in kind or for value to be received	137,138,405	86,463,142
Advance tax and Tax Deducted at Source (Net of Provision for Tax)	2,269,236	7,021,129
Deposit to others	265,750	265,750
	<u><b>139,673,391</b></u>	<u><b>93,750,021</b></u>

**SU Toll Road Private Limited****Notes to Financial Statements for the year ended 31st March,2015**

	<b>31-Mar-15</b>	<b>31-Mar-14</b>
	<b>Rs.</b>	<b>Rs.</b>
<b>Note 2.14 Revenue from Operations</b>		
Sale of services - Toll Collection	772,603,822	569,044,842
Grant Received	357,600,000	281,107,864
Leasing of Advertisement Space	1,719,000	1,175,000
<b>TOTAL</b>	<b><u>1,131,922,822</u></b>	<b><u>851,327,706</u></b>
<b>Note 2.15 Other Income</b>		
Dividend Income	2,433,987	1,660,124
Net gain/loss on sale of investments	-	121,827
Interest Income	5,911,025	-
<b>TOTAL</b>	<b><u>8,345,012</u></b>	<b><u>1,781,951</u></b>
<b>Note 2.16 Employee benefit expenses</b>		
Salaries and incentives	4,054,615	3,441,331
Contributions to -		
Gratuity fund contributions & Leave Encashment	592,351	130,552
Contribution to provident Fund & Pension Fund	353,972	405,851
<b>TOTAL</b>	<b><u>5,000,939</u></b>	<b><u>3,977,735</u></b>
<b>Note 2.17 Other Expenses</b>		
Rent	43,585	26,620
Travelling and Conveyance	726,564	717,879
Vehicle Expenses	1,456,186	5,534,680
Communication Expenses	462,395	179,077
Printing & Stationery	795,509	688,673
Insurance Charges	3,684,433	4,910,266
Electricity Expenses	10,750,500	6,422,170
Bank Charges	459,760	552,735
<u>Auditors Remuneration</u>		
For Audit Fees	400,000	423,611
For Certification charges	168,500	158,500
Legal And Professional Charges	10,777,677	18,225,224
Toll Operation & Maintenance Expense	79,212,249	54,621,089
Other Miscellaneous Expense	3,120,264	1,537,056
Guarantee Commission	2,700,057	-
	<b><u>114,757,679</u></b>	<b><u>93,997,582</u></b>
<b>Note 2.18 Finance Charges</b>		
Interest and Finance Charges	745,566,813	600,028,787
Upfront Fees	33,656,381	-
<b>TOTAL</b>	<b><u>779,223,194</u></b>	<b><u>600,028,787</u></b>

**SU Toll Road Private Limited**  
**Notes to Financial Statements for the year ended 31st March,2015**

**2.19 Earning per Share**

**In Rs.**

<b>Particulars</b>		<b>Year ended March 31, 2015</b>	<b>Year Ended March 31st, 2014</b>
Basic / Diluted Earning Per Share:			
Profit after taxation as per Statement of Profit and Loss	(A)	42,776,148	12,891,680
Weighted average number of Equity Shares Outstanding	(B)	18,412,260	18,323,798
Basic Earning Per Share (in Rupees)	(A)/(B)	2.32	0.70
Nominal value of equity share (in Rupees)		10	10

**2.20 Related Party Transaction**

Related party disclosure as required by accounting standard (as) - 18 "Related Party Disclosures" issued by the institute of chartered accountants of india.

