



ANNUAL REPORT 2016-17



INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED

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Celebrating 30 years of catalysing India's growth with high quality infrastructure and financial solutions



As one of India's leading infrastructure development and finance companies, our central mandate since inception in 1987 is catalysing the development of innovative world-class infrastructure. For three decades, we have focussed on commercialising infrastructure projects and creating value-added financial services to become a proactive partner in India's growth story

We are widely acknowledged as the pioneers of Public-Private Partnership (PPP) in India, having benchmarked the private sector's role through delivering diverse infrastructure development in India. Our expertise lies in the ability to provide holistic solutions right from visioning to documentation, development and finance, to management, technology and execution

Leveraging our strategic relations with 22 state governments and various departments of the Central Government and Union Territories, we have widened our national footprint. This facilitated in our infrastructure development initiative being sectorally and geographically diverse

We have built-up a robust international presence through offices in Singapore, Spain, London and Dubai, and strong network partners in the USA, Tokyo, Philippines and Abu Dhabi

IL&FS Group companies form an ecosystem of expertise across infrastructure, finance, and social & environmental services

IL&FS Group's Infrastructure verticals

From highways to clean energy, from maritime complexes to heritage restoration, the IL&FS Group's Infrastructure verticals implement a wide range of projects through public-private partnerships. Meeting international and national norms in projects across sectors, IL&FS has for 30 years consistently aimed to create impact and innovation to partner India's growth story





TRANSPORTATION

IL&FS Transportation Networks Limited (ITNL)

An integrated platform offering technical, managerial, financial, and governance framework to support and participate in the Government's highway development programme. It has worked on projects in India, Spain, Portugal, Latin America, Western USA, Eastern China, Africa and UAE

- Portfolio of over 14,000 lane-kilometres (l-kms) over 30 BOT projects, of which over 10,800 l-kms are operational
- India's first privately financed and operated metro network, developed on the PPP format - Rapid Metro Rail project of Gurgaon
- India's longest road tunnel – 9-km long Chenani–Nashri Tunnel
- Presence in 20 states across India and 19 countries around the world

Key projects completed

• Chenani–Nashri Tunnel • Thiruvananthapuram city road improvement • Ranchi-Patratu dam road • Delhi-Noida toll bridge • Baleshwar-Kharagpur road • Khed-Sinnar road • Ahmedabad-Mehsana road



ENERGY

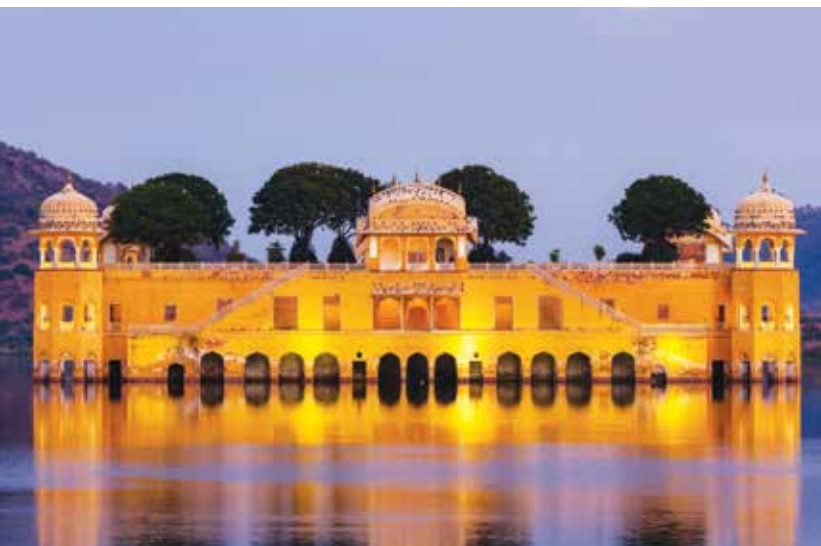
IL&FS Energy Development Company Limited (IEDCL)

Develops, owns and operates power generation and transmission assets in India and abroad. It has worked with various state governments, state utilities and trade forums to strengthen the country's renewable energy portfolio

- Owns one of India's largest wind energy portfolio of 860 MW spread across wind farms in seven states
- Pioneered Development of Solar Parks with aggregate capacity of 5,000 MW
- Sponsored one of the world's largest CDM (clean development mechanism) 727 MW gas-based mega power project at Pallatana (Tripura) along with a 663 km dedicated transmission line. The project is located in the country's North-East frontiers, which is amongst the more remote and power-starved regions
- Operates 2,870 MW of power generation capacity and 840 kms of power transmission lines

Key projects completed

• Wind & Solar power projects • Cuddalore thermal power project • Tripura power project • Indo-Nepal cross border transmission project • Nana Layja power project • Solar Parks



URBAN ASSET MANAGEMENT

IL&FS Townships & Urban Assets Limited (ITUAL)

Spearheads the development of new cities, affordable housing and other urban assets of the IL&FS Group. It provides holistic solutions right from project conceptualisation, to project development, management and O&M supervision

- Developed India's only FIFA and ICC compliant international stadium in Trivandrum, Kerala
- An anchor investor and co-developer of Gujarat International Finance Tec-city (GIFT) having multi-services Special Economic Zone (SEZ) and country's first International Finance Services Centre (IFSC)

Key projects completed

- The Sports Hub, Trivandrum • Jal Mahal and Mansagar Lake restoration, Jaipur, Rajasthan



MARITIME

IL&FS Maritime Infrastructure Company Limited (IMICL)

Acts as a sponsor, developer and investor for diverse initiatives in the Maritime and Logistics Infrastructure sector in India and overseas

- Holds maritime and logistics portfolio of over USD 2 billion including greenfield ports, specialised cargo terminals, multipurpose berths, tank terminals and integrated maritime complexes with shipyards

Key projects completed

- IL&FS Prime Tank Terminals, UAE • Local logistics for Cuddalore Power Project



WATER & WASTEWATER

Tamil Nadu Water Investment Company (TWIC)

Facilitates the commercial development of water and wastewater sector in India. It provides holistic solutions for integrated water management infrastructure

- A major developer of water projects in BOOT framework
- Engaged in bulk water supply, transmission and distribution projects

Key projects completed

- 100 MLD Bulk Water Supply Project for IOCL Paradip Refinery, Odisha



FINANCIAL SERVICES

It complements the Group's infrastructure initiatives and offers investment banking, private equity and capital market services through subsidiaries which include:

IL&FS Financial Services Limited (IFIN): It offers investment banking services and specialises in infrastructure financing transactions. It has international presence in Hong Kong, Singapore, Dubai and London

IL&FS Investment Managers Limited (IIML): Its expertise cover the entire private equity life cycle right from raising funds, making and planning investments, to restructuring and exit

IL&FS Capital Advisors Limited: It offers a comprehensive suite of capital advisory services customised to assist clients succeed in ever-changing financing environments

IL&FS Securities Services Limited (ISSL): It holds leadership positions in F&O Clearing and new products such as broking back office, broker's broker and ESOP funding

Key projects

- Infrastructure Debt Fund
- Land Registration Systems Inc (LARES), Philippines
- Rupee ECB (Masala Loan)
- Andhra Pradesh Urban Development Fund (APUDF)
- Debt Financing of Greenko group project
- Financing IL&FS Paradip Refinery Water Limited

Landmark over the past three decades



1987

- IL&FS was incorporated initially by Central Bank of India, Housing Development Finance Corporation Limited and Unit Trust of India as promoters



1994-95

- Initiated a comprehensive infrastructure project involving integrated area development (ie provision of water supply, effluent treatment plant, sewage and drainage facilities and telecommunications) of Tirupur, Tamil Nadu



1996-97

- Pioneered the country's first greenfield Build-Own-Operate-Transfer infrastructure project (Delhi-Noida Toll Bridge)



2007-08

- Formed IL&FS Cluster Development Initiative Limited, to provide commercially sustainable integrated solutions for development of MSMEs through a PPP approach



2009-10

- Successfully launched the Coonoor compost plant for converting 6,000 tonnes of municipal waste into quality compost used as soil nutrient for enhancing agricultural productivity



2010-11

- Installed 78 Enercon E-53 turbines of 800 kW each (cumulative capacity of 50 MW) in the states of Rajasthan and Tamil Nadu for renewal wind energy



2012-13

- Commenced construction of the country's first privately owned and operated Rapid Metro Rail Project in Gurgaon linked with Delhi Metro
- Collaborated with National Skills Development Corporation to set-up 100 world-class IL&FS Institute of Skills and IL&FS Skills School focused on imparting skills training to 2 million people by 2022



1998-99

- Acquired Credit Capital Venture Fund (CCVF), completed an intensive management and financial restructuring, merged its own private equity business into CCVF and renamed it IL&FS Investment Managers Limited



2005-06

- Entered into Joint Venture (JV) with ONGC and Government of Tripura for developing a Gas Based Power Generation project and transmission line and associated system at a total investment of ₹ 100 billion



2006-07

- Formed IFIN, by integrating IL&FS's Investment Banking and Syndication business, as a wholly owned subsidiary to undertake the Group's investment banking business
- Started its energy business in 2008 through its subsidiary IL&FS Energy Development Company Limited

(IEDCL), with an objective to develop, own and operate power generation and transmission assets in India and abroad

- IL&FS Maritime Infrastructure Company Limited was incorporated in 2007 as a separate vertical for undertaking and expanding the maritime and logistics initiatives of the IL&FS Group as a sponsor and developer



2013-14

- Initiated the Gulmeher initiative, a PPP with East Delhi Municipal Corporation, for developing a 2,000 TPD mixed Municipal Solid Waste to Energy (WtE) plant at Ghazipur, Delhi. It will be the first WtE facility in India complying with Euro emission norms



2014-15

- Completed phase 1 of the 600,000 cubic metres state-of-the-art, independent storage terminal for petroleum products in Fujairah (UAE) being implemented by IL&FS Prime Terminal FZC



2015-16

- Successful commissioning of the WtE plant at Ghazipur that processes 2,000 TPD of MSW and generates 12 MW of Green Power. It is estimated to mitigate 8.2 million tonnes of Greenhouse Gas over its life and also help in saving scarce land resources

- IL&FS Environment commissioned the 500 TPD construction and demolition (C&D) waste processing plant at Shastri Park (Delhi) to prevent waste from mixing with municipal waste, rampant dumping and air pollution. The plant recovers and recycles 95% of C&D waste

Making a Difference

Being a proactive partner in India's growth by catalysing infrastructure development, we also recognise our responsibility towards those who need to be helped along on the road to progress. Our transformative social interventions are based on insights we gather from our project areas. Collaborating with local communities, sharing with them sustainable outcomes for enriching and empowering their lives, and scaling these programmes on sites as well as across geographies is our perspective of responsible growth

The focus areas of our CSR efforts are: Non-Farm based Livelihood, Farm-based Livelihood, Rural Infrastructure, Health & Medicare, Education, and Skilling. Our CSR efforts are carried out under the aegis of Nalanda Foundation, the key CSR strategist and project manager for 30 Group companies to maximise co-ordination, scale and impact

CSR Reach



The focus areas of our CSR efforts are: Non-Farm based Livelihood, Farm-based Livelihood, Rural Infrastructure, Health & Medicare, Education, and Skilling

Non-Farm based Livelihood

Objective

Provide farmers and labourers with a stable source of alternative livelihood that can be sustained even with limited land resources and capital



Key Highlights

- Landless women labourers in rural Maharashtra have been provided financial support and training in goat rearing
- Designed a new kit for the fishing community in Gujarat to enhance their productivity; women have been trained for setting up their own fish kiosk
- Established a community-based Cattle Feed Centre in Gujarat which is being run by women
- Providing technical and financial aid in sheep rearing to women in rural Jammu & Kashmir
- Training women in Kutch, Gujarat in the art of bandhini (tie-and-dye craft) for commercial production of such textiles and garments
- Training farmers in Odisha in scientific fish-farming by converting wasteland into seasonal fish ponds and in growing vegetable and fruits in bunds
- Training ragpickers in East Delhi in handicrafts, embroidery, bag making etc

Farm based Livelihood

Objective

Introduce farmers to modern and scientific methods of farming and guiding them for adoption of the same for enhancing their agricultural income



Key Highlights

- Promoting vermin-composting among the farmers in Jammu & Kashmir and setting up a pilot unit for knowledge sharing
- Introducing drip irrigation system based on rain water harvesting for cultivation of vegetables in the hilly regions of Jammu & Kashmir
- Encouraging modern cultivation practices such as tray nurseries, plastic mulching and use of diesel-powered ploughs
- Empowering women farmers in Jammu & Kashmir by educating them on best practices for growing vegetables

Outcome of Livelihood Projects till date

13

Initiatives

1,750

Marginal farmers reached

800

Women benefitted

855

Acres covered

200

Self-help groups/Joint-liability groups/FPOs

75

Million increase in economic footprint
(revenue + stock)

Rural Infrastructure

Objective

Make available basic infrastructure facilities of water and electricity in the rural areas for promoting economic and social development



Key Highlights

- 15 solar lights installed in 2 villages in Jammu & Kashmir for facilitating safe commutation on the narrow roads even after sunset
- An all-weather solar power installed at a village school in Jammu & Kashmir to ensure uninterrupted power supply
- Constructed a 10,000-litres underground tank and installed 5 solar-powered lights at a village harbour in Gujarat
- A rainwater harvesting system, an underground tank to provide drinking water for the government school, and a decentralised domestic water supply system have been set up in another 2 villages in Gujarat

Outcome of WRM Projects till date

10
Initiatives

6
Catchments covered

810
Marginal farmers reached

1,380
Acres covered

18,000
Rural residents impacted

Health & Medicare

Objective

Provide healthcare facilities for meeting the medical needs of rural and underprivileged people and also sensitise them on benefits of medical care



Key Highlights

- Launched a static clinic and a Mobile Medical Unit (MMU) for the benefit of communities in Cuddalore, Tamil Nadu
- Organised medical camps, eye camps, cataract surgeries and health awareness programmes in rural Kutch
- Operating MMUs to serve the healthcare needs of the underprivileged people living in the backward districts of Jharkhand and West Bengal



Outcome of Healthcare Projects till date

6
States covered

7
MMUs

5,000
Average footfall of patients per month

130,000
Patients treated

266,000
Rural residents reached

Education

Objective

Facilitate access to quality education with special emphasis on imparting practical training in basic technology so that the students are equipped with skills needed in the digital age



Key Highlights

- Collaborating with the NGO Vigyan Ashram to implement the Introduction to Basic Technology (IBT) programme in rural schools
- IBT programme facilitates students to learn Science, Technology, Engineering and Mathematics (STEM) principles through practical application
- Both boys and girls encouraged to provide services like electrical and mechanical repair work to the village community as part of their learning
- Launched programme 'Digital Duniya' to bridge the divide

between rural and urban students, wherein digital learning is promoted by sending buses equipped with computers to remote areas that lack access to computer technology

Outcome of Education Projects in FY17

175
Schools impacted

13
Academic programs

30,000
Students benefitted

Skilling

Objective

Promote empowerment and entrepreneurship development of rural women through skill enhancement



Key Highlights

- Women from rural Chenani have been trained in industrial sewing and are now processing export orders at a self-sustained stitching centre
- Empowered women from 32 villages in Jammu & Kashmir through training in stitching and who are now selling branded bags



Skilling Outcome in FY17

2,413

Individuals provided training

2,227

Placements

₹ 200 Million

Annual income of placed candidates

7,500

Average salary per month

placements by ISDC are in progress and will be completed in Q1FY18

Impacting lives through innovative projects



Gulmeher

- Uplifting the lives of rag-pickers in East Delhi through initiatives for women, children and youth
- Women have been trained in stitching, spice making, bag making and other skills
- Orders received from leading retailers such as Fab India, Pero and Pitara
- Product sales also through Amazon portal
- Bulk purchase of Holi colours worth ₹0.6 million by Toyota



Panchi

- Supplementary education program for children of underserved and marginal families
- Focus is to bring more children into school and support students already in school with curriculum based learning
- In FY 2017, 142 students benefitted; 33 out-of-school children enrolled into school



I-Dream

- Providing academic support to girls to enable them to complete education at least till 10th grade
- Teaching them life skills to enable them to take charge of their lives
- Informal library set up in East Delhi to encourage reading and writing
- In FY 2017, 70 girls benefitted

Marquee Projects

Improving connectivity Enhancing safety

Project	Chenani-Nashri Tunnel
Location	Jammu-Srinagar National Highway - 1A
Tunnel length	9 km
Elevation	1230 m

The Chenani-Nashri Tunnel Project, part of the ambitious 286-km-long four-laning of the Jammu-Srinagar National Highway, is Southeast Asia's longest road tunnel which has reduced the distance between the two capital cities by 31 kilometres. The Tunnel, built at the foothills of the Himalayan Mountains, connects the districts of Udhampur and Ramban on the Jammu-Srinagar National Highway

The highway in this section from Chenani to Nashri remains closed for approximately 40 days a year due to bad weather conditions. The two lane bi-directional traffic tunnel is an all-weather and reliable road throughout the year. The tunnel reduces the elevation and hairpin bends associated with the existing highway. This makes the tunnel accessible throughout the year and enhances safety of travel



The Chenani-Nashri Tunnel is the country's first tunnel with world-class Integrated Tunnel Control System (ITCS), where the ventilation, fire control, signals, communication and electrical systems will be automatically actuated

The project commenced commercial operations on March 08, 2017. The Tunnel was inaugurated by Honourable Prime Minister on April 2, 2017

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Delivering value. Driving success.

ISO 9001:2015

ISO 14001:2015

OHSAS 18001:2007
certified

10 million+

Cubic metres of various
products have been handled
by the terminal since
operationalisation





Project	IL&FS Prime Tank Terminal (IPTT) FZC
Location	Fujairah, UAE
Capacity	Phase 1 – 333,481 cubic metres (cbm), operationalised in March 2015 Phase 2 – 440,256 cbm, expected operationalisation by FY 2019
Awards won	<ul style="list-style-type: none"> • 'Safe & Secure Terminal of the year 2017' by Global Ports Forum • 'Biggest Commitment to Environmental protection' by StocExpo & Tank Storage

It is not easy to visualise a revolutionary state-of-the-art liquid storage tank terminal capable of handling anything from fuel and gas oil to jet fuel and petrol, in one of the safest and most secure environs in the world. At IL&FS, we not only visualised such a terminal but went on to make it an icon on the global maritime landscape, successfully leveraging over 30 years of our expertise and experience in managing complex and sensitive operations benchmarked to international yardsticks of excellence

The Terminal offering significant value proposition to bunkering companies and traders in the Middle East, South Asia and North Africa regions is IMICL's (subsidiary of IL&FS) first international marine venture

Our ability to maintain high standards of operations with continuous improvement, achieve zero product loss, and emphasise on environment and safety has earned the Terminal a reputation of being a 'preferred service provider' from prestigious international entities. Of the 13 operational terminals operating in Fujairah, it has been consistently rated as the top performing. Post operationalisation of phase 2 of the project, it shall emerge as the top 5 terminal in Fujairah

Our sustainable initiatives of tree plantation, latest technologies adoption to prevent leaks and spills and minimise emissions, and usage of energy from renewable sources have enabled the Terminal to be rated as the only 'green terminal' in Fujairah

The key differentiating factors of the Terminal include:

- Ability to handle diverse products heavy fuel oil, fuel oil, gas oil / diesel, jet fuel and petrol among others
- Offers value added services like blending, heating, internal / external transfers, flexibility in product usage and operations, parcel size handling, and truck loading facilities

Scalable model. Sustainable power.

