

**INDEPENDENT AUDITOR'S REPORT
 TO THE MEMBERS OF RELIANCE AIRPORT DEVELOPERS LIMITED**

Report on the Financial Statements

1. We have audited the accompanying financial statements of Reliance Airport Developers Limited (formerly Reliance Airport Developers Private Limited) ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

2. The Company's management and Board of Directors 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 (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. 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; and 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 Standalone Ind AS 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 there under.

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 the 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. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's 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 standalone financial statements.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 31st March, 2018, and its loss, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order 2016 ("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in Annexure - "A" 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 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 purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - c. The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account
 - d. in our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act
 - e. On the basis of the written representations received from the directors as on 31st March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the Internal Financial Controls over financial reporting of the company and the operating effectiveness of such controls, we give our separate report in "Annexure - B".

g. With respect to the 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. The Company does not have any pending litigations which would have a material impact 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 amounts required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this clause is not applicable.

For MKPS & Associates
Chartered Accountants
FRN 302014E


CA Narayana Chandal
Partner
M No. 065025

Place: Mumbai
Date:

Annexure - A to the Independent Auditors Report

Referred to in para 7 of our report of even date, to the members of Reliance Airport Developers Limited (formerly Reliance Airport Developers Private Limited) for the year ended March 31, 2018

- i)
 - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - (b) The fixed assets of the company have been physically verified by the management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.
 - (c) The company doesn't have any land as its fixed assets and hence the reporting requirements under this sub-clause are not applicable.
- ii) In our opinion, and according to the information and explanations given to us, the company has sub-contracted the entire construction / operation related activities and therefore does not carry any inventories. Hence, the reporting requirements under clause (ii) of paragraph 3 of the order are not applicable.
- iii) In our opinion and according to the information and explanation given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, the reporting requirements under sub-clause (a), (b) and (c) of Clause (iii) of paragraph 3 of the order are not applicable.
- iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable and hence the reporting requirements under clause (iv) of paragraph 3 of the order are not applicable.
- v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits during the period under audit. Consequently, the directives issued by Reserve Bank of India and the provisions of sections 73 to 76 of the Act and the rules framed thereunder are not applicable.
- vi) According to the information and explanations provided to us and as represented by the management, the maintenance of cost records have not been specified for the company by the Central Govt., under sub-section (1) of section 148 of the Act read with Companies (Cost Records and Audit) Rules, 2014 (as amended). Hence, the reporting requirements under clause (vi) of paragraph 3 of the order are not applicable.
- vii)
 - (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues, as applicable, with the appropriate authorities in India. According to the information and explanations given to us, there are no undisputed amounts in respect of the aforesaid statutory dues which in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no applicable statutory dues which have not been deposited on account of any dispute.
- viii) In view of there being no loans from banks / financial institution / government and there being no debentures issued by the company as at the balance sheet date, the reporting requirements under Clause (viii) of paragraph 3 of the order are not applicable.
- ix) In view of no term loans from banks being availed by the company, the reporting requirements under clause (ix) of paragraph 3 of the order are not applicable.
- x) Based on the audit procedures performed by us for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given to us by the management, we report that we have neither come across any instance of fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- xi) According to the information and explanations given to us, the company has not paid any managerial remuneration during the year and hence the reporting requirements under clause (xi) of paragraph 3 of the order are not applicable.
- xii) The company is not a Nidhi Company and hence the reporting requirements under clause (xii) of paragraph 3 of the order are not applicable.
- xiii) According to the information and explanations given to us, all transactions entered into by the company with related parties are in compliance with section 177 and 178 of the Act where applicable and the details thereof have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit.
- xv) According to the information and explanations provided to us, the company has not entered into any non-cash transactions with directors or persons connected with them.
- xvi) In our opinion and according to the information and explanations given to us, the company is not required to be registered under Section 45 - IA of the Reserve Bank of India, 1934.

For MKPS & Associates
Chartered Accountants
FRN 302014E

CA Narendra Khandal
Partner
M No. 065025

Place: Mumbai
Date:

Annexure – B to the Independent Auditors Report

Referred to in para 8 of our report of even date, to the members of Reliance Airport Private Limited (formerly Reliance Airport Developers Private Limited) for the year ended March 31, 2018

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Reliance Airport Private Limited (formerly Reliance Airport Developers Private Limited) (“the Company”) as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.


Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For MKPS & Associates
Chartered Accountants
FRN 202014E


Anareenura Khandal
Partner
M No. 065025

Place: Mumbai
Date :

RELIANCE AIRPORT DEVELOPERS LIMITED
(Standalone)
AUDITED Financial Accounts for the FY 2017-18
As of March 31,2018

Reliance Airport Developers Private Limited
Balance Sheet as at March 31, 2018

(Amount in '000)

Particulars	Note	As at March 31, 2018	As at March 31, 2017
ASSETS			
Non-Current Assets			
- Financial Assets			
Investments	1	6,53,876	5,10,554
Loans and Advances	2	-	2,95,806
Current Assets			
-Financial Assets			
Cash and Cash Equivalents	3	492	10
Other Current Tax Assets (Net)			
Other Current Assets	4	1,75,911	23,472
Total Assets		8,30,280	8,29,841
EQUITY AND LIABILITIES			
Equity			
-Equity Share Capital	5	71,397	71,397
-Other Equity	6	6,36,590	6,37,625
LIABILITIES			
Non-current liabilities			
- Financial Liabilities			
Other financial liabilities	7	1,22,221	1,20,796
Current liabilities			
-Financial Liabilities			
Trade Payables	8	23	24
Total Equity and Liabilities		8,30,280	8,29,841

Notes on Accounts 1-21

Significant Accounting Policies 12

The Notes referred to above form an integral part of the Financial Statements.

As per our Report of even date

For MKPS & Associates

Chartered Accountants

Regn. No. 302014E

CA Narendra Khattar

Partner

Membership No : 065025

Place : Mumbai

Date : 19 APR 2018

For and on behalf of the Board

Arunabha Saha

Director

DIN- 07605467

Ajay Kapur

Director

DIN- 07824414

Place : Mumbai

Date : 19 APR 2018

Reliance Airport Developers Private Limited
Statement of Profit & Loss Year Ended March 31, 2018

(Amount in'000)

Particulars	NOTE	Year Ended March 31, 2018	Year Ended March 31, 2017
INCOME			
I Revenue from Operations	9	600	-
I Total Income		600	-
II Expenses:			
Employee Benefits Expense	10	70	-
Other Expenses	11	1,565	979
Total Expenses(IV)		1,635	979
III Profit (Loss) Before Tax (III-IV)		(1,035)	(979)
IV Profit/ (Loss) before extraordinary items and tax (V)		(1,035)	(979)
V Profit (Loss) before tax (VII- VIII)		(1,035)	(979)
VI Tax expense:		-	-
VII Profit (Loss) After Tax (V-VI)		(1,035)	(979)
VIII Profit (Loss) for the period (XI + XIV)		(1,035)	(979)
IX Earnings per equity share:			
(1) Basic		(0.11)	(0.14)
(2) Diluted		(0.11)	(0.14)

Notes on Accounts 1-21

Significant Accounting Policies 12

The Notes referred to above form an integral part of the Financial Statements.

As per our Report of even date

For MKPS & Associates

Chartered Accountants

Regn. No. 302014F

CA Narendra Khandal

Partner

Membership No : 065025

Place : Mumbai

Date: 19 APR 2018

Arunabha Saha

Director

DIN- 07605467

Ajay Kapur

Director

DIN- 07824414

Place : Mumbai

Date: 19 APR 2018

Reliance Airport Developers Private Limited
Statement of Changes In Equity

(Amount in '000)

A. Equity Share Capital

	Note No.	As at March 31, 2018	As at March 31, 2017
Balance at the beginning of the year		71,397	71,397
Changes in equity share capital during the year		-	-
Balance at the end of the year	5	71,397	71,397

B. Other Equity

		Securities Premium Account	Surplus in the Statement of Profit & Loss
Balance at April 01, 2016		6,41,670	(3,066)
Add : Total Comprehensive Income (Loss) for the year		-	(979)
Balance at March 31, 2017		6,41,670	(4,045)
Balance at April 01, 2017		6,41,670	(4,045)
Add : Total Comprehensive Income (Loss) for the year		-	(1,034.93)
Balance at March 31, 2018	6	6,41,670	(5,080)

The above Statement of change in equity should be read in conjunction with the accompanying notes 1 to 21.