**(A) NAME OF THE HOLDING COMPANY - Reliance Infrastructure Limited**

The following transactions were carried out with the related parties in the ordinary course of business:

<b>NATURE OF TRANSACTIONS:</b>	<b>In Rs.</b>	
	<b>April to Mar 2015</b>	<b>April to Mar 2014</b>
<b>Expenses debited into Intangible Assets Under Development</b>		
Reimbursement of Bank Guarantee Commission	2,700,057	-
Project Execution Support Services	-	304,638
Reimbursement of Other Expenses	2,112,170	120,864
<b>Expenses debited into Statement of Profit &amp; Loss</b>		
Toll Operation & Maintenance Expenses	17,618,048	6,751,117
<b>Borrowings</b>		
Sub-Ordinate Debts	-	68,000,000
<b>LOAN REPAID</b>		
Inter Corporate Deposit	413,000,000	-
Sub-Ordinate Debts	68,000,000	-
<b>OUTSTANDING AT THE YEAR END CREDIT</b>		
Equity Share Capital	184,122,600	184,122,600
Security Premium	1,938,677,400	1,938,677,400
Sub-Ordinate Debts	-	68,000,000
Project Execution Support Services	-	274,174
Toll Operation & Maintenance Expenses	-	6,097,930
Inter Corporate Deposit	-	413,000,000



**SU Toll Road Private Limited**  
**Notes to Financial Statements for the year ended 31st March,2015**

**2.21 Retirement Benefits:**

Disclosure as required by Accounting Standard (AS) - 15 (Revised 2005) "Employee Benefits" issued by ICAI as given below :

**(A) Defined Contribution Plans**

- a) Provident Fund
- b) State defined contribution plans
  - Employers' Contribution to Employees' Deposit Linked Insurance
  - Employers' Contribution to Employees' Pension Scheme, 1995

The Provident Fund and the State defined contribution plan are operated by the Regional Provident Fund Commissioner Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit schemes to fund

**(B) Defined Benefit Plans**

- a) Gratuity
- b) Leave Encashment

Gratuity is payable to employees who has rendered continuous services for more than 5 years at the rate of 15 days of service for each completed year of services or part thereof in excess of 6 months subject to maximum of Rs. 10 Lacs

Leave encashment is payable to eligible employees who have earned leaves during the employment and/ or on separation as per the Company's policy.

Valuations in respect of Gratuity and Leave Encashment have been carried out by an independent actuary, as at the Balance Sheet date, based on the following assumptions:

- a) The amounts recognised in the Intangible Assets Under Development/Statement of Profit & Loss are as follows:

Defined Benefit Plan	Leave Encashment		Gratuity	
	Year Ended March 31, 2015	Year Ended March 31, 2014	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Current service cost	2.04	2.04	1.42	1.57
Interest cost on benefit obligation	0.83	0.83	0.86	0.76
Expected return on plan assets	-	-	(1.29)	(1.26)
Net actuarial (gain)/loss recognised during the year	(1.85)	(0.37)	(0.29)	(1.19)
Effect of the Limit in Para 59 (b)			2.81	0.30
Amount not recognised as asset				
Current service cost included under Intangible Assets Under Development/Statement of Profit & Loss.	1.02	2.50	3.51	0.18

(ii) Defined Contribution Plan	Provident Fund	
	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)
Current service cost included under the head payments to Contribution and Other Funds in Note Intangible Assets Under Development	3.54	4.06

- b) The amounts recognised in the Balance Sheet are as follows:

Particulars	Leave Encashment		Gratuity	
	Year Ended March 31, 2015	Year Ended March 31, 2014	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Present value of funded obligation	-	-	7.16	8.44
Present value of Unfunded obligation	8.10	9.51		
Less: Fair value of plan assets	-	-	(20.27)	(15.73)
Amount not recognised as asset			4.46	1.65
Net Asset/ (liabilities) recognised in balance sheet	(8.10)	(9.51)	(8.65)	(5.64)