BBB+

IPTCL's credit
rating by ICRA
and CARE

4,976 million

Units of power
generated at
the CTPP in 2016-17





Project	Cuddalore Thermal Power Project (CTPP)
Location	Kothattai, Ariyagoshti and Villianallur villages of Chidambaram Taluk, Cuddalore district, Tamil Nadu
Capacity	Phase 1 – Two units of 600 MW, operationalised in September 2015 and April 2016 respectively Phase 2 – 1,980 MW scalable upto 2,640 MW
Awards won	<ul style="list-style-type: none"> Rashtra Vibhushan Gold Award 2016 for Outstanding Project on Environment Protection and Platinum Award 2016 for Best Innovative CSR Project respectively Environment Award 2016 in Silver Category by the Greentech Foundation for outstanding achievement in the area of Environment Management Top Importer for the year 2016 by the Customs Department, Trichy Division for import of Coal

IL&FS Tamil Nadu Power Company Limited (ITPCL), embarked on the development of a 3,840 MW CTPP. Driven by our concern for environment, we have adopted several sustainable features in the plant for energy efficiency and pollution prevention & control measures. While the power generated from the Phase 1 Unit 1 is sold to TANGEDCO under the long-term Power Purchase Agreement, that from Unit 2 of Phase 1 is sold on short-term arrangements

Further focused on making operations sustainable, we intend to develop captive Jetty for fair weather lighterage operations for handling coal for the Power Plant. This shall reduce transportation of coal from diesel operated rail engines resulting in lower carbon emissions on one hand and logistics cost savings on the other. ITPCL is also evaluating proposals for carbon capture and improvement of efficiency of the plant, in order to reduce its carbon footprint

The project developed on a scalable model would enable us to add another 2,640 MW of power for which land and approvals are in place. Besides, existing common facilities like Coal Handling System with Coal Stack Yard, Sea Water Intake System and Ash Handling System with Ash Pond have enough provision to cater the capacity requirements of the entire planned 3,840 MW

Green initiatives

- Use of wet limestone based Flue Gas De-sulphurisation system (FGD) with 95% efficiency
- Electro Static Precipitator and wind barrier at a height of 15 metres high around the coal yard
- Consumption of imported coal having lesser ash content
- Own captive desalination system to address water requirements

Redefining transportation Easing commuting





Project	Gurgaon Metro South Extension Phase II
Location	Sikanderpur to Sector-56, Gurgaon
Concession period	98 years
No. of stations	5 Phase I, Sector 42-43, Sector 53-54, Sector 54 Chowk, Sector 55-56
Interchange station	Sikanderpur

With a vision to ease commuting and serve various employment and residential areas in its immediate vicinity, we decided to undertake the Rapid Metrorail project (Gurgaon Metro South Extension Phase II). The project awarded by Haryana Urban Development Authority (HUDA) comprises financing, design, construction, procurement, installation, commissioning, operation and maintenance of all systems required for successful project. Approximately 6.6 km in length, the corridor links Sikanderpur metro station on the Delhi Metro line with Sector-56 in the south-east of Gurgaon traversing along the Golf Course Road

Our special purpose vehicle Rapid Metrorail Gurgaon South Limited (RMGSL) has successfully developed and operationalised (March 2017) the project. Besides development, the project also involves operation and maintenance of all the systems until the concession period

Scope of the Project

The Project involved design, engineering, financing, procurement, construction, installation, commissioning and testing of the following concessionaires works:

- Structural part of all stations and associated structures
- Viaduct structures
- Architectural works including architectural finishes
- Landscaping of each station environs
- Signage at each station and station environs
- Track work
- Rolling stock
- Signalling and Train Control System
- Fare Collection System
- Lifts and Escalators
- Other facilities used for operation and maintenance of the Project/Metro Link

Corporate Information

Auditors

Deloitte Haskins & Sells LLP
Chartered Accountants

Bankers

Central Bank of India (**Lead Bank**)

Axis Bank Ltd

Bank of India

Bank of Baroda

Bank of Maharashtra

Credit Suisse AG

HDFC Bank Ltd

Indian Bank

IDBI Bank Ltd

Karnataka Bank

Punjab & Sind Bank

Punjab National Bank

Oriental Bank of Commerce

The Jammu & Kashmir Bank Ltd

The Karur Vysya Bank Ltd

RBL Bank Ltd

The South Indian Bank Ltd

Syndicate Bank

State Bank of Bikaner & Jaipur

Union Bank of India

UCO Bank

Bandhan Bank Ltd

Debenture Trustee

Centbank Financial Services Limited

Central Bank MMO Building, 3rd Floor, East Wing

55 MG Road, Mumbai 400 001

Tel : 022 2261 6217 | Fax : 022 2261 6208 | Email : info@cfsi.in

Registered Office

The IL&FS Financial Centre

Bandra Kurla Complex, Bandra East, Mumbai - 400 051.

Tel : 022 2653 3333 | Fax : 022 2653 3042 | Website : www.ilfsindia.com

CIN : U65990MH1987PLC044571

Board of Directors of Infrastructure Leasing & Financial Services Limited

Ravi Parthasarathy
Chairman

Hari Sankaran
Vice Chairman & Managing Director

Arun K Saha
Joint Managing Director & CEO

VK Sharma
(upto March 27, 2017)

Supratim Bandyopadhyay
(upto April 2, 2017)

Hemant Bhargava
(from April 26, 2017)

Praveen Kumar Molri
(from May 2, 2017)

Yoshihiko Miyauchi

Hiroshi Nishio

Harish H Engineer

Sanjeev Doshi

R Govind
(upto January 31, 2017)

BK Singal
(from March 2, 2017)

Anshula Kant
(upto June 26, 2016)

Chalasani Venkat Nageswar
(from August 24, 2016)

Sunil Behari Mathur

Ravindra Chandra Bhargava

Michael Pinto

Jaithirth Rao

Rina Kamath

Takehisa Kaneda
Alternate to Yoshihiko Miyauchi
(upto March 13, 2017)

Kiyokazu Ishinabe
Alternate to Yoshihiko Miyauchi
(from March 14, 2017)

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Brief Profile of Directors

Mr Ravi Parthasarathy Chairman of the Company, has a post graduate qualification in Business Administration from the Indian Institute of Management, Ahmedabad. Mr Parthasarathy joined the Company in 1987 as President & Chief Executive Officer and was appointed as Managing Director in 1989, and was later designated Executive Chairman of the Company. Mr Parthasarathy provides overall guidance to IL&FS Group whilst focusing on specific activities

Mr Hari Sankaran Vice Chairman & Managing Director of the Company, joined the Company in 1990. Over the past 26 years, Mr Sankaran held a number of different positions within the Company before being appointed as a full time member of the Board of Directors of the Company as Director (Infrastructure) in 1998. He was elevated as Joint Managing Director in July 2004, Managing Director in May 2006, Managing Director & Chief Executive Officer in May 2007 and as Vice Chairman & Managing Director in January 2011

Mr Arun K Saha Joint Managing Director & CEO of the Company, joined the Company in 1988. Mr Saha was appointed as Executive Director of the Company in February 1995 and was subsequently elevated as Deputy Managing Director in May 2006, Joint Managing Director in May 2007 and Joint Managing Director & CEO in January 2011

Mr Hemant Bhargava is Managing Director of Life Insurance Corporation of India and is responsible for Investment (Monitoring & Accounting), Corporate Planning/New Projects, Marketing (CLIA), Personnel, Health Insurance, Corporate Communication, Human Resource Development – to name a few. During his tenure of 35 years in LIC, he has worked across various departments in diverse set of roles in both India and abroad, building multi-dimensional experience in different capacities, especially in Marketing, International Operations, Joint Ventures, Subsidiaries, etc. Mr Bhargava has done his Masters in Economics. He has also served on the Boards of various Indian companies

Mr Praveen Kumar Molri joined Life Insurance Corporation of India in July 1985 as Direct Recruit Chartered Accountant. He is commerce graduate with First Class First Position in the University. He has worked in various capacities in LIC including as Senior Divisional Manager at Udaipur and Indore Division. Since 2007, he has been working in Central Office in different capacities. He was also the Chief Risk Officer of Life Insurance Corporation of India during 2016-17. Presently, he is Executive Director (Investment Operations) wherein he is heading Equity, Debt, Treasury & Pension and Group Scheme and ULIP Portfolios

Mr Yoshihiko Miyauchi is Senior Chairman of ORIX Corporation, Japan (ORIX). He holds a Bachelors Degree from Kwansei Gakuin University and Masters in Business Administration from the University of Washington, USA. He was appointed as Director of the Company in 1993 as a nominee of ORIX

Mr Hiroshi Nishio is Executive Officer & Deputy Head of Global Business Headquarters, ORIX Corporation, Japan (ORIX). He holds a Bachelor Degree in Economics from Seikei University, Japan. He was appointed as Director of the Company in March 2014 as a nominee of ORIX

Mr Harish H Engineer is the nominee of Housing Development Finance Corporation Limited on the Board of the Company. Mr Engineer possesses rich experience in Corporate and Commercial Banking. He is former Executive Director of HDFC Bank Limited. Mr Engineer holds a Bachelor Degree in Science from Mumbai University and a Diploma in Business Management. He joined the Board of Directors of the Company in March 2014

Mr Sanjeev Doshi is the Head of Equity Opportunities, Internal Equities Department of Abu Dhabi Investment Authority (ADIA). He has been ADIA's nominee on the Board of the Company since July 2008

Mr Bijender Kumar Singal is General Manager (Accounts & Balance Sheet) of Central Bank of India. He has long and varied experience in banking. He worked in various capacities such as Internal Auditor, Financial Analyst, Branch Manager, Regional Manager, Zonal Manager and as General Manager at Corporate office handling different portfolios like Credit, Resource Mobilisation/ATM/Corporate Communications, Central Audit & Inspection, Planning & Development, Treasury & International Division and Accounts & Balance Sheet Department. He was Chairman of Regional Rural Bank having its headquarters at Chhindwara (MP) and Head of Credit at Indo-Zambia Bank (joint venture Bank between Government of Zambia and Government of India) for over four years

Mr C Venkat Nageswar is Deputy Managing Director (Global Markets) of State Bank of India (SBI) heading the Treasury Operations of the Bank. He has vast experience spanning over 32 years, covering different aspects of banking. He had been Regional Head (East Asia), Hong Kong, overseeing business development of SBI in East Asia and also General Manager, Network-I, Bangalore engaged in Retail Operations, Credit and Cross Selling. He had been Chief Dealer at the Offshore Banking Unit of the Bank at Bahrain, responsible for forex business, money markets and ALM. He has also worked in different verticals like Mid-Corporate Group, Credit, Relationship Banking and Retail Operations

Mr Sunil Behari Mathur is the former Administrator of the Specified Undertakings of Unit Trust of India (SUUTI). He holds a Bachelors Degree in Commerce and is a Fellow Member of the Institute of Chartered Accountants of India. He has been on the Board of the Company since January 2005 and is an Independent Director

Mr Ravindra Chandra Bhargava is the Chairman of Maruti Suzuki India Limited. He was Managing Director of Maruti Suzuki India Limited from 1985 to 1997. He is a Post Graduate in Mathematics from Allahabad University and also a Post Graduate in Development Economics from Williams College, Williamstown (Mass) USA. He joined the Indian Administrative Services in 1956 and stood first in the batch. He served in various capacities in Government of India including as a Joint Secretary, Ministry of Energy and the Cabinet Secretariat. He is on the Board of Directors of many leading Companies. He has been an Independent Director on the Board of the Company since August 1990. He was recently conferred the Padma Bhushan by the Government of India. Earlier, His Majesty the Emperor of Japan had conferred the Order of the Rising Sun, Gold and Silver Star, on him

Mr Michael Pinto was an officer of Indian Administrative Services. He served various departments of Government of India including as Chairman of MSEB, JNPT and Central Cottage Industries Corporation. Mr Pinto also served as CEO of MIDC and Vice Chairman & Managing Director of MSRTC. He retired as Secretary (Shipping) to the Government of India. He has been an Independent Director on the Board of the Company since July 2004

Mr Jaithirth Rao is Founder and Chairman of VBHC Value Homes and also non-executive Chairman of Jurimatrix India Pvt. Ltd. Mr Rao was founder and former CEO of IT Services Company MphasiS Corporation. He holds a Bachelors degree in Chemistry and Master's Degree in Management from Indian Institute of Management, Ahmedabad and University of Chicago. He is an Independent Director on the Board of the Company since August 2012

Ms Rina Kamath is an independent Legal Practitioner and a former Journalist and Editor. She holds an MA Degree in Political Science and an LLB Degree. She is the founder of Cause Humane Independent Professional Services covering legal, corporate and editorial matters. Ms Kamath is an Independent Director on the Board of the Company

Committees of the Board

Committees of Board of Directors have been constituted to ensure focused attention on the affairs of the Company as follows:

Audit Committee:

Members

Mr RC Bhargava, Chairman
Mr Michael Pinto
Mr Harish H Engineer

Nomination & Remuneration Committee:

Members

Mr SB Mathur, Chairman
Mr Harish H Engineer
Mr Michael Pinto

Risk Management Committee:

Members

Mr S Bandyopadhyay,* Chairman
Mr RC Bhargava
Mr Michael Pinto
Mr Arun K Saha

Stakeholders' Relationship Committee:

Members

Mr SB Mathur, Chairman
Mr Takehisa Kaneda*
Mr Arun K Saha

Corporate Social Responsibility Committee:

Members

Mr Ravi Parthasarathy, Chairman
Mr Hari Sankaran
Mr Arun K Saha
Mr Jaithirth Rao
Ms Rina Kamath

Corporate Affairs Committee:

Members

Mr Ravi Parthasarathy, Chairman
Mr Hari Sankaran
Mr Arun K Saha
Mr RC Bhargava
Mr Michael Pinto
Mr Takehisa Kaneda*

*resigned

In addition to the foregoing, the Board has constituted the Committee of Directors comprising of Chairman, Vice Chairman & Managing Director and Joint Managing Director & CEO of the Company to deal with all operational matters, including credits and investments, subject to limits specified by the Board of Directors

Group Management Board

Ravi Parthasarathy

Chairman

Arun K Saha

Joint Managing Director & CEO

RC Bawa

*Chief Executive Officer -
Financial Services*

Hari Sankaran

Vice Chairman & Managing Director

Vibhav Kapoor

Group Chief Investment Officer

K Ramchand

Chief Executive Officer - Infrastructure

Senior Management (IL&FS)

Anil Somaiya

Group Chief Technology Officer

Maharudra Wagle

Group Chief Financial Officer

Ramgopal Kundurthi

Group Chief Treasury Officer

Avinash Bagul

Company Secretary

Manu Kochhar

*Chief Executive Officer -
Special Initiatives*

Sujoy K Das

Chief Credit & Risk Officer

Senior Management (Group Entities)

Ajai Mathur

*Managing Director & CEO –
Urban Mass Transit Company Limited*

Milind Patel

*Joint Managing Director –
IL&FS Financial Services Limited*

Rajiv Banga

*Managing Director –
IL&FS Rail Limited*

Ajay Pandey

*Managing Director & Group CEO –
Gujarat International Finance Tec-City
Company Limited & Director-in-
Charge – IL&FS Township & Urban
Assets Limited*

Rajesh Kotian

IL&FS Financial Services Limited

R C M Reddy

*Managing Director – IL&FS Cluster
Development Initiative Limited & IL&FS
Education & Technology Services
Limited*

Anand Nair

*Chief Executive Officer –
IL&FS Renewable Energy Limited*

Mukund Sapre

*Executive Director – IL&FS
Transportation Networks Limited*

Saibal De

*Director & Chief Executive Officer
– IL&FS Maritime Infrastructure
Company Limited*

Ateesh Samant

*Chief Executive Officer – IL&FS Wind
Power Services Limited*

N Ramesh

*Chief Executive Officer – IL&FS Tamil
Nadu Power Company Limited*

Sheshadri Rengarajan

*Managing Director & Chief Executive
Officer – IL&FS Securities Services
Limited*

Durga Prasad

*Chief Executive Officer –
IL&FS Technologies Limited*

Paritosh Gupta

*Managing Director – IIDC Limited &
Mangalore SEZ Limited*

Mahesh Babu

*Managing Director – IL&FS
Environmental Infrastructure &
Services Limited*

Pradeep Puri

*Whole Time Director & Executive
Chairman of IL&FS Paradip Refinery
Water Limited*

Directors' Report

The Shareholders

Infrastructure Leasing & Financial Services Limited

Your Directors take pleasure in presenting the Thirtieth Annual Report along with the Audited Accounts for the year ended March 31, 2017

FINANCIAL RESULTS :

	₹ in million	
For the Year Ended March 31,	2017	2016
Total Revenue	17,872.77	19,125.22
Total Expenses	14,276.40	15,132.88
Profit Before Tax	3,596.37	3,992.34
Provision for Taxation	(231.00)	1,252.00
Net Profit for the Year	3,827.37	2,740.34
Balance of Profit b/f	14,857.76	13,873.77
Profit available for Appropriation	18,987.40	16,837.91
Appropriations :		
Special Reserve I	765.47	548.07
Special Reserve II	30.00	29.00
Dividend (including Dividend Tax)	1,687.78	1,403.08
Preference Share Premium Redemption Account	563.29	-
Balance of Profit	15,940.86	14,857.76
	18,987.40	16,837.91

DIVIDEND :

During the year under review, the Board of Directors of your Company have approved payment of interim dividend in respect of Non-Convertible Redeemable Cumulative Preference Shares (NCRCPs) as follows:

- @ 2% ie, ₹ 0.20 per Share in respect of 5,000,000 fully Paid-up NCRCPs of ₹ 10 each amounting to ₹ 1.20 million inclusive of dividend tax
- @ 16.38% in respect of 240,000 fully Paid-up NCRCPs of ₹ 7,500 each amounting to ₹ 354.86 million inclusive of dividend tax
- @ 16.06% in respect of 375,376 fully Paid-up NCRCPs of ₹ 7,500 each amounting to ₹ 544.19 million inclusive of dividend tax
- @ 15.99% in respect of 184,624 fully Paid-up NCRCPs of ₹ 7,500 each amounting to ₹ 266.48 million inclusive of dividend tax
- @ 16.16 % in respect of 333,000 fully Paid-up NCRCPs of ₹ 7,500 each amounting to ₹ 485.76 million inclusive of dividend tax

The interim dividend declared and paid is final dividend since the Board of Directors of the Company do not recommend any additional dividend on NCRCPs

At the Meeting of the Board of Directors of the Company held on April 26, 2017, the Board has recommended an equity dividend of 42.50% (ie ₹ 4.25 per shares) on the paid up equity share capital of the Company for FY 2017. The dividend will be paid, subject to the approval of the Shareholders at the ensuing Annual General Meeting of the Company

SHARE CAPITAL :

As at March 31, 2017, the Authorised Share Capital of the Company is ₹ 15,000 mn, Issued Share Capital is ₹ 9,859.27 mn and Subscribed Share Capital and Paid-up Share Capital of ₹ 9,831.53 mn, which is comprising of 128,403,276 Equity Shares of ₹ 10 each fully paid-up, 1,133,000 NCRCPs of ₹ 7,500 each fully paid up and 5,000,000 NCRCPs of ₹ 10 each fully paid up. There is no change in the Share Capital during the year under review

OPERATING ENVIRONMENT :

(a) Global Economy:

Global economic activity picked up in the second half of 2016 led by the US. Japan and Europe have started showing signs of revival in their economies. Chinese economy, after a turbulent period is showing signs of stability. Emerging market economies registered moderate growth. Improvement in the commodity prices including metals & oil has also reduced the

stress on economies like Russia, Brazil & Middle East. The surprise outcome of the US Presidential election resulted in the rise in bond yields and strengthening of the US Dollar. The US Federal Reserve changed its accommodative monetary policy stance on improving economic activity and labor market conditions. On the other hand, Europe & Japan continued with their easy monetary policy

The IMF in its latest World Economic Outlook Report released in April 2017 has raised its global growth forecasts and it is now expected to rise from 3.1% in 2016 to 3.5% in 2017 and 3.6% in 2018 on expectations of robust Global demand and reduced deflationary pressures. However, the Fund mentioned that the risk to this number is tilted to the downside as the pressure for inward-looking policies is increasing in advanced economies

(b) Indian Economy:

India's Gross Domestic Product (GDP) for FY 2017 is estimated to be at 7.1% as against 7.9% growth seen in FY 2016 and Gross Value Added (GVA) growth at basic prices is estimated to be 6.7%. Based on GVA, Agriculture is estimated to show a growth of 4.4% versus 0.8% growth seen in FY 2016. Services sector is estimated to grow by 7.9% versus 9.8% growth seen in the previous year. Manufacturing sector is expected to grow by 7.7% while Mining sector is expected to grow by a meager 1.3%

Current Account Deficit (CAD) for nine months of FY 2016-17 narrowed to 0.7% of GDP on the back of contraction in the trade deficit. During this period, Exports grew by 1.1% yoy while Imports de-grew by 6.7% yoy resulting in a lower trade deficit of USD 82.8 billion versus USD 105.3 billion

The Indian Rupee remained stable for most part of the financial year and appreciated strongly during the March 2017 quarter on expectations that the Central Government will continue with its reforms to boost economic growth. The US Fed's dovish stance on further rate hikes along with a big win for the central ruling party in the recently concluded state elections led to the change in sentiment towards India. Indian Rupee appreciated by 2.1% for the financial year 2016-17

The Monetary Policy Committee (MPC) has cut the repo rate by an overall 50 bps to 6.25% during the first half of FY 2016-17 as headline inflation has evolved along the projected path and the southwest monsoon ended the season with a cumulative deficit of only 3% below the long term average. However, in its meeting held in February 2017, MPC has changed its stance on rates to neutral as it noted that hardening international crude prices, volatility in the exchange

rate and implementation of 7th pay commission could impart upside pressures to inflation. The committee mentioned that it will wait for the transitory effects of demonetization on inflation and output gap to play out before changing its outlook. It maintained its medium term CPI inflation target of 4% within a band of +/- 2%

OPERATIONS :

(1) IL&FS Financial Services Limited (IFIN) :

IFIN, a Subsidiary of your Company, is registered with the Reserve Bank of India (RBI) as a Systemically Important Non-Deposit Accepting Non-Banking Finance Company (NBFC-ND-SI). IFIN is a leading financial services company and provides wide array of financial services including structured financial products, advisory services with a primary focus on infrastructure initiatives

Over the years, IFIN has specialized in infrastructure financing transactions, with a combination of Investment Banking skill sets comprising of Debt Structuring and Distribution (DS&D), Corporate Advisory and Lending capabilities. IFIN has evolved into an end-to-end Financial Service provider with a culture based on commitment to timely delivery and value addition

IFIN has launched the Infrastructure Debt Fund (IDF) in association with LIC which has successfully completed fund raising for its schemes. However with a view to consolidate the Asset Management Business under single entity, IL&FS Group had proposed to restructure the IDF shareholding by transfer of stake from IFIN to IL&FS Investment Managers Limited (IIML). The Stake of IFIN in IDF business was transferred to IIML with effect from January 1, 2017 and all statutory and legal formalities regarding this change has been completed

DS&D facilitates raising of debt resources for key IL&FS Group entities and also for external clients by Loan Syndication and Debt Capital Market segments. As part of a strategy to diversify the resource base, DS&D over the period, has aggressively targeted alternative sources like the Mutual Funds, Private Banks, NBFCs, FIs, Pension Funds and IDFs. The range of products includes Project Finance, Corporate Finance, Commercial Papers (CPs), Non-Convertible Debentures (NCDs) etc