As per our attached report of even date

As per our Report of even date

For MKPS & Associates

Chartered Accountants

Regn. No. 302014E

CA Narendra Khandal
Partner
Membership No : 065025

Arunabha Saha Ajay Kapur
Director Director
DIN- 07605467 DIN- 07824414

Place : Mumbai
Date : 19 APR 2018

Place : Mumbai
Date : 19 APR 2018

Reliance Airport Developers Private Limited
Cash Flow Statement for the year ended March 31, 2018

(Amount in '000)

Particulars		Year ended	Year ended
		March 31, 2018	March 31, 2017
A. Cash Flow from/ (used in) Operating Activities			
Net Profit/ (Loss) before Tax		(1,035)	(979)
Add: Advances/ICD Written Off		-	922
Operating Profit before Working capital changes		(1,035)	(57)
Adjustments for:			
Trade and Other receivables		-	0
Trade and other liabilities		48	(24)
Cash Flow from/ (used in) Operating Activities	[A]	(987)	(81)
B. Cash flow from/ (used in) Investing Activities			
Investments in subsidiaries		1,52,484	(24,893)
Inter Corporate Deposits		(1,52,440)	584
Cash flow from / (used in) Investing Activities	[B]	44	(24,309)
C. Cash flow from/ (used in) Financing Activities			
Proceeds from Subordinate debt from Holding Company		1,425	24,309
Net cash generated from/ (used in) Financing Activities	[C]	1,425	24,309
Net (Decrease)/ Increase in Cash and Cash equivalents	[A+B+C]	482	(81)
Cash and Cash equivalents as at the commencement of the period		10	91
Cash and Cash equivalents as at the end of the period		492	10
Net (Decrease)/ Increase in Cash and Cash equivalents		482	(81)

The above cash flow statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard-(AS 7) on Cash Flow Statements issued by The Institute of Chartered Accountants of India.

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

As per our attached Report of even date.

For M K P S & Associates
Chartered Accountants
Firm Registration No.: 302014E

For and on behalf of the Board

CA Narendra Khandal
Partner
Membership No. : 065025

Arunabha Saha
Director
DIN- 07605467

Ajay Kapur
Director
DIN- 07824414

Place : Mumbai
Date: 19 APR 2018

Place : Mumbai
Date: 19 APR 2018

Reliance Airport Developers Private Limited

Notes on accounts to the Balance Sheet and Statement of Profit and Loss as on March 31, 2018

(Amount in '000)

Particulars	As at March 31, 2018	As at March 31, 2017
Financial Assets		
NOTE 1 Trade Investments		
Investment in Subsidiary Companies	6,53,876	5,10,554
Total	6,53,876	5,10,554
NOTE 2 Loans and Advances		
Loans & Advances to Subsidiary Companies	-	2,95,806
Total	-	2,95,806
NOTE 3 Cash and Cash Equivalents		
Balance with Banks	492	10
Total	492	10
NOTE 4 Other Current Assets		
Inter Corporate Deposits Given	1,75,754	23,472
Advance Income Tax	158	-
Balances with Government Authorit	-	-
Advance to Vendors	-	-
Total	1,75,911	23,472

Reliance Airport Developers Private Limited
Statement of Changes in Equity as on March 31, 2018

(Amount in '000)

	As at March 31, 2018	As at March 31, 2017
NOTE 5 Equity Share Capital		
Share Capital		
Authorised		
Equity Shares Rs. 10 par value	2,25,000	90,000
	<u>2,25,000</u>	<u>90,000</u>
Issued, Subscribed and Paid up:		
Equity Shares Rs. 10 each fully paidup	71,397	71,397
(All Shares are held by Reliance Infrastructure Limited and Dassault	<u>71,397</u>	<u>71,397</u>
Preference Share Capital		
Issued during the year on conversion of Sub debt (Refer Note 10)	1,22,221	-
Less: Shown in Note 10 (Financial Liabilities)	<u>1,22,221</u>	<u>-</u>
	<u>-</u>	<u>-</u>