c) Changes in the present value of the defined benefit obligation representing reconciliation of opening and closing balance thereof are as follows:				
Particulars	Leave Encashment		Gratuity	
	Year Ended March 31, 2015	Year Ended March 31, 2014	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Opening defined benefit obligation	9.52	8.50	8.44	8.11
Interest cost	0.99	0.83	0.86	0.76
Current service cost	1.87	2.04	1.42	1.57
Benefits paid	(3.91)	-	(3.27)	-
Liabilities assumed on Acquisition/9Settled on Divestiture)	-	-	-	-
Actuarial (gains)/loss on obligation	(0.37)	(1.85)	(0.30)	(2.01)
Closing defined benefit obligation	8.10	9.52	7.15	8.43
d) Changes in the fair value of plan assets are as follows:				
Particulars	Leave Encashment		Gratuity	
	Year Ended March 31, 2015	Year Ended March 31, 2014	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Opening fair value of plan assets	-	-	15.73	15.28
Expected return	-	-	1.30	1.26
Contributions made by employer during the year	3.91	-	3.27	-
Benefits paid	-	-	(3.27)	-
Assets acquired on Acquisition/9Settled on Divestiture)	-	-	3.25	-
Actuarial Gain/(Loss) on plan assets	-	-	-	(0.81)
Closing fair value of plan assets	3.91	-	20.28	15.73
e) Expected contribution to defined benefit plan for the year 2015-16				
	Leave Encashment (Rs. in lacs)		Gratuity (Rs. in lacs)	
	0.31		0.00	
f) The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:				
Particulars	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
	%	%	%	%
Investments with insurer under: (a) Funds Managed by Insurer	-	-	100.00	100.00
g) The principal actuarial assumptions at the Balance Sheet date.				
Particulars	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Discount rate	7.85%	8.90%	7.85%	8.90%
Expected rate of return on plan assets	0.00%	0.00%	8.25%	8.25%
Mortality Rate	As per Ult table	As per Ult table	As per Ult table	As per Ult table
Proportion of employees opting for early retirement	4% per annum withdrawal rate at all ages	4% per annum withdrawal rate at all ages	4% per annum withdrawal rate at all ages	4% per annum withdrawal rate at all ages
Retirement Age	58 Yrs	58 Yrs	58 Yrs	58 Yrs
Salary Escalation Rate	7.50%	7.50%	7.50%	7.50%
The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.				

**SU Toll Road Private Limited****Notes to Financial Statements for the year ended 31st March,2015**

2.22 The scheduled project completion date as per Schedule – H to the concession agreement with NHAI was due on 15th January 2011 which could not be achieved for reasons attributable to NHAI. Accordingly, Independent Consultant appointed from the panel of NHAI has recommended to NHAI on 21st December 2011 for interim extension of Project Completion Date to 31st May 2013. The company has also made representations for further extensions to IE / NHAI which are under consideration.

During the earlier year, the company had received Provisional Commencement certificate for 2/3rd of the stretch and based upon the same capitalisation for the intangible asset for that part has been made and tolling commenced from 28th July 2012. During the current year the company had received the provisional COD for the full stretch and tolling for the same had commenced, pending completion of punch list items. In view of capitalisation being on provisional basis, effect of necessary changes, if any, at the time of completion of punch list item shall be given in the year in which the same is completed.

Further, the company has executed a supplementary agreement with NHAI under which the scheduled dates in some cases have been revised. In view of the same, the company does not anticipate any demand from NHAI for non-achievement of Milestone.

**2.23 Micro and small enterprises as defined under the MSMED Act, 2006**

There are no Micro and Small Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2013. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

**2.24 Segment Reporting**

The Company operates in only one segment, namely "Toll Roads" hence there are no reportable segments under Accounting

**2.25 Deferred Tax Asset / liability**

On consideration of prudence no deferred tax in respect of timing differences have been recognised.

2.26 Previous year figures have been regrouped and re-arranged to conform to current period's classification.

As per our attached report of even date  
For M K P S & Associates  
Chartered Accountants  
Firm's Regn. No. 302014E

For and on behalf of the Board

**Narendra Khandal**

Partner

Membership No. : 65025

Place: Mumbai

Date:

**Mayank Jain**

Director

Place: Mumbai

Date:

**Madan Biyani**

Director