The Asset and Structured Finance Group (ASF) of IFIN is the primary relationship originator with corporate clients. Thus it plays the role of being the principal interface between IL&FS Group/ IFIN and the corporate world. ASF team arranges as well as participates in tailored solutions for corporate clients with complex financial objectives. Most transactions arranged by Structured Finance are unique structures developed in close co-operation with the clients

The International subsidiaries of IFIN are licensed to offer Debt Advisory & Arranger Services, Fund Distribution, M&A Advisory and Equity Capital Market services, with restrictions to access retail and non-professional clientele. IFIN has built a robust franchise for distribution of both debt and equity products with a wide geographical reach. The regulatory compliances and reporting requirements for all the international subsidiaries have been complied with

(2) IL&FS Investment Managers Limited (IIML) :

IIML, a Subsidiary of your Company and the Fund Management arm of the IL&FS Group, is focusing on investments in three distinct segments : Private Equity (PE), Infrastructure and Real Estate

The global Private Equity Fund raising environment has picked up in Calendar Year (CY) 2016, with private equity fund raising US\$ 424 bn vis-à-vis US\$ 398 bn in CY 2015, an increase of 7%. This level of fund raising activity was last witnessed in CY 2008 reflecting a positive overall fund raising environment. However, the Private Equity fund raising for Emerging Markets has declined to US\$ 44 bn in CY 2016, a 9% decline from CY 2015. Private capital investment also decreased, as fund managers deployed US\$ 28 bn in Emerging Markets, down from US\$ 32 bn deployed in CY 2015. Overall, the emerging markets share of global fund raising continued to be at a historical low of 10% in 2016, the lowest in 9 years while the share of emerging market investment remained constant at 7% over the same period. Emerging Markets are expected to show a marginal increase in growth in the coming years, as compared to 2016

Meanwhile Private Equity investments in India fell both in number and value terms in FY 2017. The value of transactions dropped by 44% to US\$ 12.1 bn in FY 2017 over FY 2016 and transaction activity too dipped by 33% over the same period. Investors' cautious optimism is aptly reflected in their increased focus on viable and profitable business models and reduced aggression on funding unproven business models, and marketing/promotion heavy, freebies/discounts led businesses. As a result, the sector has primarily witnessed secondary deals, with a large number of asset buyouts by financial long term investors especially in roads and renewable energy space

In order to augment its Assets Under Management (AUM), IIML has put together specific fund raising initiatives :

- (a) The IL&FS India Infrastructure Fund, a core infrastructure fund, is one of the leading initiatives in that direction. Given domain expertise of the Company and IIML's investment track record in the space, IIML plans to raise US\$ 1 bn infrastructure fund focused towards investing in growth capital in infrastructure companies and also selectively

investing in operating assets from a yield perspective. The fund commenced roadshows during the year, primarily in Japan, China and Australia. Currently, the team is in advanced discussions with select investors in each of these geographies

- (b) Further, given the stressed asset situation across the infrastructure space and IIML's expertise in managing infrastructure assets across the lifecycle, IIML is currently also managing the Stressed Assets Facility set up by the Company and Lone Star Funds. IIML has built an actionable pipeline of projects based on existing relationships within IL&FS Group
- (c) IIML has also set up a Subsidiary with participation of the Government of Andhra Pradesh. This company has also been appointed as a fund manager to the Andhra Pradesh Urban Development Fund. This, Company will also provide end to end solutions to various Municipal and Urban Local Bodies in the State of Andhra Pradesh. IIML's endeavour is to replicate this model across various other States and Urban Local Bodies in future
- (d) In order to consolidate all fund management activities of the Group under one entity, IIML has also taken over Infrastructure Debt Fund (IDF). Meanwhile, IDF has started fund marketing two Alternative Investment Funds i.e. Mezzanine Debt Strategy and Senior Debt Strategy and focussing on converting the interested investors
- (e) In order to channelize more funds into the infrastructure sector and also provide an opportunity to existing players to recycle their capital to invest in newer projects/ assets, the Government introduced the regulations for Infrastructure Investment Trusts (InvITs). A subsidiary of IIML is currently managing the IL&FS Transportation Investment Trust (InvIT) which fits well for a long hold, steady income seeking investor and the listed price of the InvIT is likely to reflect comparable bond yields
- (f) In view of the structured nature of the investor demand in Real Estate, a listed product is currently being marketed. It is proposed to raise a Fund on the London Stock Exchange. The team is focussed currently on targeting investors in UK and US to raise this Fund
- (g) IIML had announced the final close of its growth private equity fund i.e. Tara India Fund IV in FY 2017. The Fund announced first close in FY 2016 and received additional commitments during the

year from pedigree institutions. The Fund is currently being deployed across selected sectors and has made two investments

Meanwhile on the divestments front, IIML undertook 11 divestments during the year under review, and coupled with yield/ dividend income generated, provided reverse cash flows of ₹ 7 billion to its Investors during FY 2017. In the current year, IIML is working closely with investee companies to lay the path towards achieving liquidity over the next 2-3 years. This will help IIML in exhibiting a positive track record and hold the Company in good stead in future for fund raising

(3) IL&FS Securities Services Limited (ISSL) :

In this era of global inter-connectedness, Indian markets march in lockstep with the rest of the world. Volatility became the trademark for markets in 2016. The year began with a sharp pull out of Foreign Institutional Investors (FIIs) from India and other emerging markets. Then came a strong Union Budget, a shock UK vote to exit the European Union, Republican Donald Trump's surprise victory in the US presidential elections, an interest rate hike by US Federal Reserve, delay in the rollout of the Goods and Service Tax (GST), a new governor at the Reserve Bank of India, and above all, the Government's move to demonetise the ₹ 500 and ₹ 1,000 currency notes

ISSL's volumes grew consistently, client acquisition remained strong on two key segments ie Clearing and Custody. On September 30, 2016, ISSL achieved highest volume ever of ₹ 5,421 bn with market share of 24.6% and the deposit from Trading Members also crossed the historical high at ₹ 23 bn in Q1 FY 17. The average volumes during the year under review across asset classes increased by 54% to ₹ 1,683 bn from ₹ 1,090 bn during Previous Year

The client acquisition pipeline across business segments of Clearing, Custody and Fund Services looks promising and is expected to provide momentum for a strong business growth

Custody and Fund Services desks made strong inroads into the customer segments of AIFs, FPIs and large sized PMS Managers. ISSL Fund Services is on its way to acquiring market leadership position in non-Mutual Fund segments

The closing number of Depository Accounts as on December 31, 2016 was 131,914. ISSL added first set of clients in new service area of Account opening for Brokers

ISSL had obtained in principle approval from Board for setting up a Wholly Owned Subsidiary (WOS) in the International Financial Services Centre (IFSC), in

the Special Economic Zone of Gujarat International Finance Tec-City (GIFT City). ISSL would have the opportunity to play a role across Clearing, Settlement and other services to the participants of IFSC with both BSE and NSE setting up their presence in IFSC

ISSL CPG BPO, a Subsidiary of ISSL engaged in telecom and financial services operations facilitated vertical integration with certain processes within Fund Services, Custody and Clearing to ISSL to optimise on cost of resources. The business remained profitable though pricing pressures from key client remain

ISSL Market Services Limited (iMarkServ), a business under incubation performed well with acquisition of contracts across verticals for its anchor client. The business intends to pursue strategy of replicating the anchor client model to other clients and pursue goal of financial sustenance

ISSL is poised to retain a healthy profitability, growth and market positioning in FY 2018

(4) IIDC Limited (IIDC) :

IIDC Limited, a wholly owned Subsidiary of your Company, is engaged in providing project development advisory services mainly in the urban infrastructure space, including Smart Cities. It also continues to assist IL&FS Group in establishing Kukuza Project Development Company (KPDC) to take up project development in infrastructure sector in Africa. KPDC is expected to commence its operations in the near term

IIDC had also assisted IL&FS in establishment of Andhra Pradesh Urban Infrastructure Asset Management Limited (APUIAML), which has been incorporated on July 15, 2016. It is now extending requisite support to APUIAML in its various project development initiatives

In the meantime, keeping in view the broad complimentary nature of the business, steps have been initiated to merge IIDC with IL&FS Townships & Urban Assets Limited, which is a wholly owned Subsidiary of your Company

(5) IL&FS Transportation Networks Limited (ITNL) :

The year witnessed the award of the first Hybrid Annuity model that was developed by NHAI to address the various concerns of the industry participants. During the year under review, NHAI successfully awarded 25 projects on Hybrid Annuity Model (HAM) out of which only 8 were successful in achieving financial closure. 17 other projects awarded on HAM basis are yet to achieve financial closure. Even though NHAI is continuing to tender more projects on HAM basis, some of the projects have been re-tendered citing the higher bid price submitted by the bidders, as compared to NHAI estimates

During the reporting period, ITNL was able to achieve the following landmarks:

- (a) The Company was successful in securing award for Design validation and construction of underground station in the Chennai Metro Rail project a Joint venture of GOI and Government of Tamil Nadu on EPC basis in the state of Tamil Nadu
- (b) The company received appointed date for three of its projects including two four laning road projects of NHAI on BOT Toll basis in the State of Maharashtra and for Ranchi Ring Road Section VII in the State of Jharkhand
- (c) The company was also successful in tying up of debt for the following projects (i) Rail over Bridge project in Gujarat, (ii) Ranchi Ring Road Section VII project in Jharkhand, (iii) Khed Sinnar Road project in Maharashtra
- (d) Provisional Completion Certificates were received for (i) Thiruvananthapuram City road Project Phase –IV in the State of Kerala, (ii) two projects under RIDCOR Phase III in the State of Rajasthan, (iii) Khed Sinnar Road project in the State of Maharashtra, (iv) Chenani Nashri Tunnel Project in the State of Jammu & Kashmir and (v) for additional lengths in already operational Sikar Bikaner road project in Rajasthan
- (e) Completion Certificate for Chibasa-Kandra-Chowka road project in the State of Jharkhand
- (f) The Company commissioned the Rapid Metro South, which is a 7 km long extension to the already operational Rapid Metro in the city of Gurgaon on March 31, 2017
- (g) The Company was accorded with the prestigious Golden Peacock Awards in the 11th International Conference on Corporate Social Responsibility. During the reporting year the company also received an award for the CSR for the best Community Development for Baleshwar Fishery Project supported by Baleshwar Kharagpur project. The Rajasthan Mega Highway Project (RIDCOR) a Joint venture of Government of Rajasthan and IL&FS Transportation Networks Ltd. also received award for effective Project Financing and Economics by the International Road Federation. In addition to this the Tunnelling Association of India conferred the “**TAI Tunnelling Project of the Year Award**” to the company for the execution of the Chenani Nashri Tunnel Project

The Company continued its endeavours to reduce accidents on its project roads in order to provide a safe passage to its users. The Company also remained

focused on trying to address social issues in its project catchment areas through its various community intervention programmes under its CSR ambit

On the international front, the company is actively pursuing EPC, Operation & Maintenance (O&M), OPRC contracts in the various markets it has presence in. The Company made its foray into the South East Asian market with its Microsurfacing capabilities and was awarded its first contract in Vietnam. The Company was also awarded its first Road Maintenance contract in the North American markets during the year and has since been awarded few additional works. The Company also expects to free up its equity through the divestment of select operational assets as well as through the launch of InvIT

(6) IL&FS Energy Development Company Limited (IEDCL) :

IEDCL, a Subsidiary of your Company continues to focus on catalyzing reliable and environment friendly power at an affordable cost and make investments in various energy assets with a suitable mix of projects based on fossil fuels and renewable sources. IEDCL currently has an operational portfolio of 2870 MW of power generation, and 840 kms of 400 kV D/C transmission lines. Further, around 144 MW of power generation capacity is under implementation and is targeted to be commissioned in the current financial year. Around 8,600 MW capacities are under various stages of development

(a) Major Conventional Projects :

IEDCL has implemented a 1,200 MW Coal based thermal Power Project at Cuddalore in Tamil Nadu. The Unit 1 (600 MW) was put into commercial operation in September 2015 and Unit 2 (600 MW) commenced commercial operations in Q1 of the current financial year. IEDCL executed a 15 year Power Purchase Agreement for Unit 1 with Tamil Nadu Discom for 540 MW. The Long Term Power Purchase Agreement for balance capacity is also being tied up in the southern region. During FY 2016-17, ITPCL generated 4976 MUs of power with total revenue of ₹ 22,732 mn

The project capacity of 726.6 MW of the Tripura Gas Power Project domiciled in ONGC Tripura Power Company Limited (OTPC) has been operationalized. Two unit of 363.3 MW are in commercial operations. The 663 km associated transmission line from Pallatana to Bongaigaon is also operational. During FY 2017, OTPC generated 4,170 MUs of power with total revenue of ₹ 12,945 mn

OTPC has initiated steps for development of another 2 units of 363.3 MW each, for which DPR has been prepared. The proposed expansion

is also in line with the Hydrocarbon Vision 2030 of Ministry of Petroleum & Natural Gas that has projected expansion of the OTPC project

The project of Indo Nepal Transmission Line was commissioned during February 2016. The availability of both the India and the Nepal sections of the transmission line for FY 2017 was 100%. IEDCL is extending management support services to both the Indian and Nepalese SPV's at an aggregate consideration of ₹ 15 mn for FY 2017

For the FY 2017, the revenue for the India and Nepal portion was ₹ 479 mn and ₹ 161 mn respectively and the unaudited PAT was ₹ 103 mn and ₹ 58 mn respectively

In addition to the above, IEDCL is engaged in developing other projects, including:

- (a) 3,960 MW Coal based Thermal Power Project at Nana Layja, Gujarat
- (b) 2,000 MW Gas based Power Project and 5 MTPA LNG Terminal at Nana Layja, Gujarat

(b) Renewable Projects :

Out of the total targeted capacity of 1,004 MW of wind projects, as of March 31, 2016, projects aggregating to 775.2 MW became operational. Out of the capacity of 775.2 MW erected through WWIL, 745.6 MW was revenue generating as of March 31, 2017. The balance capacity will be progressively commissioned during FY 2018

During the year ended March 2017, Operational wind portfolio generated 1228 MUs of power with total revenue of ₹ 6,707 mn

The operational biomass power portfolio comprises of 80 MW of bagasse based cogeneration power projects and 25 MW of biomass based power projects

In May 2015, IEDCL had commissioned 40 MW solar power projects implemented under the National Solar Mission. During the year ended March 31, 2017, this Project generated 77.3 MUs of power with total revenue of ₹ 522 mn

IEDCL has executed a Joint Venture agreement with Government of Rajasthan (GoR) for development of solar parks with aggregate generation capacity of 5,000 MW. Saurya Urja Company of Rajasthan Limited (SUCRL), a JV Company is initially developing a solar park of 1,000 MW capacity at Bhadla in Jodhpur district. The Bhadla Solar Park is expected to be completed by March 2018

SUCRL has identified land for the next park in Jaisalmer District (capacity 1,000 MW – 1,500 MW) and has applied to GoR for allocation of requisite land

In addition to above, IEDCL is also engaged in the advisory business and is focusing on new and emerging areas such as Energy Efficiency, Distribution Reforms, PMC for implementation of Distribution Strengthening Schemes, etc

(7) IL&FS Maritime Infrastructure Company Limited (IMICL) :

IMICL, a Subsidiary of your Company, has been set up with an object of creating a value-added business platform in the maritime and logistics sector. IMICL is creating a diversified portfolio of assets, services and strategic alliances through development and implementation of marine infrastructure and associated projects. The Union Government is pushing the infrastructure agenda which, inter-alia, includes ports and other maritime business like inland waterways, more recently through the 'Sagarmala Initiative' connectivity and integration of services. IMICL is focussed on implementation of select projects and monetizing projects as well where development is completed

IMICL has established a foothold in the Indian maritime space as well as port based infrastructure, with a footprint across India and United Arab Emirates (UAE). During the year under review, revenue generation achieved is close to ₹ 2.4 bn from two projects operated by the Company

You would be pleased to learn that the Fujairah Tank Terminal was awarded the prestigious "Safe and Secure Port/Terminal of the Year 2017" by Global Ports Forum Pte, Singapore, while continuing to be number one ranked performer in Fujairah. The Terminal has been successfully operating at more than 90% capacity and has handled almost 10 million cbm of cargo since its inception in 2015. The Terminal successfully obtained ISO 9001:2015, ISO 14001:2015 and OHSAS 18001:2007 certifications during the year under review

Towards increasing revenue generation in the short term, without investments, IMICL has taken part in bidding for large consultancy projects in the sector which would be paid for by the Ministry, where the skills developed by IMICL could be utilised

A summary of Projects undertaken by IMICL as follows:

- (a) Operating Projects:
 - (i) Liquid Storage Tank Terminal, Fujairah, UAE
 - (ii) Coal Handling Logistics at Karaikal Port
 - (iii) Reliance Defence & Engineering Limited (Investment of 7.21% equity)

(b) Projects under Implementation:

- (i) Berths at Dighi Port, Maharashtra

(c) Projects under Development:

- (i) Nana Layja Integrated Maritime Complex, Gujarat, comprising of a Shipyard and a SEZ with captive port and a LNG terminal
- (ii) A Greenfield Port in Gujarat
- (iii) Cuddalore Captive Port, Tamil Nadu

(8) IL&FS Environmental Infrastructure & Services Limited (IEISL) :

IEISL played an important role in framing the regulatory regime for Municipal Solid Waste (MSW) Management in the year 2016. While amendments were carried out in the Solid Waste, Bio-Medical, Hazardous, Plastic, and E-waste management rules. The Government also notified the C&D Waste Management Rules in the year 2016 in close co-ordination with IEISL. The amendments / notifications were made to ensure close monitoring of source segregation, recycling, involvement of waste pickers / recyclers, centralized treatment such as Waste to Energy. The rules also imposed strict penalty in case of non-compliance. While the year 2016 saw the evolution of regulatory framework, the year 2017 is the first year of implementation of the above regulatory changes

The major achievements of FY 2017 include:

(a) Construction & Demolition (C&D) Waste Management:

The second facility at Shastri Park in Delhi with a 500 TPD capacity is commissioned during the year. As on date, the Company has processed around 30 lakhs tons of C&D waste at its Burari Facility. The recycled C&D products have also been used in newly built Supreme Court Complex and DDA facilities. Consent to Establish 3 new C&D Waste Management facilities in Delhi have been received. The Company has also been selected for implementing a 100 TPD C&D plant in Mysuru

(b) Collection & Transportation (C&T) of waste:

The success of Nagpur and Vadodara C&T businesses has been replicated in South Delhi. The Company has been awarded two C&T projects in the Central and South Zone of South Delhi Municipal Corporation. The work on Central Zone has already started. The focus is on segregation of the different waste streams every day. Information, Education and Communication (IEC) program has also been put in place to sensitize the population with regards to avoidance of littering and the importance of segregation of waste

While the work on Central Zone has already started, the preparatory works for the South Zone is in process. The South Zone Project is being implemented in partnership with Urbaser SA, a leading waste management company from Spain. In addition to South Delhi, C&T and the Varanasi Ghat Cleaning Project was also awarded to IEISL. The efforts have made a significant difference in the cleanliness of the Ghat and have been appreciated by all

(c) Waste to Energy:

The Company acquired the 12 MW Ghazipur Waste to Energy (W2E) plant during the year. The Country's first Euro Norms Compliant plant has exported around 13 million units of Green Energy till date. The first boiler of Company's second WtE facility at Hyderabad is also likely to be commissioned by June end 2017. Learnings from Ghazipur and Hyderabad will help the Company to compete better in the waste to energy business

(d) Composting:

IEISL, has over the years, been working with the Government for provision of Marketing subsidies. Consequently, after protracted discussions, the Government, in January 2016, approved a Market Development Assistance of ₹ 1,500 / ton of compost. Fertilizer companies have also been instructed to co-market the compost with chemical fertilizers through their dealers' network and to adopt villages for promoting the use of compost. Government Departments and Public Sector Undertakings have been mandated to use compost for their horticulture and related uses

(e) Advisory:

The GIS Arm has been awarded prestigious projects from Government of Maharashtra and Rajasthan and India Meteorological Department for GIS mapping of land and meteorological records respectively during the quarter. The Company has also been shortlisted to implement a Project for the World Bank in Vietnam for providing end-to-end GIS application and forecast and early warning meteorological information

(f) Clean Development Mechanism:

The Company has signed a contract for selling about 395,000 CERs to a Norwegian Fund at US\$ 5. The CERs will be supplied from our Kozhikode and Mysuru Plants

(9) IL&FS Township & Urban Assets Limited (ITUAL) :

ITUAL, a Subsidiary of your Company, has been mandated to spearhead the development of new cities, affordable housing and other urban assets of the Group

(a) Developments in Gujarat International Finance Tec-City (GIFT) :

As a co-developer and anchor investor of GIFT Project, ITUAL has subscribed to the development rights of 7.77 million square feet in GIFT. It has completed development of two 30-storey commercial buildings (viz, GIFT One and GIFT Two) of international standards, with an aggregate built-up area of 1.6 million sq ft at an estimated investment of about ₹ 9 billion. Majority of the area in these two buildings have been sold / leased out

With the commencement of operations of International Financial Services Centre and India International Exchange (INX), the first International Exchange in India in GIFT, the city is rapidly emerging as a major Financial Services destination