During the year, the company has allotted preference shares of Rs. 10 each fully paid up to 1,22,22,104 shares for the purpose of converting the existing debts taken from them earlier. Thus, the allotment is made for conversion of existing debt and no fresh funds have been received.

a) Shares held by Holding Company

	No. of Shares	No. of Shares
Ordinary Shares		
- Ultimate Holding Company (M/s Reliance Infrastructure Limited)	7,137	7,140
- Its Holding Company (M/s Dassault Aviation)	2,484	-
	<u>9,621</u>	<u>7,140</u>

b) Details of shares held by shareholders holding more than 5% of shares in the Company

	As at Mar 31, 2018	As at March 31, 2017	
	% of Holding	No. of Shares	% of Holding
Ordinary Shares			
- Ultimate Holding Company (M/s Reliance Infrastructure Limited)	65.21%	6,274	100%
- its Holding Company (M/s Dassault Aviation)	34.79%	3,347	0%
	100.00%	<u>9,621</u>	<u>100%</u>
			<u>7,140</u>

c) Terms/ rights attached to equity shares

Ordinary Shares

The Company has Ordinary Shares one vote per share. In the event of liquidation of the Company, the distribution will be made to the ordinary shareholders.

Terms of Issue of Preference :
application money for the NCI. The issue will open and close on 31st March 2017. Rate of Dividend: 6% p.a. Non-Listing : The NCNCRPS shall not be eligible for dividend.

Preference Shares (Holding Preference Shares)

- Ultimate Holding Company (M/s Reliance Infrastructure Limited)
- Its Holding Company (M/s Reliance Infrastructure Limited)

Ordinary Shares is entitled to the remaining assets of the Company after the payment of all liabilities.

Preference Shares will be applied towards the NCI.

at March 31, 2017

% of Holding	No. of Shares
-	-
-	-
-	-
	<u>-</u>

NOTE 6 Other Equity

Share Premium Account

	As at March 31, 2018	As at March 31, 2017
Opening Balance	6,41,670	6,41,670
Closing Balance	<u>6,41,670</u>	<u>6,41,670</u>

Surplus in retained earnings

	As at March 31, 2018	As at March 31, 2017
Opening Balance	(4,045)	(3,066)
Add: (Loss) for the period	(1,035)	(979)
Closing Balance	<u>6,36,590</u>	<u>(4,045)</u>

Reliance Airport Developers Private Limited

Notes on accounts to the Balance Sheet and Statement of Profit and Loss as on March 31, 2018

Particulars	(Amount in'000)	
	As at March 31, 2018	As at March 31, 2017
Non-current liabilities		
NOTE 7 Financial Liabilities		
6% Non Cumulative Non Convertible Preference Share Capital @Rs10 par value (Pref Shares Nos- 1,22,22,104 shares @ Rs.10 per share)	1,22,221	1,20,796
<ul style="list-style-type: none">• The NCNCRPS shall be redeemed at issue price.• The NCNCRPS shall be redeemed at the end of 20 (Twenty) years from the date of allotment.• Early redemption at the option of the allottee of the NCNCRPS will be at issue price:<ul style="list-style-type: none">(a) out of the proceeds of a fresh issue of shares made for the purposes of redemption of the NCNCRPS, at any time after 5 years from the date of allotment of NCNCRPS; and(b) out of profits, at any time after 10 years from the date of allotment of NCNCRPS.		
Total	1,22,221	1,20,796
NOTE 8 Trade Payables-Current		
Trade Payables	23	24
Total	23	24

Reliance Airport Developers Private Limited

Notes on accounts to the Balance Sheet and Statement of Profit and Loss as on March 31, 2018

(Amount in'000)

Particulars	As at March 31, 2018	As at March 31, 2017
NOTE 9 Revenue from Operations		
Non-Aeronautical Income	600	-
Total	600	-
NOTE 10 Employee Benefits Expense		
Salaries, Wages and Bonus	70	-
Total	70	-
NOTE 11 Other Expenses		
Rates and Taxes	16	7
Professional Fees	17	38
Audit Fees		-
- Statutory Audit	15	19
Bank Charges	1	-
Miscellaneous	91	916
ROC/Filing Fees for increase in Authorised Capital	1,425	-
Total	1,565	979

Note 12 Significant Accounting Policies

1 Introduction

Reliance Airport Developers Private Limited (RADPL) and its subsidiaries are mainly engaged in development, operations and maintenance of airport infrastructure facilities.