GIFT city is expected to create employment for about 12,000 youth in ITES and financial services sector over the next 12 months and would require a large number of housing units to support this growth. ITUAL is now planning to develop residential apartments in GIFT

(b) International Stadium in Kerala :

ITUAL, as the Development Manager, has completed development of a multi-purpose stadium at Karyavattom near Trivandrum, Kerala. The project SPV, a subsidiary of ITNL, has been receiving annuity for the Project. ITUAL is now facilitating the SPV in generating other operational revenues for the Project

(c) Housing :

The Government of India has announced a number of policy and fiscal interventions for achieving the objective of Housing for All. ITUAL is currently exploring a number of opportunities in affordable housing segment in co-ordination with other IL&FS Group Companies

(10) IL&FS Engineering and Construction Company Limited (IECCL) :

IECCL has streamlined its operations and sharpened its focus on which projects to pursue. As a result, the Company has begun to show improved success in securing mandates in the project execution. In October 2016, IECCL appointed Mr Mukund Sapre as its Managing Director

During FY 2017, IECCL mobilised ₹ 530 million by way of preferential allotment of Equity Shares and redeemed Preference Shares worth ₹ 530 million. The current order book of IECCL is healthy and the Company continue to focus on execution. With an impetus to infrastructure

sector by the Government of India, IECCL expecting a turn-around in FY 2018

(11) Hill County Properties Limited (HCPL):

IL&FS Group was inducted as Promoter in HCPL (formerly Maytas Properties Limited) vide an Order of the Hon'ble Company Law Board (CLB) to complete Hill County project, to protect interest of all stakeholders and to serve public interest. HCPL has taken all requisite steps to comply with the stipulations laid down in the CLB Order

HCPL has completed its flagship Hill County Project and is in process of completing delivery of Villas and Apartments and also, handover of possession to the customers including for that of new sales of unsold inventories. The same has taken undue time because of past legacies inherited and expected to take two more years to complete. HCPL has entered into settlements with its Bankers as well as with its PE Investor to settle its dues over a period of five years

HCPL has land parcels and land development rights primarily in Hyderabad, Vizag and Vijayawada. HCPL with help from Consulting Agency is in discussions with co-developers to monetise these land parcels and land development rights through outright deferred sale model, joint developments held by HCP Land its Subsidiaries which will ensure settlement of dues including those of the IL&FS Group

(12) IL&FS Education & Technology Services Limited (IETS) :

IETS a Subsidiary of your Company is engaged in the business of Education, Technology Solutions, Skills Development, Assessments and Cluster Development. These businesses are operated through IETS and its Subsidiaries. During the year under review, IETS focussed on leveraging the monetization potential of the network created in the past. Also, IETS has been focussing on diversifying its business beyond the government through technology led B2B and B2C initiatives

The year under review has witnessed a few foreign investments in the Indian edutech sector indicating that the sector is becoming lucrative for such investments. The Skill India initiative has gained traction during the year benefitting the operations of the subsidiary of IETS (IL&FS Skills Development Corporation Ltd.{ISDC}), and has also triggered private sector funding in the form of Corporate Social Responsibility (CSR) of the corporates

(I) Education Services Group (ESG) :

During FY 2017, IETS has taken steps to expand its portfolio and has also established its footprints in Non-ICT @schools segment. IETS revenue mix from non-ICT segment has been 30% for FY 2017

as compared to 14% for FY 2016. Highlights of the operations including the various new initiatives are as follows:

(a) Computer labs (ICT@Schools) :

IETS has implemented new ICT labs projects in the States namely Puducherry, Dadra & Nagar Haveli, Daman & Diu and Jharkhand totalling to 441 schools with an approximate revenues of ₹ 830 Mn. IETS is managing nearly 18,000 ICT Labs in 7 states and 3 Union territories impacting over 10 mn students and teachers. Computer labs project for West Bengal is targeted for FY 2017 and bids were expected from the states of Bihar, Madhya Pradesh, Maharashtra and Chhattisgarh, however the same are expected to be awarded during FY 2018

(b) K-Yan & K-Class :

IETS observed great traction in the sale of K-Yan (proprietary product of IETS), 10,000 units have been sold in the Financial Year ending March 2017 which is double the number sold in previous Financial Year. The model has been launched with new advance features for connected classrooms to be used with Laptops/ Tabs. Further, to meet the requirement of International Standard UL certification related to safety standards have been completed

(c) Future Class – Collaborative Learning Solution for K12 in Partnership with Google :

During the year 2016-17, IETS has partnered with Google to market the joint education stack/ solution to K 12 schools and Universities offering cloud based education applications developed by Google, customized operating system on Chromebooks, K Yan digital content, assessment solutions, and professional training for teachers branded as Future Classrooms. This partnership has shown significant growth and IETS has forayed into the private schools, public domain, higher education domain to offer the stack and services

(d) Community and Supplementary Education :

IETS has standardised its bouquet of services for the Corporates which have education as part of their CSR agenda and as on date number of corporate sponsors are 27

(e) Online Education Portal :

During the year under review, IETS has developed and launched KClass Plus and has rebranded it as Geneo, as next generation teaching-learning ecosystem which has been

modeled to be available on Cloud, and as an App on all devices. The content is mapped and blended with textbook and curriculum

IETS is exploring partnership with IBM Watson to add Artificial Intelligence (AI) layer for personalized learning and automated tutoring

(f) Mobile App for learning Spoken English (Self Learning based and Remote Tutor led): English Bolo :

IETS has launched its online and mobile based application namely, English Bolo, which has been developed with US based Ed-tech organization - English Helper at a unit price of ₹ 999/- per user

(II) Skills Group :

IETS and its subsidiary IL&FS Skills Development Corporation Limited (ISDC), have trained more than 225,000 candidates during the year under review under various skills training programmes. The business teams within ISDC have been realigned into four business verticals Government mandates, Retail (B2B/B2C), CSR Services and Enterprise Solutions. 15% of trained numbers during FY 2017 are contributed by Corporate mandates and remaining are from Government mandates

(a) Government Mandates:

During the year under review, ISDC got the largest share of numbers to be trained under the Pradhan Mantri Kaushal Vikas Yojana (PMKVY Phase II), Ministry of Skill Development and Entrepreneurship (MSDE) scheme, considering its credentials and reach demonstrated in earlier schemes. Also, Integrated Skill Development Scheme of Ministry of Textiles has been implemented with largest allocations

(b) CSR supported:

ISDC has acquired fresh contracts for placement linked training programs. With this, ISDC is now working with 28 corporates in the area of skill development

(c) Retail Business (Trainee Paid/Employer Paid Programmes):

ISDC has identified BFSI, IT and Hospitality as sectors to offer courses under Trainee paid/Employer paid ('Hire and Train') models. Few highlights are as follows:

(i) BVoc Program in Hospitality and Automobile Sectors :

The University Grants Commission (UGC) had launched a scheme on skills

development based higher education as part of college/university education, leading to Bachelor of Vocation (B.Voc.). ISDC has partnered with Kumaun University for implementation of pilot project of B.Voc Programme in two sectors, Hospitality and Automotive. ISDC is working on scaling up of B.Voc programme

(ii) New Initiative: Skill Exchange :

ISDC undertakes training and placement largely for the blue collar workers. ISDC has placement relations (1,000 employers), sourcing capability (presence in more than 450 districts), training expertise (> 150,000 youth in 15 labor intensive sectors annually) and assessment expertise (through STAMP)

This ecosystem is planned to be suitably leveraged to build a new business for an online skills marketplace – Skill Exchange

(d) Enterprise Development Solutions (EDS) :

ISDC has launched EDS to bring multiple Small & Medium Enterprises (SMEs) together and link them with financing agencies, financial advisors, technology & marketing consultants and process improvement techniques. The services being offered are: diagnostic study of the concerned Enterprise for identifying gaps, Productivity improvement programs based on the gap identified, Training of supervisors and middle level management and guidance to individuals for setting up of an enterprise

(III) Clusters Group :

The advisory projects of ICDI are being carried out smoothly and ICDI has been able to generate traction in its Africa initiatives. ICDI has initiated implementation of two new mandates: One from Government of Telangana to provide project advisory services for development of Mega Textile zone, and the other from Govt. of Andhra Pradesh for providing Project Management and Monitoring support to the Textile Department of the State

(IV) Assessment Business :

Skills Testing Assessment Management Partners (STAMP), a subsidiary of IETS, which is engaged in providing assessment solutions in the area of education, vocational skills and corporate training, has been making steady progress. STAMP has made its impact in the business of providing assessment solutions and knowledge

management on a life-cycle approach: students, youth (job seekers) and working professionals

(13) IL&FS Technologies Limited (ITL) :

ITL a Subsidiary of your Company, is engaged in providing citizen centric e-Governance program using various financial models be it Public Private Partnership (PPP), Build-Own-Operate-Transfer (BOOT), in domestic as well as Middle East, Southeast Asia and SAARC nations. Its portfolio includes various award winning statewide and countrywide e-governance programs across smart governance, land governance and analytics

Key achievements of ITL in the four broad verticals, this fiscal:

(a) E-Governance :

ITL executes various citizen centric G2C projects on outcome based models. Noteworthy new projects include prestigious e-Health programs both at Centre and State level. Current implementation programs in Himachal Pradesh and in the State of Rajasthan have won national awards. Additionally, as part of increasing annuity revenues, ITL got empanelled with National Informatics Center (NIC) to augment resources in the area of Data Center services. This empanelment would enable ITL providing high-end technical resources to various state and central datacenters across the country

(b) Land Governance :

ITL is one of the largest solutions provider for land modernization programs at a global level. The countrywide LTCP program in Philippines has expanded to include new services such as e-Titling and likely to be featured again at the World Bank forum in Washington. In India, this fiscal ITL has won projects in the state of West Bengal, Rajasthan and Orissa

(c) Smart Infrastructure :

Having worked on several internal and external projects, ITL is uniquely positioned, to provide holistic solutions for smart cities including urban safety and security apart from e-Governance. Investments in this vertical have resulted in significant wins in one of India's first truly integrated Smart City in Naya Raipur. ITL has also been empanelled as a campus WiFi implementation partner for central universities across India

(d) Analytics & Big Data :

ITL made early investments in the space of big data and analytics having executed projects in the space of social infrastructure and benefits to citizens. Despite the slowdown in the start-up and

ecommerce areas, this fiscal our marquee wins include data analytics projects from Andhra Pradesh Government and PNB HF in banking sector

ITL continues to post industry leading growth rates YoY in Revenue, Order Book and Profitability

PERFORMANCE OF SUBSIDIARIES, ASSOCIATES & JOINT VENTURES:

A separate statement pursuant to Section 129(3) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 as amended from time to time, containing the salient features of the Financial Statements of the Company's Subsidiaries and Joint Ventures in Form AOC-1 appear as Item 49(b) in the notes forming part of Consolidated Financial Statement

CORPORATE SOCIAL RESPONSIBILITY:

Your Company believes that the activities that it is engaged in ie, building and financing of infrastructure, will help shape the future of domestic economy. Accordingly, your Company is focusing on strengthening development of projects through supporting interventions leading to a sustainable and inclusive growth

During the year under review, your Company has :

- (1) supported about 3,000 candidates by IL&FS Group Companies under Nalanda Skill Program – aimed at unemployed youth belonging to economically weaker section of the Society. About 2,000 candidates were placed successfully in jobs;
- (2) sponsored 18 livelihood and water harvesting related projects for enhancing income-generation of 3,500 rural people, predominantly women;
- (3) ensured the reach of mobile medical interventions in the area of health and sanitation to about 255,000 rural residents in 290 villages in the States of Jharkhand, Punjab, Himachal Pradesh, Maharashtra and Tamil Nadu;

The various CSR activities carried out by your Company, during the year under review include:

- (1) Livelihood Enhancement Projects
- (2) Promoting Education
- (3) Preventive Health Care

A separate Report on the CSR activities is enclosed as an Annexure I to this Report

RESOURCES :

Your Company has raised its financial resources principally through working capital facilities and term loans from banks, deposits from corporates, issue of non-convertible debentures, non-convertible redeemable cumulative preference shares, commercial paper and loans from multilateral funding

agencies. Resources raised are in line with the requirements that Systemically Important Non-Deposit Accepting Core Investment Companies (CIC-ND-SI) is required to comply, keeping in mind the management of interest rate risk, potential asset liability mismatch and treasury operations

During the year, your Company maintained the highest credit rating provided by Credit Ratings Agencies for its borrowing by issuance of debt instruments on a private placement basis

RISK AND COMPLIANCE FRAMEWORK :

- (1) Your Company has an established practice of compliance reporting covering all operations and support functions; compliance reporting is also subject to internal audit and is periodically reviewed to ensure comprehensive coverage. Similar practices are being established in all major subsidiaries and associates with the coordination and support of the Credit & Risk Management Group
- (2) Asset Liability Management has been an area of focus in the context of the preponderance of investments on the Company's balance sheet as a CIC, and the need to maintain a consistent liability profile. Resource mobilisation has accordingly been concentrated on issuance of securities on long term basis and asset liability mismatches maintained well within regulatory limits. The Company also observes a policy for maintaining reserve liquidity invested in bank deposits and other high quality liquid assets
- (3) Substantial progress has been achieved during the year on development of Enterprise Risk Management (ERM) framework across group companies in infrastructure verticals as well as in financial services. Group verticals and other major companies have established a practice of periodic reporting to the Board of Directors or a designated committee of the Board on key risks, mitigation plan, action taken and migration history, as well as on the broader risk profile and further development of ERM processes. Adequacy of the ERM framework is further tested in the process of review of Internal Controls for Financial Reporting conducted by independent agencies as required under the Companies Act, 2013
- (4) A groupwide exercise for comprehensive identification of statutory and regulatory obligations on a greenfield basis was taken up during the previous year with pilot assessment for two project companies. Implementation has been taken up for one major vertical, which is expected to go live in the near term. Rollout on groupwide basis is also planned in the first quarter. The technology based solution provides a monitoring platform which will track compliances and escalate exceptions, and will be backed up by service level agreement for updates for change of law. The system will, inter-alia, facilitate statutory certification of compliance with all applicable laws

VIGIL MECHANISM / WHISTLE BLOWER POLICY :

Your Company believes conducting the affairs of its business in a fair and transparent manner by adopting highest standard of professionalism, honesty, integrity and ethical behavior

As per the provisions of Section 177(9) of the Companies Act, 2013, your Company formulated and adopted a Whistle Blower Policy and Vigil Mechanism for employees and Directors of the Company in order to report instances of unethical behavior, violation of Company's Code of Conduct. A copy of the Whistle Blower Policy is available on the Company's website: <https://www.ilfsindia.com/investors/>

To report any suspected or confirmed incident of fraud/ misconduct, the aggrieved person can reach the

Ombudsman designated by your Company or the Chairman of the Audit Committee on following email id's :

Mr Arun K Saha, Ombudsperson at : arun.saha@ilfsindia.com

Mr RC Bhargava, Chairman of Audit Committee at : rcbconsulting@gmail.com

FIXED DEPOSITS :

Your Company has been registered as Systemically Important Non-Deposit Accepting Core Investment Company (CIC). The Regulatory Framework for CIC in terms of RBI guidelines prohibits/ restricts the CICs from raising funds by way of public deposits. Accordingly, your Company has not accepted any public deposits nor intends to raise any money by way of public deposits

BOARD AND COMMITTEES :

(1) The Members of the Board and their Attendance at Board and General Meetings :

Four Board Meetings were held during the year under review. The Meetings were held on May 24, 2016, August 24, 2016, December 12, 2016 and February 28, 2017. The attendance at the above mentioned Board Meetings and the Annual General Meeting held on September 29, 2016 is as follows :

Name of the Director	DIN	Number of Board Meetings Attended	AGM attendance
Mr Ravi Parthasarathy	00002392	4	Yes
Mr Hari Sankaran	00002386	3	Yes
Mr Arun K Saha	00002377	4	Yes
Mr VK Sharma (Resigned with effect from March 28, 2017)	02449088	2	-
Mr S Bandyopadhyay @	03558215	3	-
Mr Yoshihiko Miyauchi	00991171	-	-
Mr Hiroshi Nishio	06827437	4	-
Mr Harish H Engineer	01843009	4	Yes
Mr R Govind (Resigned with effect from February 1, 2017)	07223932	3	-
Mr BK Singal (Appointed with effect from March 2, 2017)	07753602	-	-
Ms Anshula Kant (Resigned with effect from June 27, 2016)	06998644	-	-
Mr C Venkat Nageswar (Appointed with effect from August 24, 2016)	07234179	1	-
Mr Sanjeev Doshi	02237584	4	-
Mr RC Bhargava	00007620	4	-
Mr SB Mathur	00013239	4	Yes
Mr Michael Pinto	00021565	4	-
Mr Jaithirth Rao	00025289	3	-
Ms Rina Kamath	07136529	3	-
Mr Takehisa Kaneda Alternate to Mr. Y Miyanchi (Resigned with effect from March 14, 2017)	07082839	4	Yes
Mr Kiyokazu Ishinabe Alternate to Mr. Y Miyanchi (Appointed with effect from March 14, 2017)	07763966	-	-

@ Mr S Bandyopadhyay, LIC Nominee on the Board of the Company, has resigned as Director with effect from April 3, 2017 pursuant to the communication from LIC

(2) Committees of the Board :

(a) Audit Committee :

The Audit Committee of the Board of Directors of the Company comprises of two Independent Directors viz, Mr RC Bhargava, Chairman, Mr Michael Pinto and Mr Harish H Engineer, Nominee Director. The Audit Committee had six Meetings during the year under review ie, May 23, 2016, August 23, 2016, August 30, 2016, October 24, 2016 (two Meetings) and February 27, 2017

The attendance status of the Members at the Audit Committee Meetings is provided below. The Internal Auditors as well as Statutory Auditors of the Company are invited and remain present for all Audit Committee Meetings

No	Name of the Member	Number of Meetings attended
(1)	Mr RC Bhargava	6
(2)	Mr Harish H Engineer	6
(3)	Mr Michael Pinto	6

The duties and responsibilities of the Audit Committee are as defined under provisions of the Companies Act, 2013

(b) Nomination & Remuneration Committee :

The Nomination & Remuneration Committee (NRC) comprises of Mr SB Mathur, Chairman, Mr Harish Engineer and Mr Michael Pinto as Members of the Committee. The Committee had three meetings during the year under review. The Meetings were held on April 25, 2016, August 3, 2016 and February 28, 2017

No	Name of the Member	Number of Meetings attended
(1)	Mr SB Mathur	3
(2)	Mr Harish H Engineer	3
(3)	Mr Michael Pinto	3

The responsibilities of the NRC, inter-alia, include :

- to identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down and recommend to the Board, their appointment and/or removal and shall carry out evaluation of every Director's performance;
- to formulate criteria for determining qualifications, positive attributes and independence of Directors and recommend to the Board a policy relating to the

remuneration for the Directors, KMP and other employees; and

- to endorse the methodology and distribution of Performance Related Pay to the employees of the Company;

(c) Risk Management Committee :

The Risk Management Committee comprised of Mr S Bandyopadhyay, Chairman, Mr RC Bhargava, Mr Michael Pinto and Mr Arun K Saha. No meeting of the Risk Management Committee was held during the period under review

The responsibilities of the Risk Management Committee, inter-alia, include:

- review of the adequacy of the risk management framework and operational procedures developed for new businesses and products from time to time;
- provision of guidance on strengthening of risk management practices to respond to emerging global and national market and regulatory developments;
- approval of overall limits for management of credit risk, liquidity risk and market risks;
- review of asset liability management reports and provision of directions on improved management of liquidity and interest rate risk;
- review of the capital adequacy requirements of the Company and provision of recommendations for the consideration of the Board in relation to the parameters to be considered in this regard;
- review of the Company's compliance programme; and
- review of the status of any enquiry, investigation and other disciplinary action initiated by RBI, SEBI or other regulatory agencies

Mr S Bandyopadhyay, has resigned as Director on April 3, 2017 and at the Meeting of the Board of Directors of the Company held on August 24, 2017, the Risk Management Committee has been re-constituted and currently comprises of Mr Hemant Bhargava, Chairman, Mr RC Bhargava, Mr Michael Pinto and Mr Arun K Saha

(d) CSR Committee :

In accordance with the provisions of the Companies Act, 2013, your Company has constituted a CSR Committee. The Committee comprises of Mr Ravi Parthasarathy, Chairman, Mr Hari Sankaran, Mr Arun K Saha, Mr Jaithirh

Rao and Ms Rina Kamath. The Committee met once during the period of review on April 21, 2016

No	Name of the Member	Number of Meetings attended
(1)	Mr Ravi Parthasarathy	1
(2)	Mr Hari Sankaran	1
(3)	Mr Arun K Saha	-
(4)	Mr Jaithirth Rao	1
(5)	Ms Rina Kamath	1

The responsibilities of CSR Committee includes to:

- frame and recommend to the Board of Directors, a CSR Policy which shall indicate the activities to be undertaken by the Company
- recommend the amount of expenditure to be incurred on the activities specified
- establish a monitoring mechanism including the mandatory MIS/ Reporting formalities
- ensure the build-up of a robust pipeline of CSR initiatives to avoid any carry forward of fund allocations
- formalise the operational structure of the CSR Program

(e) Committee of Directors :

The Committee of Directors of the Company comprises of Mr Ravi Parthasarathy, Chairman, Mr Hari Sankaran, Vice Chairman & Managing Director and Mr Arun K Saha, Joint Managing Director & CEO of the Company. The Committee is responsible for dealing with all on-going operational matters, including credits and investments, subject to the limits as specified by the Board of Directors of the Company from time to time, as well as the general management of the Company in its ordinary course of business

At the Meeting of the Board of Directors of the Company held on August 24, 2017, the Committee of Directors has been reconstituted and currently comprises of Mr Hari Sankaran, Chairman and Mr Arun K Saha

(f) IPO Committee :

Your Company has constituted an IPO Committee comprising of Mr Ravi Parthasarathy, Chairman, Mr Hari Sankaran, Mr Arun K Saha, Mr Sanjeev Doshi. In addition, Mr Vibhav Kapoor, Group Chief Investment Officer of the Company as well as representatives of institutional shareholders viz: LIC and Bay Capital are also Members of the Committee. The Committee has been constituted

for working out a strategy for Initial Public Offer of the Company

(g) Corporate Affairs Committee :

Your Company has constituted a Corporate Affairs Committee comprising of Mr Ravi Parthasarathy, Chairman, Mr Hari Sankaran, Mr Arun K Saha, Mr RC Bhargava, Mr Michael Pinto and Mr Takehisa Kaneda*. The Committee is responsible to review and advice on critical corporate matters. No meetings of the Corporate Affairs Committee was held during the period under review

* Mr Takehisa Kaneda resigned with effect from March 14, 2017. At the Meeting of the Board of Directors of the Company held on August 24, 2017, the Corporate Affairs Committee has been reconstituted and currently comprises of Mr Hari Sankaran, Chairman, Mr Arun K Saha, Mr RC Bhargava, Mr Michael Pinto and Mr Kiyokazu Ishinabe

(h) Stakeholders' Relationship Committee :

In terms of the provisions of the Companies Act, 2013, your Company has constituted a Stakeholders Relationship Committee comprising of Mr SB Mathur, Chairman, Mr Takehisa Kaneda* and Mr Arun K Saha. The Committee is responsible for resolving stakeholder's grievances, if any. So far the Committee has not received any complaint

* Mr Takehisa Kaneda resigned with effect from March 14, 2017. At the Meeting of the Board of Directors of the Company held on August 24, 2017, the Stakeholders' Relationship Committee has been reconstituted and currently comprises of Mr SB Mathur, Chairman, Mr Arun K Saha and Mr Kiyokazu Ishinabe

(i) Management Board :

In view of the increase in the scale of operations of the Group, the Board of Directors of the Company had constituted a Management Board comprising of Senior Executives of the IL&FS Group. The Management Board comprises of :

- Mr Ravi Parthasarathy, Chairman
- Mr Hari Sankaran
- Mr Arun K Saha
- Mr Vibhav Kapoor
- Mr Ramesh C Bawa
- Mr K Ramchand
- Mr Shahzaad Dalal*

* Mr Shahzaad Dalal, retired from the Services of the Company with effect from December 31, 2016

At the Meeting of the Board of Directors of the Company held on August 24, 2017, the Management Board has been re-constituted and currently comprises of :

- (i) Mr Hari Sankaran, Chairman
- (ii) Mr Arun K Saha
- (iii) Mr Ramesh C Bawa
- (iv) Mr K Ramchand
- (v) Mr Vibhav Kapoor

The Management Board is responsible for:

- (i) reviewing all operational issues;
- (ii) formulating strategies and ensuring effective implementation thereof;
- (iii) formulating and implementing risk mitigation measures based on the business models; and
- (iv) reviewing issues with regard to Human Resources on a Group level

The Management Board met four times during the year under review on June 13, 2016, August 31, 2016, November 22, 2016 and December 12, 2016. All Members were present for the Meetings

In addition to the foregoing, your Company has other Committees comprising of its Senior Executives for carrying out specific as well as on-going operations of the Company, viz :

(a) Administrative Committee :

The Committee comprises of two Whole-time Directors of the Company and Group Chief Financial Officer. The Committee is responsible for all matters pertaining to administration ie, opening and closing of bank accounts, authorisation of officials for administrative purposes etc

(b) Purchase Committee :

The Committee comprises of Joint Managing Director & CEO and Senior Executives of the Company and is responsible for procurement of goods and services. In addition to this, for operational convenience, the Joint Managing Director & CEO is empowered to approve purchases within the prescribed limits

(c) Asset Liability Management Committee :

The Committee has been constituted as per RBI directives and comprises of a Whole-time Director and Senior Executives of the

Company. The Committee is responsible for ensuring compliance with the requirements as specified by the RBI from time to time

(d) Internal Complaints Committee (ICC) :

Pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (SHWW Act), the Company has formulated and adopted "The Sexual Harassment of Woman at the Workplace Prevention, Prohibition and Redressal Policy"

Further, as required under the SHWW Act, the Company has constituted an ICC comprising of Senior Executives and one independent Member. The Committee is responsible for ensuring compliance in terms of provisions of SHWW Act, from time to time

Pursuant to implementation of SHWW Act, the status of complaints received and resolved during the year under review, is as follows :

- Number of complaints received Nil
- Number of complaints disposed Nil
- Number of complaints pending Nil for more than 90 days
- Number of awareness workshops @ conducted
- Nature of action taken by the District Officer Nil

@ An online awareness Module was made available for all employees

DIRECTORS :

(1) Change in Composition of the Board :

- (a) Ms Anshula Kant (DIN : 06998644), Deputy Managing Director & CFO, State Bank of India has submitted her resignation as Director of the Company with effect from June 27, 2016
- (b) Mr C Venkat Nageswar (DIN : 07234179), Deputy Managing Director (Global Markets), State Bank of India (SBI) has been appointed as Nominee Director of SBI with effective from August 24, 2016 to fill the casual vacancy caused by resignation of Ms Anshula Kant
- (c) Mr R Govind (DIN : 07223932), General Manager (Treasury), Central Bank of India has submitted his resignation as Director of the Company on attaining his superannuation with effect from February 1, 2017

- (d) Mr Bijendra Kumar Singal (DIN : 07753602), General Manager (Treasury/CAD), Central Bank of India has been appointed as Director of the Company with effect from March 2, 2017 to fill the casual vacancy caused by resignation of Mr R Govind
- (e) Mr VK Sharma (DIN : 02449088), Chairman of LIC who was LIC Nominee on the Board of the Company has submitted resignation as Director of the Company with effect from March 28, 2017, due to his office commitments
- (f) Mr Supratim Bandyopadhyay (DIN : 03558215), Nominee Director of LIC on the Board of the Company submitted his resignation as Director of the Company with effect from April 3, 2017, in terms of communication received from LIC
- (g) Mr Takehisa Kaneda (DIN : 07082839), Alternate Director to Mr Yoshihiko Miyauchi, Director of the Company, stepped down as Alternate Director of the Company with effect from March 14, 2017
- (h) Mr Kiyokazu Ishinabe (DIN : 07763966), has been appointed as Alternate Director to Mr Yoshiko Miyauchi, Director of the Company with effect from March 14, 2017
- (i) At the Meeting of the Board of Directors of the Company held on April 26, 2017, the Board approved the appointment of :
 - (i) Mr Hemant Bhargava (DIN : 01922717), Managing Director, LIC as a Director on the Board to fill the casual vacancy caused due to resignation of Mr VK Sharma; and
 - (ii) Mr Praveen Kumar Molri (DIN : 07810173), Executive Director (INVR/F&A), LIC as a Director on the Board to fill the casual vacancy caused due to resignation of Mr Supratim Bandyapadhyay;
- (j) At the Meeting of the Board of Directors of the Company held on June 12, 2017, the Board approved the appointment of Mr Ravi Parthasarathy (DIN : 00002392) as Non-Executive Chairman of the Board of Directors of the Company with effect from October 4, 2017

All Independent Directors have provided the declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013

The Board placed on record its appreciation for valuable advice provided by the outgoing Directors during their tenure as Directors of the Company

(2) Retirement by Rotation :

In terms of the provisions of the Companies Act, 2013, (the Act) and the Articles of Association of the Company, Mr Hari Sankaran (DIN: 00002386) and Mr Arun K Saha (DIN: 00002377), Directors of the Company, retire by rotation at the ensuing Annual General Meeting of the Company, and being eligible, offer themselves for re-appointment

In terms of the provisions of the Act, Mr Bijendra Kumar Singal (DIN : 07753602), Director, would hold office till the date of ensuing Annual General Meeting. The Company has received notices in writing from a Member proposing the candidature of Mr Singal for the office of Director. Mr Singal is eligible for appointment as Director of the Company

(3) Managerial Remuneration Policy :

The Company has adopted "Managerial Remuneration Policy" and defined a Selection Criteria for appointment of Directors, qualification, positive attributes, independence of the Directors including remuneration payable and other matters as prescribed under the Companies Act, 2013. The Policy covers selection and appointment of Directors, Senior Management Personnel and their remuneration. The Managerial Remuneration Policy and Selection Criteria for Directors is available on the website of the Company: <https://www.ilfsindia.com/investors/>

(4) Board Evaluation :

As per the requirement of Schedule IV of the Companies Act, 2013, your Company has laid down a Performance Assessment Process and Parameters for the Members of Board, evaluation of Individual Directors, Committees. The evaluation of the performance of the foregoing was done at the Meeting of the Board of Directors of the Company held on June 12, 2017

During the year under review, the Independent Directors held a separate Meeting on February 28, 2017 to review the performance of the Non-Independent Directors, the Chairman of the Company and the overall performance of the Board

PARTICULARS OF LOANS, GUARANTEES & INVESTMENTS :

The Company is registered as a Systemically Important Non-Deposit Accepting Core Investment Company (CIC-ND-SI), engaged in the activities of investing in and lending to the Group Companies. Hence the provisions of Section 186 of the Companies Act, 2013, except Section 186(1), are not applicable and hence the details thereof are not disclosed

KEY MANAGERIAL PERSONNEL :

In terms of provisions of Section 203 of the Companies Act, 2013 (the Act), the following are the Key Managerial Personnel (KMP) of the Company :

Mr Ravi Parthasarathy, Chairman
Mr Hari Sankaran, Vice Chairman & Managing Director
Mr Arun K Saha, Joint Managing Director & CEO
Mr Maharudra M Wagle, Group Chief Financial Officer
Mr Avinash Bagul, Chief Operating Officer & Company Secretary

CHANGES IN GROUP COMPANIES :

Pursuant Rules 8(5) of the Companies (Accounts) Rules 2014 as amended from time to time, the following changes have occurred to the list of Group Companies during the year :

No	Name of the Company	Type of Relation	Date from which the relationship	
			Established	Ceased
1	Andhra Pradesh Expressway Ltd	Indirect Subsidiary	-	20.02.2017
2	Andhra Pradesh Urban Infrastructure Asset Management Limited	Indirect Subsidiary	15.07.2016	-
3	Bhutan Education City Pvt Ltd	Indirect Subsidiary	-	15.04.2016
4	GIFT Parking Facilities Limited	Indirect Subsidiary	-	17.09.2016
5	IL&FS Africa Infrastructure Development Company	Indirect Subsidiary	26.10.2016	-
6	IL&FS Kamal International Container Terminals Limited	Indirect Subsidiary	-	01.11.2016
7	IL&FS Wind Power Investment Pte Limited	Indirect Subsidiary	-	09.03.2017
8	IL&FS Wind Power Management Pte Limited	Indirect Subsidiary	-	09.03.2017
9	Malwa Solar Power Generation Ltd	Indirect Subsidiary	27.02.2017	-
10	Park Line LLC	Indirect Subsidiary	04.05.2016	-
11	Swayam Swachhta Initiative Limited	Indirect Subsidiary	16.11.2016	-
12	Ascend Telecom Infrastructure Pvt Limited	Direct Associate	-	16.12.2016
13	Gorakhpur Expressway Limited	Associate	-	15.11.2016
14	Hubbali Dharwad Water Supply Project Limited	Indirect Associate	05.01.2017	-
15	Ascend Telecom Infrastructure Pvt Limited	Indirect Associate	16.12.2016	31.03.2017
16	Karnataka Enterprise Solutions Ltd @	Joint Venture	-	-
17	Elsamex LLC	Indirect Subsidiary	-	19.04.2016

@ The Company has filed an application for strike off of its name from the Register of Companies

RELATED PARTY TRANSACTIONS :

The Company has formulated a Policy for Related Party Transactions (RPT), which was reviewed and recommended by the Audit Committee and approved by the Board. The RPT Policy is available on the website of the Company: <https://www.ilfsindia.com/investors/>. Suitable disclosures in Form AOC-2 have been made in Annexure II to this report

All transactions entered into with Related Parties as defined under the Companies Act, 2013, during the financial year were in the ordinary course of business and on an arm's length pricing basis

BUSINESS RESPONSIBILITY REPORT :

Securities and Exchange Board of India (SEBI) has stipulated that top 500 companies by market capitalization should publish Business Responsibility Report (BRR). In this report, corporates are required to disclose their performance on nine principles discussed in the National

Voluntary Guidelines (NVG) published by the Ministry of Corporate Affairs in 2007. Within IL&FS Group, based on the market capitalization, IL&FS Transportation Networks Limited is mandatorily required to publish the BRR. In order to be transparent about the corporate governance practices, your Company voluntarily publishes the BRR and carries the gist of the report in this Annual Report of the Company. The extract of BRR is attached as Annexure III to this Report

AUDITORS :

(1) **Statutory Auditors** : Messrs Deloitte Haskins & Sells LLP, Chartered Accountants, Mumbai (DHS) have been acting as Auditors of the Company from FY 2007. The present term of DHS as Auditors of the Company would expire on the date of ensuing Annual General Meeting (AGM) of the Company. The Company proposes appointment of Messrs SRBC & Co LLP, Chartered Accountants, Mumbai (ICAI Registration No.324982E/ E300003) as Statutory Auditors of the Company for

a term of 5 years, subject to approval of Members of the Company at the ensuing AGM and ratification of Members at every subsequent AGM

- (2) **Secretarial Auditors** : Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time, the Company has appointed M/s P Diwan & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial Audit of the Company for FY 2017. The Report of the Secretarial Auditor is annexed as Annexure IV

There have been no audit observations whatsoever by the Statutory Auditors as well as Secretarial Auditors for FY 2017

EMPLOYEES :

The Board of Directors place on record their appreciation for all the employees of the Group for their sustained efforts, dedication and hard work during the year

PARTICULARS OF EMPLOYEES :

The information required pursuant to Section 197 read with Rule, 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time, is annexed as Annexure V to the Directors' Report

SIGNIFICANT AND MATERIAL ORDERS PASSED :

There are no significant material orders passed by the Regulators / Courts/ Tribunals which would impact the going concern status of the Company and its future operations

EXTRACT OF ANNUAL RETURN :

The details forming part of the extract of the Annual Return in form MGT 9 is annexed herewith as Annexure VI

DIRECTORS' RESPONSIBILITY STATEMENT :

Section 134(3)(c) of the Companies Act, 2013, requires the Board of Directors to provide a statement to the Members of the Company in connection with maintenance of books, records, and preparation of Annual Accounts in conformity with accepted accounting standards and past practices followed by the Company. Pursuant to the foregoing, and on the basis of representations received from operating management, and after due enquiry, it is confirmed that :

- (1) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;

- (2) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
- (3) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (4) the Directors have prepared the annual accounts on a going concern basis;
- (5) the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls were adequate and were operating effectively; and
- (6) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively;

FOREIGN EXCHANGE OUTGO :

The particulars regarding foreign exchange earnings and expenditure appear as Item 21(f) and Item 26 respectively in the Notes forming part of the Accounts

Since the Company does not own any manufacturing facility, the other particulars as per Rule 8(3) of the Companies (Account) Rules, 2014 as amended from time to time, are not applicable

ACKNOWLEDGEMENTS :

Relationships with Shareholders, Central and State Governments, Ministry of Finance, Ministry of Commerce, Reserve Bank of India, Securities and Exchange Board of India, Banks, Financial Institutions, Customers, Employees and other Stakeholders remained excellent during the year under review. Your Directors are grateful for the support extended by them and look forward to receiving their continued support and encouragement

**For and on behalf of the
Board of Directors**

Ravi Parthasarathy
Chairman

Place : Mumbai

Date : August 24, 2017

I Brief Outline of the Company's CSR Policy and Overview of Projects :
(a) Background :

The CSR Policy of the Company was approved by the Board at its Meeting held on December 9, 2014. The CSR Policy is effective from April 1, 2014. FY 2017 is the third year of operationalization of the CSR mandate under the Companies Act, 2013. The year witnessed the consolidation of CSR activities across the IL&FS group with Nalanda Foundation, the implementing agency for the Group

(b) Projects Overview :

- (i) The CSR performance within the Group has been in line with the focus areas of the approved CSR Policy. The Company participated along with other Group Companies in selected and approved sectors/ programmes
- (ii) Skilling and livelihood programmes, aimed at enhancing the income-generation capacities of the beneficiaries continue to occupy prime focus. For the year ended March 31, 2017, about 3,000 candidates across the country were supported by IL&FS Group Companies under the Nalanda Skill Programme aimed at the unemployed youth belonging to the economically weaker section of society. About 2,000 candidates were placed successfully in jobs including 150 persons with disabilities (PWD)
- (iii) During the year, the Group also sponsored 18 livelihood and water-harvesting related projects for enhancing income-generation of about 3,500 rural people, predominantly women. Initiatives in fisheries in Odisha and animal husbandry in Maharashtra have been scaled up and have attracted participatory interest from state agencies too
- (iv) Programmes related to conservation of natural resources picked up momentum during the year. Various projects have been scaled up/commissioned in the drought prone/water deficient areas of Maharashtra, Gujarat and J&K. Detailed studies have been commissioned in other geographies to short list areas for intervention in the coming year
- (v) Promoting traffic and road safety awareness amongst local communities has been another key thrust area for the Group. The initial success of a program started last year in Odisha has now been taken up in Gujarat and Uttar Pradesh
- (vi) The Group continues to support quality education. CSR interventions in education were carried out at various locations covering over 30,000 students across 160 rural schools. In many schools, education infrastructure was also strengthened. The emphasis on special education of learning disabled students continues
- (vii) Towards health and sanitation, our mobile medical interventions have reached out to almost 255,000 rural residents in 290 villages in the states of Jharkhand, Punjab, Himachal Pradesh, Maharashtra and Tamil Nadu. Programmes related to improvement in sanitation improvement were taken up in four villages in Gujarat and Jharkhand, the benefit of which will show up in the coming year
- (viii) In addition a range of local area projects within the provisions of Schedule VII of the Companies Act, 2013 were supported during the year. These include interventions in the areas of ensuring environmental sustainability, rural health care, and capacity building
- (ix) It has been the endeavor of the Company to strengthen linkages of the community with existing government schemes, where applicable, and to help build and sustain community institutions. In addition, periodic review of the projects and their impact has been undertaken along with mid-course corrections, where required
- (x) In recognition of its CSR efforts, several group companies received awards from prestigious CSR forums
- (xi) A copy of the CSR Policy is available on the website of the Company at <https://www.ilfsindia.com/investors/>. A summary of CSR activities undertaken specifically by the Company is given in Annexure 1

II Composition of the CSR Committee :

The CSR Committee of the Company comprises of :

Mr Ravi Parthasarathy	Chairman
Mr Hari Sankaran	Vice Chairman and Managing Director
Mr Arun Saha	Joint Managing Director and CEO
Mr Jaithirth Rao	Independent Director
Ms Rina Kamath	Independent Director

III Average Net Profit of the Company for the last three financial years :

In line with the provisions of Section 135 of Companies Act, 2013 and the CSR Rules, 2014 as amended from time to time, the audited net profits for the last 3 years ended March 31, 2016 and the average of the same is as given below :

(₹ in mn)

	Particulars	FY 2016	FY 2015	FY 2014
		Audited	Audited	Audited
	Profit Before Tax *	5,121	4,109	5,949
Less :	Dividend received from any other companies in India, which are covered under and complying with the provisions of Section 135 under Companies Act, 2013	4,950	2,785	2,592
Less :	Any profit arising from any overseas branch or branches of the Companies, whether operated as separate Companies or otherwise	-	-	-
	TOTAL	170	1,324	3,357
Average Profit				1,617

* Net profit computed as per Section 198 of the Companies Act, 2013

IV Prescribed CSR Expenditure :

In line with the provisions of Section 135 of Companies Act, 2013 and the CSR Rules, 2014 as amended from time to time, the prescribed CSR Expenditure for FY 2017 was estimated at ₹ 32.34 mn

V Details of CSR Spend during the financial year :

- (1) The total amount spent during the financial year was ₹ 14.37 mn
- (2) Amount unspent, if any : ₹ 17.97 mn
- (3) The manner in which the amount was spent is detailed in Annexure-1

VI Reasons for shortfall in CSR Spend :

The selection of feasible projects has taken time. However, all the approved projects were fully expended. The Company has now identified additional projects which will be taken up in the coming year. These, along with the implementation of the on-going projects is expected to result in a much higher utilisation of eligible spend

VII Responsibility Statement:

The Corporate Social Responsibility Committee of the Company hereby confirms that the implementation and monitoring of the CSR Policy is in compliance with the CSR objectives and Policy of the Company