2 Basis of Preparation

(i) Compliance with Indian Accounting Standards

The Financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("The Act") to be read with Rule 7 of the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act. The Company adopted Ind AS w.e.f. April 01, 2016, (with a transition date of April 01, 2015). These financial statements are the first financial statements under Ind AS.

Financial statements have been prepared in accordance with the requirements of the information and disclosure mandated by Schedule III of the Act, applicable Ind AS, other applicable pronouncements and regulations.

(ii) Basis of Measurement

The Financial Statement have been prepared on the historical cost basis except for certain financial instrument that are measured at amortised cost at the end of each reporting period.

3 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- ⊗ Expected to be realised or intended to be sold or consumed in normal operating cycle
- ⊗ Expected to be realised within twelve months after the reporting period, or
- ⊗ Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- ⊗ It is expected to be settled in normal operating cycle
- ⊗ It is due to be settled within twelve months after the reporting period, or
- ⊗ There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The company has identified twelve months as its operating cycle.

4 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the country where the company and its subsidiaries generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Income tax expense for the year comprises of current tax and deferred tax. Income tax is recognised in the Statement of Profit and Loss except to the extent that it relates to items recognised in "Other comprehensive income" or directly in equity, in which case the tax is recognised in "Other comprehensive income" or directly in equity, respectively

5 Financial Instruments

a) Financial Assets

I) Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit and loss, transaction costs that are attributable to the acquisition of financial assets.

Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortised costs.

II) Subsequent Measurement

For purpose of subsequent measurement financial assets are classified in two broad categories:

- I) Financial assets at fair value
- II) Financial assets at amortised cost

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Where assets are measured at fair value, gains or loss are either recognised entirely in the statement of profit or loss (i.e. fair value through profit or loss) or recognised in other comprehensive income (i.e. fair value through other comprehensive income).

All other financial assets is measured at fair value through profit and loss.

III) Impairment of Financial Assets

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt

IV) Derecognition of Financial Assets

A financial asset is derecognised only when:

- The company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

b) Financial Liabilities

i) Initial recognition and measurement

All financial liabilities are recognised at fair value. The Company financial liabilities includes Trade and other Payables.

ii) Subsequent Measurement

In subsequent measurement, financial liabilities are measured at amortised cost.

iii) Derecognition of Financial Liabilities

A Financial Liabilities is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from same lender on substantially different terms, or terms of an existing liability are substantially modified, such an exchange or modification is treated as the recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

6 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability, unless the probability of outflow of economic benefits is remote. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

7 Contingent Liabilities and Contingent Assets

Contingent liabilities are possible obligation that arise from past events and whose existence will only be confirmed by that occurrence or non occurrence of one or more future events not wholly within the control of the company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as contingent liability, unless the probability of outflow of economic benefits is remote. Contingent liabilities are disclosed on the basis of judgement of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate. Contingent assets are neither recognised nor disclosed in the financial statements.

8 Cash and cash equivalents:

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

9 Earnings Per Share

The Company reports basic and diluted Earnings per Share (EPS) in accordance with Ind AS 33 on Earnings per Share.

Basic EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

10 First-time adoption – mandatory exceptions, optional exemptions

Transition to Ind AS

These are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended March 31, 2017, the comparative information presented in these financial statements for the year ended March 31, 2016 and in the preparation of an opening Ind AS balance sheet at April 1, 2015 (the date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP or IGAAP). The transition from previous GAAP to Ind AS has not at all affected the company's financial position, financial performance and cash flows.

11 Revenue Recognition Policy:

In respect of our business, revenue is recognised on accrual basis when services are rendered and is net of taxes.