Vice Chairman & Managing Director

Chairman of the CSR Committee

ANNEXURE 1

SUMMARY OF CSR ACTIVITIES / PROJECTS FOR IL&FS : FY 2016-17

(Amount in ₹)												
(1)	(2)	(3)	(4)	(5)			(6)			(7)	(8)	
Sr. No.	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or other (2) Specify the State and District where projects was Undertaken	Amount Outlay (budget) project or program wise			Amount spent on the Projects or Programs			Cumulative spend upto the reporting period	Amount spent: Direct or through implementing agency	
				Direct	Overheads	Total	Direct	Overheads	Total			Direct
SKILLING AND LIVELIHOOD												
1	Entrepreneurship Development Programme for Self Help Groups	(II), Livelihood Enhancement Projects	(1) Local Area (2) Chenani; Udhampur, Jammu & Kashmir	3,00,000	-	3,00,000	1,50,000	-	1,50,000	-	1,50,000	Implementing Agency (Nalanda Foundation)
2	Supporting Education & Training	(II), Livelihood Enhancement Projects	(1) Local Area (2)Ghazipur, Delhi	16,40,000	-	16,40,000	14,42,842	-	14,42,842	-	14,42,842	Implementing Agency (Nalanda Foundation)
3	Supporting Education & Training (Product Optimization Study) *	(II), Livelihood Enhancement Projects	(1) Local Area (2)Ghazipur, Delhi	1,50,000	-	1,50,000	1,52,310	-	1,52,310	-	1,52,310	Implementing Agency (Nalanda Foundation)
4	Promoting Adaptive Sustainable Agricultural and Efficient Water Management Practices	(II), Livelihood Enhancement Projects	(1) Local Area (2)Aurangabad, Maharashtra	10,00,000	-	10,00,000	8,35,516	-	8,35,516	-	8,35,516	Implementing Agency (Nalanda Foundation)
5	Livelihood (Vegetable Cluster Development)	(II), Livelihood Enhancement Projects	(1) Local Area (2)Chenani; Udhampur, Jammu & Kashmir	24,10,000	-	24,10,000	23,21,128	-	23,21,128	-	23,21,128	Implementing Agency (Nalanda Foundation)
TOTAL (A)				55,00,000	-	55,00,000	49,01,796	-	49,01,796	-	49,01,796	

SUMMARY OF CSR ACTIVITIES / PROJECTS FOR IL&FS : FY 2016-17 (CONTD)

(Amount in ₹)													
(1)	(2)	(3)	(4)	(5)			(6)			(7)			(8)
Sr. No.	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or other (2) Specify the State and District where projects or programs was Undertaken	Amount Outlay (budget) project or program wise			Amount spent on the Projects or Programs			Cumulative spend upto the reporting period			Amount spent: Direct or through implementing agency
				Direct	Overheads	Total	Direct	Overheads	Total	Direct	Overheads	Total	
EDUCATION													
1	Panchi Project	(II),Promoting Education	(1) Local Area (2)Ghazipur, Delhi	23,00,000	-	23,00,000	25,11,287	-	25,11,287	25,11,287	-	25,11,287	Implementing Agency (Nalanda Foundation)
2	Career Counseling *	(II),Promoting Education	(1) Local Area (2)Nana Layja; Mandvi, Kutch - Gujarat	7,50,000	-	7,50,000	7,50,000	-	7,50,000	7,50,000	-	7,50,000	Implementing Agency (Nalanda Foundation)
3	Supporting Early Child Education	(II),Promoting Education	(1) Local Area (2)Aurangabad, Maharashtra	10,00,000	-	10,00,000	9,31,261	-	9,31,261	9,31,261	-	9,31,261	Implementing Agency (Nalanda Foundation)
4	Supporting Early Childhood Education (Documentary)	(II),Promoting Education	(1) Local Area (2)Aurangabad, Maharashtra	2,00,000	-	2,00,000	1,95,200	-	1,95,200	1,95,200	-	1,95,200	Implementing Agency (Nalanda Foundation)
5	Nalanda Learning Facilitation Programme	(II),Promoting Education	(1) Local Area (2)Mumbai, Maharashtra	10,00,000	-	10,00,000	9,90,195	-	9,90,195	9,90,195	-	9,90,195	Implementing Agency (Nalanda Foundation)
6	Creation of Additional Facilities at Shoshit Samadh	(II),Promoting Education	(1) Local Area (2)Patna-Bihar	15,00,000	-	15,00,000	14,60,000	-	14,60,000	14,60,000	-	14,60,000	Implementing Agency (Nalanda Foundation)
TOTAL (B)				67,50,000	-	67,50,000	68,37,943	-	68,37,943	68,37,943	-	68,37,943	

SUMMARY OF CSR ACTIVITIES / PROJECTS FOR IL&FS : FY 2016-17 (CONTD)

(Amount in ₹)													
(1)	(2)	(3)	(4)	(5)			(6)			(7)			(8)
Sr. No.	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs (1) Local area or other (2) Specify the State and District where projects or programs was Undertaken	Amount Outlay (budget) project or program wise			Amount spent on the Projects or Programs			Cumulative spend upto the reporting period			Amount spent: Direct or through implementing agency
				Direct	Overheads	Total	Direct	Overheads	Total	Direct	Overheads	Total	
HEALTHCARE													
1	Urban Slum Health Project by Family Planning Associate (Awabai Wadia)	(I), Preventive Health Care	(1) Local Area (2) Mumbai, Maharashtra	15,00,000	-	15,00,000	5,12,000	-	5,12,000	5,12,000	-	5,12,000	Implementing Agency (Nalanda Foundation)
2	Rural Homeopathic Hospital	(I), Preventive Health Care	(1) Local Area (2) Palgarh, Maharashtra	-	-	-	15,00,000	-	15,00,000	15,00,000	-	15,00,000	Implementing Agency (Dr. M L Dhawale Memorial Trust)
TOTAL (C)				15,00,000	-	15,00,000	20,12,000	-	20,12,000	20,12,000	-	20,12,000	
OTHERS													
1	Capacity Building-Nalanda Foundations *	Rule 4(6); CSR Rules, 2014	(1) Local Area (2) Mumbai, Maharashtra	6,00,000	-	6,00,000	6,21,594	-	6,21,594	6,21,594	-	6,21,594	Implementing Agency (Nalanda Foundation)
TOTAL (D)				6,00,000	-	6,00,000	6,21,594	-	6,21,594	6,21,594	-	6,21,594	
GRAND TOTAL (A + B + C + D) *				143,50,000	-	143,50,000	143,73,333	-	143,73,333	143,73,333	-	143,73,333	

Note : * The approved outlay included an amount of ₹ 1.0 mn as discretionary budget. This budget has been subsequently utilised in full or part under projects marked as indicated

FORM No. AOC-2

[Pursuant to Clause (h) of Sub-section (3) of Section 134 of the Companies Act, 2013, and Rule 8(2) of the Companies (Accounts) Rules, 2014 as amended from time to time]

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

- (1) Details of contracts or arrangements or transactions not at arm's length basis: NIL
- (2) Details of material contracts or arrangement or transactions at arm's length basis :

Name (s) of the related party	Nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements/ or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any (₹ in mn)
Income						
IL&FS Energy Development Company Limited	Direct Subsidiary	Income	-	Interest / Option Premium	-	1,962.00
				Guarantee Fee/ Brand Subscription Fees / Other Services	-	95.00
				Property Income	-	40.00
Non-Fund Based *						
IL&FS Transportation Networks Limited	Direct Subsidiary	DSRA Support	60-120 months	Support Undertaking in the event of issuers failure to make due payment against Non-Convertible Debentures (NCDs) issued. The obligation of the Promoter shall be limited only to the immediately succeeding Scheduled Debt Obligation payment date	-	57,500.00
		Letter of Credit	12-13 months	Providing Letter of Credit Facility on behalf of ITNL carved out of IL&FS banking limits	-	1,443.00

* Represent the Principal Amount of facility on which Non-Fund based support provided by the Company

For and on behalf of the Board of Directors

Date : June 12, 2017
Place : Mumbai

Ravi Parthasarathy
Chairman

ANNEXURE III

Gist of Business Responsibility Report (BRR) for FY 2016-17

(Please refer Notes section below the table for further information on each Principle - P1 to P9)

No.	Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
1	Do you have a policy/policies for....	Y	Y	Y	Y	Y	Y	Y	Y	Y
2	Has the policy been formulated in consultation with the relevant stakeholders?	Y	Y	Y	Y	Y	Y	Y	Y	Y
3	Does the policy conform to any national/ international standards? If yes, specify?	Y	Y	Y	Y	Y	Y	Y	Y	Y
4	Has the policy been approved by the Board? If yes, has it been signed by MD/ owner/ CER/ appropriate Board Director?	Y	Y	Y	Y	Y	Y	Y	Y	Y
5	Does the company have a specified committee of the Board/ Director/Official to oversee the implementation of the policy?	Y	Y	Y	Y	Y	Y	Y	Y	Y
6	Indicate the link for the policy to be viewed online?	Policies are available in Investor Relations section of the Company's website: http://www.ilfsindia.com/investors								
7	Has the policy been formally communicated to all relevant internal and external stakeholders?	The policies have been communicated to key internal stakeholders and made available on the web site for external stakeholders								
8	Does the company have in-house structure to implement the policies	Yes								
9	Does the Company have a grievance redressal mechanism related to the policy/policies to address stakeholders' grievances related to the policy/ policies?	Yes								
10	Has the company carried out independent audit/ evaluation of the working of this policy by an internal or external agency?	Y	Y	Y	Y	Y	Y	Y	Y	Y

Notes:

- P1 (Businesses should conduct and govern themselves with Ethics, Transparency and Accountability)** – The Code of Conduct and the Whistle Blower Policy apply to the Company.
- P2 (Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle)** – IL&FS Ltd. has an Environmental and Social Policy & Framework (ESPF) in place which does monitors Environment & Social performance across project life cycle.
- P3 (Businesses should promote the wellbeing of all employees)** – Employee well-being schemes are in place in addition to The Sexual Harassment of Women at Workplace Prevention, Prohibition and Redressal Policy. An internal complaints committee has been formulated for the same. This policy has been communicated via email to all employees at IL&FS Ltd.
- P4 (Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized)** – Requisite policy for mapping and addressing issues of disadvantaged, vulnerable & marginalised stakeholders is in place.
- P5 (Businesses should respect and promote human rights)** – The company respects human rights. There is no discretion on the basis of caste, creed, gender, colour or wealth.
- P6 (Business should respect, protect, and make efforts to restore the environment)** – Environmental and Social Policy & Framework (ESPF) of the IL&FS group governs IL&FS performance for restoration of environment.

CORPORATE
OVERVIEW

STATUTORY
REPORTS

STANDALONE
FINANCIAL STATEMENTS

CONSOLIDATED
FINANCIAL STATEMENTS

7. **P7 (Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner)**
– Our involvement has been in the areas of Indian Business Biodiversity Initiative, Swachh Bharat (municipal solid waste), Smart cities, e - learning and skill development. In addition, the Company is a member of United Nations Environment Programme Finance Initiative (UNEP FI).
8. **P8 (Businesses should support inclusive growth and equitable development)** – CSR policy, formulated under the provisions of the Companies Act, 2013. The programs are implemented through The Nalanda Foundation, an initiative which works with NGOs and local implementing agencies in each pocket in the country
9. **P9 (Businesses should engage with and provide value to their customers and consumers in a responsible manner)** – Going beyond compliance and adding value to our customer has been the core value of the company. Complete BRR Report can be downloaded from : <https://www.ilfsindia.com/investors/>

Form No. MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2017

[Pursuant to section 204 (1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
Infrastructure Leasing and Financial Services Limited
The IL&FS Financial Centre, Plot No C-22
G Block, Bandra-Kurla Complex
Mumbai 400 051

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Infrastructure Leasing and Financial Services Limited** having CIN: U65990MH1987PLC044571 (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2017 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March 2017 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (c) The Securities and Exchange Board of India (Registrar to an issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.
- (v) Core Investment Companies (Reserve Bank) Directions, 2016

As per the explanations given to us in the representations made by the management and relied upon by us, during the period under review, provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company:-

- (i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

- (c) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- (d) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Redeemable Preference Shares) Regulations, 2013
- (e) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and
- (f) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards 1 & 2 issued by the Institute of Company Secretaries of India under the Companies Act, 2013.
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent applicable.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through and as informed, there were no dissenting members' views and hence not recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

As per the explanations given to us in the representations made by the management and relied upon by us, we further report that during the audit period, except for the issuance and allotment of Debentures on Private Placement, there were no other specific events/ actions in pursuance of the above referred laws, rules, regulations, guidelines, etc., having a major bearing on the Company's affairs.

For P. DIWAN & ASSOCIATES

PRASHANT DIWAN
PARTNER
FCS: 1403 CP: 1979

Date: 26.04.2017
 Place: Mumbai

This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.

ANNEXURE A

To
The Members
Infrastructure Leasing and Financial Services Limited
The IL&FS Financial Centre, Plot No C-22
G Block, Bandra-Kurla Complex
Mumbai 400 051

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For P. DIWAN & ASSOCIATES

PRASHANT DIWAN
PARTNER
FCS: 1403 CP: 1979

Date: 26.04.2017
Place: Mumbai

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ANNEXURE V

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time, in respect of employees of the Company

- (1) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company

No	Director	Ratio of Remuneration of the Director (Times)	Median Remuneration of all employees (excluding 3 Whole Time Directors) (₹ In Mn)
(a)	Mr Ravi Parthasarathy	54.94	1.96
(b)	Mr Hari Sankaran	38.01	1.96
(c)	Mr Arun K Saha	32.25	1.96
(d)	Mr RC Bhargava	2.52	1.96
(e)	Mr SB Mathur	1.60	1.96
(f)	Mr Michael Pinto	2.06	1.96
(g)	Mr Jaithirth Rao	1.60	1.96
(h)	Mr Harish Engineer	1.25	1.96
(i)	Ms Rina Kamath	1.60	1.96

- (2) The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary or Manager, if any, in the financial year

No	Name and designation	% increase in remuneration*
(a)	Mr Ravi Parthasarathy, Chairman	(1.71)
(b)	Mr Hari Sankaran, Vice Chairman & Managing Director	(4.51)
(c)	Mr Arun K Saha, Joint Managing Director & CEO	7.39
(d)	Mr Maharudra M Wagle, Group Chief Financial Officer	0.32
(e)	Mr Avinash Bagul, Company Secretary	3.46

* The remuneration includes all components paid to respective employees for the financial year, including Leave Encashment, Leave Travel Allowance, Performance Related Pay and other reimbursements claimed etc

- (3) The percentage increase in the median remuneration of employees in the financial year is 10.75%
- (4) As on March 31, 2017, the Company has 137 permanent employees on its rolls, other than 3 Whole time Directors of the Company
- (5) The average percentage increase in the salaries of employees other than Managerial Personnel in FY 2017 is 1.76% and the average percentage increase in the Managerial Remuneration was (0.22%)
- (6) The remuneration paid is as per the remuneration policy of the Company
- (7) The details of employees and other particulars as per Section 197 of the Companies Act, 2013 and Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule 2014 as amended from time to time, are available on the website of the Company at <https://www.ilfsindia.com/investors/>
- (8) The details of Remuneration received by the Whole time Directors of the Company from Subsidiary Companies, is as provided below :

No	Name of Director	(₹ Mn)	SGD	USD	Euro
(a)	Mr Ravi Parthasarathy	3.96	-	3,000	1315.79
(b)	Mr Hari Sankaran	3.22	-	-	-
(c)	Mr Arun K Saha	3.25	6,000	-	2,632

Note: The remuneration received by the Whole-time Directors from the Subsidiary Companies includes Sitting Fees

For and on behalf of the Board of Directors

Place : Mumbai
Date : June 12, 2017

Ravi Parthasarathy
Chairman

ANNEXURE VI

Form MGT-9
EXTRACT OF ANNUAL RETURN

As on the Financial Year ended on March 31, 2017

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies
(Management & Administration) Rules 2014]

(I) REGISTRATION & OTHER DETAILS :

(a)	Company Identification No (CIN)	U65990MH1987PLC044571
(b)	Registration Date	September 03, 1987
(c)	Name of the Company	Infrastructure Leasing & Financial Services Limited
(d)	Category / Sub-Category of the Company	Company Limited by Shares
(e)	Address of the Registered Office and contact details	The IL&FS Financial Centre Plot C-22, G Block, Bandra Kurla Complex Bandra East, Mumbai 400 051 Tel : +91 22 2653 3333 Fax : +91 22 2653 3042
(f)	Whether Listed Company	Yes*
(g)	Name, Address & Contact details of R&T Agent, if any	Link Intime India Private Limited C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai 400 083 Tel No: +91 22 49186000 Fax: +91 22 49186060

* The Company's Equity Shares are not listed on any Stock Exchange, whereas, the Secured Non-Convertible Debentures as well as Non-Convertible Redeemable Cumulative Preference Shares are listed on BSE

(II) PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY :

All the business activities contributing 10% or more of the total turnover of the Company shall be stated :

Sl. No	Name and description of the Main Products/ Services	NIC code of the Product/ Service	% to total turnover of the Company
(a)	Interest Income	64200	36.82
(b)	Income from Investments	64200	49.61

(III) PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

SUBSIDIARIES – DIRECT

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
01	Chhattisgarh Highway Development Company Limited House No. 705, Sector 2, Avanti Vihar, Telibandha Raipur Chhattisgarh 492 006	U45203CT2007PLC020220	Subsidiary	74.00	2(87)
02	Chhotagovindpur & Bagbera Drinking Water Supply Project Ltd A-5, Navin's Presidium, 103, Nelson Manickam Road Aminjikarai Chennai 600 029	U41000TN2015PLC100519	Subsidiary	51.00	2(87)
03	IIDC Limited 2nd Floor, Niryat Bhawan, Rao Tula Ram Marg, Opp. Army Hospital Research & Referral, New Delhi 110 057	U45201DL1999PLC125988	Subsidiary	100.00	2(87)
04	IL&FS Academy of Applied Development The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U85191MH2014NPL252329	Subsidiary	100.00	2(87)
05	IL&FS Airports Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2012PLC228351	Subsidiary	100.00	2(87)
06	IL&FS Education & Technology Services Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U80220MH1997PLC112535	Subsidiary	68.93	2(87)
07	IL&FS Energy Development Company Limited 4th Floor, Dr Gopaldas Bhawan, 28, Barakhamba Road, Connaught Place, New Delhi DL 110001	U40300DL2007PLC163679	Subsidiary	91.42	2(87)
08	IL&FS Environmental Infrastructure & Services Limited 4th Floor, Dr Gopaldas Bhawan, 28 Barakhamba Road, Connaught Place, New Delhi 110 001	U90001DL2007PLC166554	Subsidiary	96.64	2(87)
09	IL&FS Financial Services Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U65990MH1995PLC093241	Subsidiary	100.00	2(87)
10	IL&FS Global Pte Limited 1, Marina Boulevard, # 28-00 One Marina Boulevard, Singapore 18989	Foreign Company	Subsidiary	100.00	2(87)
11	IL&FS Investment Managers Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	L65999MH1986PLC147981	Subsidiary	50.42	2(87)
12	IL&FS Maritime Infrastructure Company Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45201MH2006PLC165803	Subsidiary	90.02	2(87)
13	IL&FS Paradip Refinery Water Limited A5, Navins' Presidium, 103 Nelson Manickam Road, Aminjikarai, Chennai 600 029	U41000TN2009PLC073439	Subsidiary	100.00	2(87)
14	IL&FS Portfolio Management Services Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74140MH2006PLC165363	Subsidiary	95.00	2(87)
15	IL&FS Securities Services Limited IL&FS House, Raheja Vihar, Chandivili, Andheri East, Mumbai 400 072	U74992MH2006PLC163337	Subsidiary	81.24	2(87)

SUBSIDIARIES – DIRECT (CONTD.)

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
16	IL&FS Technologies Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74999MH1993PLC070724	Subsidiary	58.29	2(87)
17	IL&FS Township & Urban Assets Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U70109MH1969PLC014184	Subsidiary	100.00	2(87)
18	IL&FS Transportation Networks Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	L45203MH2000PLC129790	Subsidiary	71.92	2(87)
19	IL&FS Water Limited A5, Navins' Presidium, 103 Nelson Manickam Road, Aminjikarai, Chennai 600 029	U45400TN2007PLC071125	Subsidiary	95.00	2(87)
20	Jharkhand Accelerated Road Development Company Limited 443/A Road No. 5, Ashok Nagar, Ranchi 834 002	U45203JH2008PLC013085	Subsidiary	74.00	2(87)
21	Khambhat Port Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U63032MH2008PLC182489	Subsidiary	95.90	2(87)
22	MP Toll Roads Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH1996PLC252098	Subsidiary	80.00	2(87)
23	Tamil Nadu Water Investment Company Limited Polyhose Towers, 1st Floor, 86 Mount Road, Gundy, Chennai 600 032	U65993TN2000PLC044029	Subsidiary	53.85	2(87)

SUBSIDIARIES - INDIRECT

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
01	Alcantarilla Fotovltanica SLU C/San Severo 18, Madrid, 28042 Spain	Foreign Company	Subsidiary	--	2(87)
02	Amravati Chikhli Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45201MH2015PLC267727	Subsidiary	--	2(87)
03	Andhra Pradesh Urban Infrastructure Asset Management Ltd Amaravati Metro Rail Corporation Limited, # 40-3-8, 1st Floor Kaushalya, G Gopalarao St Labbipet, Vijayawada 520 010	U65999AP2016PLC103663	Subsidiary	--	2(87)
04	Antenea Seguridad y Medico Ambienete SAU c/San Severo 18, Madrid 28042, Spain	Foreign Company	Subsidiary	--	2(87)
05	Apptex Marketing Services & Solutions Limited 2nd Floor, Niryat Bhawan, Rao Tula Ram Marg, Opposite Army Research and Referral Hospital, New Delhi 110 057	U51909DL2008PLC172927	Subsidiary	--	2(87)
06	Area De Servicio Coiros SLU c/San Severo, 18 Madrid, 28042 Spain	Foreign Company	Subsidiary	--	2(87)

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SUBSIDIARIES - INDIRECT (CONTD.)

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
07	Area De Servicio Punta Umbria SLU c/San Severo, 18 Madrid, 28042 Spain	Foreign Company	Subsidiary	--	2(87)
08	Avash Logistic Park Private Limited The IL&FS Financial Centre, Plot No. C-22, G- Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U63023MH2007PTC176221	Subsidiary	--	2(87)
09	Badarpur Tollway Operations Management Limited Toll Plaza, Mayur Vihar Link Road, Delhi 110 092	U45203DL2010PLC210680	Subsidiary	--	2(87)
10	Baleshwar Kharagpur Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45400MH2012PLC228590	Subsidiary	--	2(87)
11	Barwa Adda Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45400MH2013PLC242336	Subsidiary	--	2(87)
12	Beasolarta, SLU c/San Severo, 18 Madrid, 28042 Spain	Foreign Company	Subsidiary	--	2(87)
13	Bhopal e-Governance Limited 3rd Floor, Ambience Corporate Tower, Ambience Mall, Ambience Island, N.H#8, Gurgaon 122 001, Haryana	U72200HR2013PLC048356	Subsidiary	--	2(87)
14	Charminar Robopark Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45400MH2011PLC220224	Subsidiary	--	2(87)
15	Chenani Nashri Tunnelway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45400MH2010PLC203614	Subsidiary	--	2(87)
16	Chirayu Kath Real Estate Private Limited 1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road, Jaipur 302 005	U45201RJ2008PTC027285	Subsidiary	--	2(87)
17	CIESM INTEVIA SAU c/San Severo 18, Madrid 28042 Spain	Foreign Company	Subsidiary	--	2(87)
18	Conservacion Sde Infraestructuras De Mexico SD DE CV Av. Prolongación Tecnológico No. 950 B, Co. San Pablo, 76130 9 Queretaro, Qro, Mexico	Foreign Company	Subsidiary	--	2(87)
19	Control 7, SAU Polígono Malpica, Santa Isabel, C/E Parcela 57-61, Nave 9, 50057, Zaragoza, Spain	Foreign Company	Subsidiary	--	2(87)
20	Cuddalore Solar Power Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2012PTC237302	Subsidiary	--	2(87)
21	Dakshin Dilli Swachh Initiative Limited 4th Floor, Dr Gopal Das Bhawan, 28 Barakhamba Road New Delhi 110 001	U74900DL2015PLC287308	Subsidiary	--	2(87)
22	Devika Buildestate Private Limited 1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road, Jaipur 302 005	U45201RJ2008PTC027293	Subsidiary	--	2(87)
23	East Delhi Waste Processing Company Private Limited Dr Gopal Das Bhavan, 4th Floor, 28 Barakhamba Road, New Delhi 110 001	U37100DL2005PLC135148	Subsidiary	--	2(87)

SUBSIDIARIES - INDIRECT (CONTD.)

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
24	East Hyderabad Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2007PLC172133	Subsidiary	--	2(87)
25	Elsamex Colombia SAS City of Bogota	Foreign Company	Subsidiary	--	2(87)
26	Elsamex Construção E Manutenção LTDA (Brazil) Rua Gonçalves Maia nº 207, Soledade, Recife-PE, CEP 50.070.060, Pernambuco, Brazil	Foreign Company	Subsidiary	--	2(87)
27	Elsamex India Private Limited WZ 11D/1, Gali No. 23, Sant-Garh, Tilak Nagar, New Delhi 110 068	U74140MH1999PTC289580	Subsidiary	--	2(87)
28	Elsamex Internacional, SLU c/San Severo 18, Madrid 28042, Spain	Foreign Company	Subsidiary	--	2(87)
29	Elsamex Maintenance Services Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45201MH2013FLC285659	Subsidiary	--	2(87)
30	Elsamex Portugal - Engenharia e Sistemas De Gestão SA Rua Quiunta das Romeiras, Edifício Eduardo Viana, nº 104 6º esqu.1495 – 236 Alges, Portugal	Foreign Company	Subsidiary	--	2(87)
31	Elsamex SA c/San Severo, Street No.18, 28042 Madrid, Spain	Foreign Company	Subsidiary	--	2(87)
32	ESM Mantenimiento Integral, SA DE CV Av. Prolongación Tecnológico No. 950 B, Co. San Pablo, 76130 Queretaro, Qro, Mexico	Foreign Company	Subsidiary	--	2(87)
33	Etesian Urja Limited (formerly Bhojpur Biomass Power Co Ltd) The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40107MH2011PLC220673	Subsidiary	--	2(87)
34	Fagne Songadh Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45201MH2015PLC267730	Subsidiary	--	2(87)
35	Flamingo Landbase Private Limited 1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road, Jaipur 302 005	U45201RJ2008PTC027419	Subsidiary	--	2(87)
36	Futureage Infrastructure India Limited 3rd Floor, A-1, Crescent Krishna Metropolis, Rukminipuri, A S Rao Nagar, Hyderabad – 500 062	U45200TG2006PLC049721	Subsidiary	--	2(87)
37	GRICL Rail Bridge Development Company Limited 301 Shapath-1 Complex, Opp Rajpath Club, Near Madhur Hotel, Sarkhej Highway, Bodakdev, Ahmedabad 380 015	U45203GJ2014PLC078880	Subsidiary	--	2(87)
38	Grusamar Albania SHPK Rr. Hik Kolli nº 26/2 Tirana, Albania	Foreign Company	Subsidiary	--	2(87)
39	Grusamar India Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45400MH2012FLC236837	Subsidiary	--	2(87)

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Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
40	Grusamar Ingenieria y Consulting, Colombia SAS City of Bogota	Foreign Company	Subsidiary	--	2(87)
41	Grusamar Ingenieria y Consulting, SLU (Grusamar) c/San Severo 18, Madrid 28042, Spain	Foreign Company	Subsidiary	--	2(87)
42	Grusamar Engenharia & Consultoria Brasil LTDA Rua Gonçalves Maia nº 207, Soledade, Recife-PE, CEP 50.070.060, Pernambuco, Brazil	Foreign Company	Subsidiary	--	2(87)
43	Gujarat Integrated Maritime Complex Private Limited Unit No 402, Shivalik - 2, 132 Feet Ring Road, Near Shivrajani Cross Roads, Satellite, Ahmedabad 380 015	U63012GJ1996PTC029173	Subsidiary	--	2(87)
44	Hazaribagh Ranchi Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2009PLC191070	Subsidiary	--	2(87)
45	IIML Advisors LLC IFS Court, Twenty Eight, Cybercity, Ebene, Mauritius	Foreign Company	Subsidiary	--	2(87)
46	IIML Asset Advisors Limited The IL&FS Financial Centre, Plot No. C-22, G-Block Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74140MH2005PLC158416	Subsidiary	--	2(87)
47	IIML Fund Managers (Singapore) Pte Limited One Marina Boulevard #28-00 Singapore 018989	Foreign Company	Subsidiary	--	2(87)
48	I IPL USA LLC 1940 Duke Street, Suite 200, Alexandria, Virginia 22314 USA	Foreign Company	Subsidiary	--	2(87)
49	IL&FS Africa Infrastructure Development Company IFS Court, Bank Street, Twenty Eight, Cybercity, Ebene 72201, Mauritius	Foreign Company	Subsidiary	--	2(87)
50	IL&FS AMC Trustee Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U67190MH2012PLC238473	Subsidiary	--	2(87)
51	IL&FS Asian Infrastructure Managers Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U66020MH2006PLC161439	Subsidiary	--	2(87)
52	IL&FS Broking Services Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U67120MH2009PTC191131	Subsidiary	--	2(87)
53	IL&FS Capital Advisors Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U65191MH2012PLC226314	Subsidiary	--	2(87)
54	IL&FS Cluster Development Initiative Limited 2nd Floor, Niryat Bhawan, Rao Tula Ram Marg, Opp Army Research & Referral Hospital, New Delhi 110 057	U70109DL2006PLC153767	Subsidiary	--	2(87)
55	IL&FS Global Financial Services (HK) Limited 1401 Hutchison House, 10 Harcourt Road, Hong Kong	Foreign Company	Subsidiary	--	2(87)

SUBSIDIARIES - INDIRECT (CONTD.)

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
56	IL&FS Global Financial Services (ME) Limited Office No 402 & 403, Level 4, Al Fattan Currency House Dubai International Financial Centre, P O Box 241754, Dubai, UAE	Foreign Company	Subsidiary	--	2(87)
57	IL&FS Global Financial Services (UK) Limited 40, Queen Street, London EC4R 1DD, United Kingdom	Foreign Company	Subsidiary	--	2(87)
58	IL&FS Global Financial Services Pte Limited 80 Raffles Place, # 38-02, UOB Plaza 1, Singapore 048 624	Foreign Company	Subsidiary	--	2(87)
59	IL&FS Infra Asset Management Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U65191MH2013PLC239438	Subsidiary	--	2(87)
60	IL&FS Investment Advisors LLC IFS Court, Twenty Eight, Cybercity, Ebene, Mauritius	Foreign Company	Subsidiary	--	2(87)
61	IL&FS Maritime International FZE PO Box -5232, Fujairah, UAE	Foreign Company	Subsidiary	--	2(87)
62	ILFS Maritime Offshore Pte Limited 8, Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
63	IL&FS Offshore Natural Resources Pte Limited 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
64	IL&FS Prime Terminals FZC 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
65	IL&FS Rail Limited 2nd Floor, Ambience Corporate Towers, Ambience Island, NH # 8, Gurgaon 122 001	U63040HR2008PLC039089	Subsidiary	--	2(87)
66	IL&FS Renewable Energy Limited The IL&FS Financial Centre, Plot No. C-22, G-Block Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U32202MH2007PLC176153	Subsidiary	--	2(87)
67	IL&FS Skills Development Corporation Limited 2nd Floor, Niryat Bhawan, Rao Tula Ram Marg Opp Army Hospital Research & Referral New Delhi 110057	U80904DL2011PLC213135	Subsidiary	--	2(87)
68	IL&FS Solar Power Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2010PLC207073	Subsidiary	--	2(87)
69	IL&FS Tamil Nadu Power Company Limited 4th Floor, KPR Tower, Old No.21, New No.2 1st Street, Subba Rao Avenue, College Road, Chennai 600 006	U72200TN2006PLC060330	Subsidiary	--	2(87)
70	IL&FS Technologies Philippines Inc, (Philippines) 2nd floor, IMC-LARES Bldg, LRA Compound, Corner NIA Road, East Avenue, Diliman, Quezon City – 1100, Philippines	Foreign Company	Subsidiary	--	2(87)
71	IL&FS Urban Infrastructure Managers Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U67190MH2006PLC162433	Subsidiary	--	2(87)

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Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
72	IL&FS Wind Energy Limited (formerly Mandvi LNG Terminal Ltd) 301-303 Kaivanna Complex, Panchwati, Ahmedabad, Gujarat 380 006	U40106GJ2013PLC077520	Subsidiary	--	2(87)
73	IL&FS Wind Power Services Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74120MH2013PLC242327	Subsidiary	--	2(87)
74	IL&FS Wind Projects Development Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40109MH2007PLC176368	Subsidiary	--	2(87)
75	IMICL Dighi Maritime Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74120MH2011PLC222188	Subsidiary	--	2(87)
76	India Tourist & Heritage Village Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U63040MH2008PTC183169	Subsidiary	--	2(87)
77	Inteval-Gestao Integral Rodoviaria S.A Av. Do Brasil nº 43, 5 Direito, 1700-062, Lisboa, Portugal	Foreign Company	Subsidiary	--	2(87)
78	ISSL CPG BPO Private Limited Survey # 51/1 Ward # 192, Via Chikka Begur Road, Lakshmi Layout Main Rd, Bommanahalli PO, Bangalore 560 068	U72200KA2010PTC054709	Subsidiary	--	2(87)
79	ISSL Market Services Limited IL&FS House, Raheja Vihar, Chandivili, Andheri East, Mumbai 400 072	U74920MH1993PLC161100	Subsidiary	--	2(87)
80	ISSL Settlement & Transaction Services Limited IL&FS House, Raheja Vihar, Chandivili, Andheri East, Mumbai 400 072	U67190MH2010PLC210582	Subsidiary	--	2(87)
81	ITL Infrasoftware DMCC, Dubai Unit No.2H-08-59, Jewellery & Gemplex 2, Plot No.DMCC PH2 J&G PlexS, Jewellery & Gemplex, Dubai, UAE	Foreign Company	Subsidiary	--	2(87)
82	ITNL Africa Projects Limited No. 2 Justice Sowemimo Street, Asokoro, Abuja	Foreign Company	Subsidiary	--	2(87)
83	ITNL International DMCC Unit No.608-609, Jumeriah Business Centre 1, Cluster G Jumeriah Lake Towers, P O Box 309018, Dubai, UAE	Foreign Company	Subsidiary	--	2(87)
84	ITNL International Pte Limited 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
85	ITNL Offshore Pte Limited 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
86	ITNL Offshore Three Pte Limited 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)

SUBSIDIARIES - INDIRECT (CONTD.)

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
87	ITNL Offshore Two Pte Limited 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
88	ITNL Road Infrastructure Development Company Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45400MH2007PLC175415	Subsidiary	--	2(87)
89	Jharkhand Infrastructure Implementation Company Limited 2nd Floor, 443/A, Road No. 5, Ashok Nagar, Ranchi Jharkhand 834 001	U45201JH2015PLC003025	Subsidiary	--	2(87)
90	Jharkhand Road Projects Implementation Company Limited 443/A, Road No 5, Ashok Nagar, Ranchi JH 834 002	U45200JH2009PLC013693	Subsidiary	6.57	2(87)
91	Jogihali Wind Energy Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74900MH2014PTC255989	Subsidiary	--	2(87)
92	Kanak Resources Management Limited 4th Floor, Dr Gopal Das Bhawan, 28, Barakhamba Road, New Delhi 110 001	U74140DL2007PLC170750	Subsidiary	--	2(87)
93	Karyavattom Sports Facilities Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U70102MH2011PLC223656	Subsidiary	--	2(87)
94	Kaze Energy Limited (formerly Vaspeth Wind Energy Limited) The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2013PLC241321	Subsidiary	--	2(87)
95	Khandke Wind Energy Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2012PTC234746	Subsidiary	--	2(87)
96	Khed Sinnar Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45209MH2013PLC242133	Subsidiary	--	2(87)
97	Kiratpur Ner Chowk Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2012PLC226792	Subsidiary	--	2(87)
98	Lalpur Wind Energy Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2011PTC222588	Subsidiary	--	2(87)
99	Land Registration Systems Inc, (Philippines) Information Management Centre Bldg., LRA Compound, East Avenue, Diliman, Quezon City – 1100, Philippines	Foreign Company	Subsidiary	--	2(87)
100	LIVIA India Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U72900MH2009PLC191389	Subsidiary	--	2(87)

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Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
101	Mahidad Wind Energy Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74999MH2014PTC255870	Subsidiary	--	2(87)
102	Malwa Solar Power Generation Limited 4th Floor, Dr Gopal Das Bhavan, 28 Barakhamba Road, New Delhi 110 001	U40106DL2017PLC313507	Subsidiary	--	2(87)
103	Mantenimiento y Conservacion de Vialidades, SA DE CV Av. Prolongación Tecnológico No. 950 B, Co. San Pablo, 76130 Queretaro, Qro, Mexico	Foreign Company	Subsidiary	--	2(87)
104	Maritime International Offshore Pte Limited 8 Marina Boulevard #05-02, Marina Bay Financial Centre, Singapore 018 981	Foreign Company	Subsidiary	--	2(87)
105	Moradabad Bareilly Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45208MH2010PLC198737	Subsidiary	--	2(87)
106	Mota Layja Gas Power Company Limited 301-303 Kaivanna Complex, Panchwati, Ahmedabad, Gujarat 380 006	U40106GJ2013PLC077551	Subsidiary	--	2(87)
107	MP Border Checkpost Development Company Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2010PLC209046	Subsidiary	--	2(87)
108	Nana Layja Power Company Limited 301-303 Kaivanna Complex, Panchwati, Ahmedabad, Gujarat 380 006	U40103GJ2010PLC062968	Subsidiary	--	2(87)
109	North Karnataka Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2001PLC163992	Subsidiary	6.50	2(87)
110	Park Line LLC Unit No.1001, 10th Floor, Boulevard Plaza, Tower 2 Emaar Square, Downtown, PO Box 413818, Dubai, UAE	Foreign Company	Subsidiary	--	2(87)
111	Patiala Bio Power Company Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40200MH2011PLC220462	Subsidiary	--	2(87)
112	Porto Novo Maritime Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U74999MH2012PLC228437	Subsidiary	--	2(87)
113	Pt Bangun Asia Persada UOB Plaza, Thamrin Nine, 30th Floor, Jl, MH Thamrin Kav 8-10, Jakarata Pusat	Foreign Company	Subsidiary	--	2(87)
114	Pt Mantimin Coal Mining UOB Plaza, Thamrin Nine, 30th Floor, Jl, MH Thamrin Kav 8-10, Jakarata Pusat	Foreign Company	Subsidiary	--	2(87)
115	Pune Sholapur Road Development Company Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2009PLC195154	Subsidiary	--	2(87)

SUBSIDIARIES - INDIRECT (CONTD.)

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
116	Rajasthan Land Holdings Limited 1st Floor, LIC Jeevan Nidhi Building Ambedkar Circle, Bhawani Singh Road, Jaipur RJ 302005	U45201RJ2008PLC026520	Subsidiary	--	2(87)
117	Ramgiri Renewal Energy Limited (formerly IL&FS Wind Farms Ltd) The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40100MH1997PLC105323	Subsidiary	--	2(87)
118	Rapid MetroRail Gurgaon Limited 2nd Floor, Ambience Corporate Towers, Ambience Island, NH #8, Gurgaon 122 001, Haryana	U60200HR2009PLC039116	Subsidiary	--	2(87)
119	Rapid MetroRail Gurgaon South Limited 2nd Floor, Ambience Corporate Towers, Ambience Island, NH #8, Gurgaon 122 001, Haryana	U35990HR2012PLC046882	Subsidiary	--	2(87)
120	Ratedi Wind Power Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40102MH2007PTC176369	Subsidiary	--	2(87)
121	RDF Power Projects Limited 401, Galada Towers, Adjacent Lane to Pantaloons, Begampet, Hyderabad 500 016	U40109TG1998PLC030670	Subsidiary	--	2(87)
122	Rohtas Bio Energy Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2011PLC220218	Subsidiary	--	2(87)
123	Sabarmati Capital One Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U70102MH2011PLC222987	Subsidiary	--	2(87)
124	Sabarmati Capital Two Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U70102MH2011PLC222809	Subsidiary	--	2(87)
125	Se7en Factor Corporation Oliaji Trade Centre, 1st Floor, Victoria, Mahe, Seychelles	Foreign Company	Subsidiary	--	2(87)
126	Sealand Ports Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45205MH2008PTC179558	Subsidiary	50.00	2(87)
127	Sealand Warehousing Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U63023MH2007PTC176412	Subsidiary	--	2(87)
128	Senalizacion Viales e Imagen, SA Polígono Industrial La Variante, c/ La Grajera nº 2, 26140-Lardero, La Rioja, Spain	Foreign Company	Subsidiary	--	2(87)
129	Sharjah General Services LLC P O Box 2326, Sharjah, United Arab Emirates	Foreign Company	Subsidiary	--	2(87)
130	Shendra Green Energy Limited D-197, Shendra MIDC, Aurangabad Jalna Road. Aurangabad, Maharashtra 431210	U40100MH2005PLC151412	Subsidiary	--	2(87)
131	Sikar Bikaner Highway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45203MH2012PLC229612	Subsidiary	--	2(87)

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Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
132	Sipla Wind Energy Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2011PLC220004	Subsidiary	--	2(87)
133	Skill Training Assessment Management Partners Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U80903MH2006PLC284821	Subsidiary	--	2(87)
134	Swayam Swachhta Initiative Limited 4th Floor, Dr Gopal Das Bhawan, 28 Barakhamba Road, New Delhi - 110 001	U74110DL2016PLC304699	Subsidiary	--	2(87)
135	Tadas Wind Energy Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40300MH2011PTC220233	Subsidiary	--	2(87)
136	Tierra Enviro Limited 4th Floor, Dr Gopal Das Bhawan, 28 Barakhamba Road, Central Delhi, New Delhi 110001	U37200DL2010PLC210697	Subsidiary	--	2(87)
137	Unique Waste Processing Company Limited Dr Gopal Das Bhawan, 28 Barakhamba Road, New Delhi 110 001	U37100DL2005PLC135145	Subsidiary	--	2(87)
138	Vansh Nimay Infraprojects Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U45201MH2006PLC166149	Subsidiary	--	2(87)
139	West Gujarat Expressway Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U60200MH2005PLC151958	Subsidiary	26.00	2(87)
140	Wind Urja India Private Limited The IL&FS Financial Centre, Plot No. C-22, G-Block, Bandra-Kurla Complex, Bandra East, Mumbai 400 051	U40104MH2012PTC234709	Subsidiary	--	2(87)
141	Yala Construction Company Private Limited WZ 11D/1, Gali No. 23, Sant-Garh, Tilak Nagar, West Delhi, New Delhi 110068	U45201MH2000PTC289581	Subsidiary	--	2(87)