Reliance Airport Developers Private Limited
Notes annexed to and forming part of the financial statements

Note 13 Earnings per Share

The company has adopted Indian Accounting Standard (Ind AS) -33 "Earning per Share" issued by The Institute of Chartered Accountant of India for calculation of EPS and the disclosure in this regard are given below:-

Particulars	(Amount in'000)	
	As at March 31, 2018	As at March 31, 2017
Basic / Diluted Earning Per Share:		
Profit after taxation as per Profit and Loss Account	(1,035)	(979)
Number of Equity Shares Outstanding	71 39 665	71 39 665
Basic / Diluted Earning Per Share	(0.00)	(0.00)
Nominal value of equity share	10.00	10.00

Note 14 Related Party Disclosures

As per Indian Accounting Standard (Ind AS) – 24 "Related party disclosure" as prescribed by Companies (Accounting Standards) Rules, 2006, the Company's related parties and transactions are disclosed below:

a. Details of Related parties, where control exists:

Holding Company	Reliance Airport Developers Private Limited
Ultimate Holding Company	Reliance Infrastructure Limited

b. Following are the transactions with related parties during the year and outstanding balances as at the end of the year:

Nature of Transactions	Name of the related party	(Amount in'000)		
		Balance as at 01 April 2017	Transactions during the year	Balance as on 31 March 2018
Preference Share Capital	Reliance Infrastructure Limited	-	12,22,21,040	12,22,21,040
Sub Ordinate Debt Received	Reliance Infrastructure Limited	12,07,96,040	(12,07,96,040)	-
Inter Corporate Deposits Received	Reliance Infrastructure Limited	14,25,000	(14,25,000)	-

c. Following are the Investments made in subsidiaries through Equity & Preference Shares during the period and outstanding balances as at the end of the year:

Nature of Transaction	Name of the related party	(Amount in'000)		
		Balance as at 01 April 2017	Transactions during the year	Balance as on 31 March 2018
Investment in Subsidiary (Equity)	Baramati Airport Private Limited	15,72,13,740	-	15,72,13,740
Investment in Subsidiary (Equity)	Latur Airport Private Limited	6,06,08,812	-	6,06,08,812
Investment in Subsidiary (Equity)	Nanded Airport Private Limited	21,03,22,060	-	21,03,22,060
Investment in Subsidiary (Equity)	Osmanabad Airport Private Limited	5,82,83,140	-	5,82,83,140
Investment in Subsidiary (Equity)	Yavatmal Airport Private Limited	2,41,26,220	-	2,41,26,220
Investment in Subsidiary (Pref)	Baramati Airport Private Limited	-	2,08,79,100	2,08,79,100
Investment in Subsidiary (Pref)	Latur Airport Private Limited	-	23,65,780	23,65,780
Investment in Subsidiary (Pref)	Nanded Airport Private Limited	-	9,00,99,240	9,00,99,240
Investment in Subsidiary (Pref)	Osmanabad Airport Private Limited	-	30,20,200	30,20,200
Investment in Subsidiary (Pref)	Yavatmal Airport Private Limited	-	34,86,140	34,86,140
Inter Corporate Deposits Given (Pref)	Nanded Airport Private Limited	-	2,34,71,724	2,34,71,724

d. Following are the Investments made in subsidiaries through Inter Corporate Deposits Given during the period and outstanding balances as at the end of the year:

Nature of Transaction	Name of the related party	(Amount in'000)		
		Balance as at 01 April 2017	Transactions during the year	Balance as on 31 March 2018
Investment in Subsidiary	Baramati Airport Private Limited	6,32,80,476	-	6,32,80,476
Investment in Subsidiary	Latur Airport Private Limited	1,71,06,731	-	1,71,06,731
Investment in Subsidiary	Nanded Airport Private Limited	5,92,15,028	-	5,92,15,028
Investment in Subsidiary	Osmanabad Airport Private Limited	2,70,32,142	-	2,70,32,142
Investment in Subsidiary	Yavatmal Airport Private Limited	91,19,563	-	91,19,563

Reliance Airport Developers Private Limited
Notes annexed to and forming part of the Financial Statements

Note 15 – Financial risk management

The Company activities exposes it to market risk, liquidity risk and credit risk.
 This note explains the source of risk which the entity is exposed to and how the entity is manage the risk.

Risk	Exposure arising	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at	Aging analysis Credit ratings	Diversification of bank deposits, credit limits and letters of credit
Market risk — foreign exchange	Recognized financial assets and liabilities not denominated in	Cash flow forecasting Sensitivity analysis	Actively Managed
Market risk — interest rate	Long-term borrowings at variable Rates	Sensitivity analysis	Actively Managed
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The Company's risk management is carried out by a project finance team and central treasury team (group treasury) under policies approved by board of directors. Group treasury identifies, evaluates and hedges financial risk in close co-operation with the group's operating units. The Management of the Company provides written principles for overall risk management, as well as policies covering specific areas, such as interest rate risk and credit risk, use of derivative financial instrument and non-derivative financial instrument, and investments of excess liquidity.

Commodity risk:

The Project SPV requires for implementation (construction, operation and maintenance) of the projects, such as cement, bitumen, steel and other construction materials. For which, the Project SPV entered into fixed price contract with the EPC contractor and O&M Contractor so as to manage our exposure to price increases in raw materials. Hence, the sensitivity analysis is not required.

Market risk — interest rate risk

The Bank loans follows floating rates with resets defined under agreements. While interest rate fluctuations carry a risk on financials, the project SPV earn toll income which is linked to WPI thus providing a natural hedge to the interest rate

a) Interest rate risk exposure

Particulars	As at April 30, 2017	As at March 31, 2017
Variable Rate Borrowings	-	-
Fixed Rate Borrowings	-	-
Total	-	-

b) Sensitivity analysis

Profit or loss is sensitive to higher/lower interest income from borrowings as a result of changes in interest rates.

Impact on profit/loss after tax

	As at April 30, 2017	As at March 31, 2017
Interest rates (increase) by 1 basis points	-	-
Interest rates decrease by 1 basis points	-	-



Reliance Airport Developers Private Limited
Notes annexed to and forming part of the Financial Statements

Note 16 - Capital risk management

The Company objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns
- Maintain an optimal capital structure to reduce the cost of capital.

For the purpose of the Company capital management, capital includes issued equity capital, share premium,

The Company manages its capital structure and makes adjustments in light of changes in economic conditions

In order to achieve this overall objective, the Company capital management, amongst other things, aims to

Consistent with others in the industry, the group monitors capital on the basis of the following gearing ratio:

Net debt including total borrowings (net of cash and cash equivalents)

divided by

Total 'equity' (as shown in the balance sheet).

The Company strategy is to maintain a debt to equity ratio within 1 to 0. The gearing ratios at March 31, 2017 and March 31, 2016 were as follows:

Particulars	As at April 30, 2017	As at March 31, 2017
Net debt (a)	-	-
Equity (b)	71,397	71,397
Net debt to equity ratio (a) / (b)	-	-
<hr/>		
Particulars	As at April 30, 2017	As at March 31, 2017
Net debt (a)	-	-
Equity (b)	71,397	71,397
Net debt plus Equity (c = a+b)	71,397	71,397
Gearing ratio (a) / c	-	-

Reliance Airport Developers Private Limited

Notes on Financial Statements for the period ended Mar 31, 2018

Note 17 Micro and small enterprises as defined under the MSMED Act, 2006

There are no amount due to Micro & Small Enterprise as defined under the Micro Small and Medium Enterprise Development Act, 2006. This information is based upon the extent to which the details are taken from the suppliers by the company and has been relied upon by the auditors.

Note 18 Segment Reporting

The Company operates in a single segment namely "Operation, Maintenance and Management of Airports" and there are no other reportable segments under Indian Accounting Standard (Ind AS) – 108 'Operating Segment' issued by ICAI.

Note 19 On consideration of prudence the deferred tax assets in respect of timing differences have been recognised to the extent of deferred tax liabilities only, resulting in no provision for deferred tax asset/liability.

Note 20 In the opinion of the management, the Current Assets, Loans and Advances and Current Liabilities are approximately of the value stated, if realised / paid in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

Note 21 Previous year figures have been regrouped and re-arranged wherever necessary to confirm to current year's classification.

As per our Report of even date.

For M K P S & Associates

Firm Registration No.: 302014E

Chartered Accountants

CA Manoj Kumar

Partner

Membership No. : 065025

For and on behalf of the Board

Arunabha Saha

Director

DIN- 07605467

Ajay Kapur

Director

DIN- 07824414

Place : Mumbai

Date: 19 APR 2018

Place : Mumbai

Date: 19 APR 2018