JOINT VENTURE

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
01	Bihar e-Governance Services & Technologies Limited C/o Bihar State Electronics Development Corporation Ltd, Beltron Bhavan, Shastri Nagar, Patna 800 023	U72200BR2006PLC012666	Joint Venture	50.00	2(6)
02	Gujarat International Finance Tec-City Company Limited OFFICE 1, GIFT CITY, ZONE - 5, Taluka & District Gandhinagar 382355	U65929GJ2007PLC051160	Joint Venture	50.00	2(6)
03	Haldia Integrated Development Agency Limited Haldia Unnayan Bhavan (Ground Floor), City Centre PO Debhog, Haldia, Purba Medinipur 721 657	U45309WB2005PLC101987	Joint Venture	42.53	2(6)
04	Jharkhand e-Governance Solutions & Services Limited JAPIT, Engineers Hostel, HEC, Near Gol Chhakar, Dhurwa, Ranchi, Jharkhand 834 004	U72200JH2008PLC013151	Joint Venture	50.00	2(6)
05	Odisha e-Governance Services Limited OCAC Building, Plot No. N-1/7-D, Acharya Vihar, Bhubaneswar 751 013	U72200OR2008PLC009813	Joint Venture	50.00	2(6)
06	Road Infrastructure Development Company of Rajasthan Limited 1st Floor, LIC Jeevan Nidhi Building, Bhawani Singh Road, Jaipur 302 005	U45203RJ2004PLC019850	Joint Venture	50.00	2(6)

ASSOCIATE

Sl. No	Name & Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
01	Dighi Port Limited New Excelsior Building, 6th Floor, AK Nayak Marg, Fort, Mumbai 400 001	U35110MH2000PLC127953	Associate	39.38	2(6)
02	Dighi Project Development Company Limited New Excelsior Building, 6th Floor, AK Nayak Marg, Fort, Mumbai 400 001	U45200MH2006PLC158665	Associate	29.90	2(6)
03	IL&FS Engineering & Construction Company Limited Door No.8-2-120/113/3/4F, Sanali Info Park, Cyber Towers, Road No.2, Banjara Hills, Hyderabad 500 033	L45201AP1988PLC008624	Associate	20.96	2(6)
04	Mangalore SEZ Limited 3 rd Floor, Mangalore Urban Development Authority (MUDA) Building, Urwa Store, Ashok Nagar, Mangalore Dakshina Kannada KA 575006 KA.	U45209KA2006PLC038590	Associate	50.00	2(6)

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(IV) SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY) :

(i) Category-wise Shareholding:

Category of Shareholders	No of Shares held at the beginning of the year				No of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A) Promoters									
(1) Indian									
Individual / HUF	-	-	-	-	-	-	-	-	-
Central Government	-	-	-	-	-	-	-	-	-
State Government(s)	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Banks/ Fls	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
Sub Total (A)(1)	-	-	-	-	-	-	-	-	-
(2) Foreign									
Individual / NRIs	-	-	-	-	-	-	-	-	-
Others – Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Banks/ Fls	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
Sub Total (A)(2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoters (A) = (A)(1) + (A)(2)	-	-	-	-	-	-	-	-	-
(B) Public Shareholding									
(1) Institutions									
Mutual Funds	1,051,111	-	1,051,111	0.82	1,051,111	-	1,051,111	0.82	-
Banks / Fls	18,081,353	-	18,081,353	14.09	18,081,353	-	18,081,353	14.09	-
Central Government	-	-	-	-	-	-	-	-	-

(IV) SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY) :

Category of Shareholders	No of Shares held at the beginning of the year				No of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
State Government(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	32,541,123	-	32,541,123	25.34	32,541,123	-	32,541,123	25.34	-
FII's	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others(Specify)	-	-	-	-	-	-	-	-	-
Sub Total (B)(1)	51,673,587	-	51,673,587	40.25	51,673,587	-	51,673,587	40.25	-
(2) Non Institutions	-	-	-	-	-	-	-	-	-
Bodies Corporate									
- Indian	12,823,708	-	12,823,708	9.99	12,836,708	-	12,836,708	9.99	-
- Overseas	47,460,972	-	47,460,972	36.96	47,460,972	-	47,460,972	36.96	-
Individual Shareholders holding nominal share capital upto ₹ 1 lakh	301,103	9,207	310,310	0.24	293,438	9,207	302,645	0.24	-
Individual Shareholders holding nominal share capital in excess of ₹ 1 lakh	16,102,283	32,226	16,134,509	12.56	16,096,948	32,226	16,129,174	12.56	-
Others (NRI)	190	-	190	-	190	-	190	-	-
Sub Total (B)(2)	76,688,256	41,433	76,729,689	59.75	76,688,256	41,433	76,729,689	59.75	-
Total Public Shareholding (B) = (B)(1) + (B)(2)	128,361,843	41,433	128,403,276	100.00	128,361,843	41,433	128,403,276	100.00	-
(C) Shares held by Custodians for ADRs & GDRs	-	-	-	-	-	-	-	-	-
Grand Total (A + B + C)	128,361,843	41,433	128,403,276	100.00	128,361,843	41,433	128,403,276	100.00	-

(ii) **Shareholding of Promoters : Not Applicable, as the Company is Professionally managed by its Board of Directors with no identifiable Promoters**

Sl. No	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change during the year
		No of Shares	% of total shares of the Company	% of shares pledged/ encumbered to total shares	No of Shares	% of total shares of the Company	% of shares pledged/ encumbered to total shares	
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-

(iii) **Change in Promoters Shareholding : Not applicable**

Sl. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the Company	No of Shares	% of total shares of the Company
	At the beginning of the year	-	-	-	-
	Date-wise increase/ decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (eg, allotment/ transfer/ bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-

(iv) **Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs & ADRs) :**

Sl. No	Name of Shareholder	Shareholding at the beginning of the year		Date-wise Increase/ Decrease in Shareholding during the year specifying the reasons for increase/ decrease (eg allotment/ transfer/ bonus/ sweat equity etc)			Cumulative Shareholding during the year		Shareholding at the end of the year	
		No of Shares	% of total shares of the Company	Date	Increase/ Decrease	Reason	No of Shares	% of total shares of the Company	No of Shares	% of total shares of the Company
1	Life Insurance Corporation of India	32,541,123	25.34	-	-	-	32,541,123	25.34	32,541,123	25.34
2	ORIX Corporation, Japan	30,227,509	23.54	-	-	-	30,227,509	23.54	30,227,509	23.54
3	Abu Dhabi Investment Authority	16,129,252	12.56	-	-	-	16,129,252	12.56	16,129,252	12.56
4	IL&FS Employees Welfare Trust	15,397,938	11.99	-	8154	Acquisition	15,406,092	11.99	15,406,092	11.99
5	Housing Development Finance Corp Ltd	11,587,194	9.02	-	-	-	11,587,194	9.02	11,587,194	9.02
6	Central Bank of India	9,843,386	7.67	-	-	-	9,843,386	7.67	9,843,386	7.67
7	State Bank of India	8,237,967	6.42	-	-	-	8,237,967	6.42	8,237,967	6.42
8	UTI Unit Linked Insurance Plan	1,051,111	0.82	-	-	-	1,051,111	0.82	1,051,111	0.82
9	India Discovery Fund Ltd	1,104,211	0.86	-	-	-	1,104,211	0.86	1,104,211	0.86
10	Jupiter Capital Private Limited	666,667	0.52	-	-	-	666,667	0.52	666,667	0.52

(v) Shareholding of Directors & Key Managerial Personnel :

Sl. No	Name of Directors / Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the Company	No of Shares	% of total shares of the Company
A	At the beginning of the Year				
1	Mr Ravi Parthasarathy	81,825	0.06	81,825	0.06
2	Mr Hari Sankaran	57,898	0.05	57,898	0.05
3	Mr Arun K Saha	50,142	0.04	50,142	0.04
4	Mr MM Wagle	1,971	-	1,971	-
5	Mr Avinash Bagul	2,011	-	2,011	-
B	Date-wise increase/ decrease in Shareholding during the year specifying the reasons for increase/ decrease (eg allotment/ transfer/ bonus/ sweat equity etc)				
1	Mr Ravi Parthasarathy	-	-	-	-
2	Mr Hari Sankaran	-	-	-	-
3	Mr Arun K Saha	-	-	-	-
4	Mr MM Wagle	-	-	-	-
5	Mr Avinash Bagul	-	-	-	-
C	At the end of the Year				
1	Mr Ravi Parthasarathy	81,825	0.06	81,825	0.06
2	Mr Hari Sankaran	57,898	0.05	57,898	0.05
3	Mr Arun K Saha	50,142	0.04	50,142	0.04
4	Mr MM Wagle	1,971	-	1,971	-
5	Mr Avinash Bagul	2,011	-	2,011	-

(V) INDEBTEDNESS :

Indebtedness of the Company including interest outstanding/ accrued but not due for payment

(₹ in mn)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	103,399.03	20,980.27	4,523.41	128,902.71
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	3,717.30	224.36	207.06	4,148.72
Total (i+ii+iii)	107,116.33	21,204.63	4,730.47	133,051.43
Changes in indebtedness during the financial year :				
Additions	16,324.08	10,998.21	9,722.39	37,044.68
Reductions *	13,570.56	22,377.75	8,776.62	44,724.93
Net Change	2,753.52	(11,379.54)	945.77	(7,680.25)
Indebtedness at the end of the financial year				
i) Principal Amount	106,152.55	9,600.73	5,469.18	121,222.46
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	3,950.02	175.92	154.03	4,279.97
Total (i+ii+iii)	110,102.57	9,776.65	5,623.21	125,502.43

* Includes net change in Bank Credit facility

(VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL :

(A) Remuneration paid to the Managing Director, Whole-time Directors and/or Manager :

(₹ in mn)

Sl. No	Particulars of Remuneration	Mr Ravi Parthasarathy	Mr Hari Sankaran	Mr Arun K Saha	Total Amount
1	Gross Salary				
	• Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	90.34	66.81	53.59	210.74
	• Value of Perquisites u/s 17(2) of Income Tax Act, 1961	13.77	4.99	7.41	26.17
	• Profits in lieu of salary under Section 17(3) of Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
	Commission	-	-	-	-
	• as % of Profit				
	• others, specify				
5	Others, please specify *	3.89	2.92	2.38	9.19
	Total (A)	108.00	74.72	63.38	246.10
	Ceiling as per the Act				497.31

* Others represent Retiral Fund contribution (except Gratuity) to the extent exempt under the Income Tax Act, 1961

(B) Remuneration to other Directors :

(₹ in mn)

Sl. No	Name of Directors	Fee for attending the Board/ Committee Meetings	Commission	Others	Total
(i)	Independent Directors				
1	Mr RC Bhargava	0.11	5.25	-	5.36
2	Mr SB Mathur	0.08	3.25	-	3.33
3	Mr Michael Pinto	0.14	4.25	-	4.39
4	Mr Jaithirth Rao	0.04	3.25	-	3.29
5	Ms Rina Kamath	0.05	2.00	-	2.05
	Total B (1)	0.42	18.00	-	18.42
(ii)	Other Non-Executive Directors				
1	Mr VK Sharma #	0.02	-	-	0.02
2	Mr S Bandyopadhyay #	0.03	-	-	0.03
3	Mr Yoshihiko Miyauchi	-	-	-	-
4	Mr Hiroshi Nishio	0.04	-	-	0.04
5	Mr Harish Engineer	0.13	3.25	-	3.38
6	Mr Sanjeev Doshi	0.04	-	-	0.04
7	Mr R Govind	0.03	-	-	0.03
8	Ms Anshula Kant	-	-	-	-

(₹ in mn)

Sl. No	Name of Directors	Fee for attending the Board/ Committee Meetings	Commission	Others	Total
9	Mr BK Singal	-	-	-	-
10	Mr C Venkat Nageswar	0.01	-	-	0.01
11	Mr Takehisa Kaneda *	0.04	-	-	0.04
12	Mr Kiyokazu Ishinabe *	-	-	-	-
	Total B (2)	0.34	3.25	-	3.84
	Total B= (B)(1) + (B)(2)	0.76	21.25	-	22.01
	Total Managerial Remuneration	0.76	21.25	-	22.01
	Overall Ceiling as per the Act				49.73

* Alternate Directors

These Directors are Nominee Directors and the Sitting Fees paid to the Institutions they are representing on the Board

(C) Remuneration to Key Managerial Personnel other than MD/ Manager/WTD :

(₹ in mn)

Sl. No	Particulars of Remuneration	Key Managerial Personnel		Total
		Mr MM Wagle (GCFO)	Mr Avinash Bagul (CS)	
1	Gross Salary			
	• Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	17.98	9.61	27.59
	• Value of perquisites u/s 17(2) of Income Tax Act, 1961	1.13	0.86	1.99
	• Profits in lieu of Salary under section 17(3) of Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
(4)	Commission			
	• As % of Profit	-	-	-
	• Others	-	-	-
5	Others, please specify @	1.05	0.43	1.48
	Total (A)	20.16	10.90	31.06

@ Others represent Retiral Fund contribution (except Gratuity) to the extent exempt under the Income Tax Act, 1961

(VII) PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

There have been no Penalties/ Punishments/ Compounding of Offences by the Company or its Directors nor other Officers in Default

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority (RD/ NCLT/ Court)	Appeal made, if any (give details)
(A) Company					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
(B) Directors					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
(C) Other Officers In Default					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

Environmental & Social Management Audit Report

INDEPENDENT ASSURANCE STATEMENT

THE BOARD OF DIRECTORS

INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED

- (1) Ernst & Young LLP ("EY") has been appointed by Infrastructure Leasing & Financial Services Limited ("IL&FS") to provide an independent assurance of the implementation of the Environmental and Social Policy Framework (ESPF) for the Financial Year ending March 31, 2017.
- (2) The enunciation and implementation of the Policy as aforesaid and the related operational procedures are the responsibility of the Management of IL&FS.
- (3) Our scope of work required us to review the conformance with the ESPF in IL&FS and IL&FS Group companies during FY 2016-17 where it has been implemented i.e., IL&FS Investment Managers Limited (IIML); IL&FS Transportation Networks Limited (ITNL); IL&FS Maritime Infrastructure Company Limited (IMICL); IL&FS Water Limited (IWL); IL&FS Environmental Infrastructure and Services Limited (IEISL); IL&FS Energy Development Company Limited (IEDCL); IL&FS Township & Urban Assets Limited (ITUAL); IL&FS Renewable Energy Limited (IREL); and IL&FS Financial Services Limited (IFSL).
- (4) The assurance engagement was planned and performed in accordance with International Federation of Accountants' International Standard for Assurance Engagements Other than Audits or Reviews of Historical Financial Information (ISAE 3000). Our evidence - gathering procedures were designed to obtain a 'limited' level of assurance (as set out in ISAE 3000).
- (5) The performance of our engagement involved following key steps:
 - We have carried out a desk review of ESPF documents of IL&FS and nine IL&FS Group companies and interviews at the corporate office in Mumbai with key members of each Company who are responsible for the implementation of ESPF.

- A sample of 15% of project portfolio of each Company was reviewed to assess the implementation of ESPF. Our assessment was based on review of compliance of project related ESPF documentation for FY 2017 with the requirements prescribed in the ESPF manual. Our review did not involve site visits to project locations for physical verification of ESPF related systems.

(6) Our key observations are as follows:

- The ESPF Framework consists of procedures, which direct IL&FS Management to carry out Environmental and Social (E&S) risk assessment of projects, and accordingly prioritize actions for E&S risk management including action related to compliance with all relevant national E&S policies, laws and regulations.
- The ESPF manuals, at the Group and Company level, have been periodically updated to address findings from external and internal audits.
- IL&FS maintains and periodically updates documentation related to monitoring of risk reduction controls, risk ratings of projects under ESPF framework, and lists of projects covered under the ESPF. However, the Company is addressing requirements for improvement in documentation related to these aspects.

- (7) Based on our assessment and according to the documents, explanations provided to us and records made available to us during the review, no material exception has come to our notice that causes us to believe that IL&FS has not demonstrated conformity with its ESPF.

For Ernst & Young LLP

Chaitanya Kalia
Partner
16 May 2017

CORPORATE
OVERVIEW

STATUTORY
REPORTS

STANDALONE
FINANCIAL STATEMENTS

CONSOLIDATED
FINANCIAL STATEMENTS

Independent Auditors' Report

TO THE MEMBERS OF INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED

We have audited the accompanying standalone financial statements of **INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and 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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone 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 prescribed 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

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

In conducting 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 of the standalone financial statements 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 standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone 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 standalone financial statements.

We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 March 31, 2017, and its profit and its cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable 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, and the Cash Flow Statement 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 Accounting Standards prescribed under section 133 of the Act.

- e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 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, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- The Company does not have any pending litigations which would impact its financial position;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;

- iv. The Company has provided requisite disclosures in the standalone financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the November 08, 2016 of the Ministry of Finance, during the period from November 08, 2016 to December 30, 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the Management- Refer Note 18 (b).

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Udayan Sen
Partner
Membership No. 31220

MUMBAI, April 26, 2017
US/NDU

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

(Re: INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED)

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING 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 **INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone 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. 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.

AUDITOR'S 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") issued by the Institute of Chartered Accountants of India 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. 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, to the best of our information and according to the explanations given to us, 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, 2017, 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 **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Udayan Sen
Partner
Membership No. 31220

MUMBAI, April 26, 2017
US/NDU

ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT

(Re: INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED)

(Referred to in paragraph (2) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) In respect of Fixed Assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered Sale and Transfer Deeds, Conveyance Deeds and Lease Agreement provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are:
 1. freehold, are held in the name of the Company as at March 31, 2017.
 2. taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company, where the Company is the lessee except for a leased premises from a Government Authority where the lease agreement is pending, however an "area allocation letter" has been issued by the Government Authority.
- (ii) The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013, in respect of which:
- (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.
 - (b) The schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal amounts and interest have been regular as per stipulations, except for forty four instance of delays in receipt of principal and interest.
 - (c) There is no amount overdue for more than 90 days as at March 31, 2017.
- (iv) The Company is registered as a non-banking finance Company to which provisions of Sections 185 and 186 of the Companies Act, 2013 are not applicable, and hence reporting under clause (iv) of CARO 2016 is not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year as provided under Section 73 to 76 or any other relevant provisions of the Companies Act, 2013. (Refer Note 7 (b)). There are no unclaimed deposits with the Company any time during the year.
- (vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has been regular in depositing Provident Fund, Sales Tax, Value added Tax, Income-tax, Service Tax, Cess and other material statutory dues applicable to it to the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Sales Tax, Value Added Tax, Service Tax, Cess and other material statutory dues in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.
 - (c) Details of dues of Sales Tax, Service Tax and Income Tax which have not been deposited as on March 31, 2017 on account of disputes are given below:

Name of statute	Nature of the dues	Forum where dispute is pending	Period of which the amount relates	Amount involved (₹ million)	Amount unpaid (₹ million)
Finance Act	Service Tax	CESTAT	2004-2010	29.51	29.51

(viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks, government and dues to debenture holders.

(ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. In our opinion and according to the information and explanations given to us, term loans have been applied by the Company during the year for the purposes for which they were raised.

(x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.

(xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 is not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the Company is in compliance

with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.

(xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.

(xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

(xvi) The Company is registered under Section 45-I of the Reserve Bank of India Act, 1934.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Udayan Sen
Partner
Membership No. 31220

MUMBAI, April 26, 2017
US/NDU

Balance Sheet As at March 31, 2017

₹ in million

	Notes	As at March 31, 2017		As at March 31, 2016	
EQUITY AND LIABILITIES					
Shareholder's Funds					
Share Capital	3	9,831.53		9,831.53	
Reserves and Surplus	4	54,381.34	64,212.87	46,257.06	56,088.59
Non-current Liabilities					
Long-term Borrowings	5	93,440.39		96,056.17	
Deferred Tax Liabilities (Net)	6	-		150.00	
Other Long-term Liabilities	7	1,407.05		2,428.04	
Long-term Provisions	8	9,348.15	104,195.59	8,159.22	106,793.43
Current Liabilities					
Current maturities of Long-term Debt	5	14,709.15		12,933.27	
Short-term Borrowings	5	13,072.93		19,913.27	
Trade Payables Other than MSME	9	380.15		460.02	
Other Current Liabilities	7	4,064.56		3,909.45	
Short-term Provisions	8	1,026.46	33,253.25	909.57	38,125.58
			201,661.71		201,007.60
ASSETS:					
Non-current Assets					
Property, plant and equipment					
- Tangible Assets (Net)	11	9,331.08		3,795.96	
- Intangible Assets (Net)	12	19.60		31.56	
Non-current Investments	13	118,566.58		120,930.49	
Long-term Loans and Advances	15	33,958.52		37,760.71	
Deferred Tax Assets (Net)	6	379.00		-	
Other Non-current Assets	16	10,756.74	173,011.52	5,619.68	168,138.40
Current Assets					
Current portion of Long-term Investments	14	136.00		309.31	
Current portion of Long-term Loans and Advances	15	10,548.30		2,398.42	
Trade Receivables	17	1,068.05		832.55	
Cash and Cash Equivalents	18	14,219.31		24,639.17	
Short-term Loans and Advances	15	656.09		600.76	
Other Current Assets	16	2,022.44	28,650.19	4,088.99	32,869.20
			201,661.71		201,007.60

Notes 1 to 34 forms part of the Standalone Financial Statements

In terms of our report attached.

For and on behalf of the Board

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

Udayan Sen

Partner

(Membership No. 31220)

Mumbai, April 26, 2017

Ravi Parthasarathy

Chairman (DIN : 00002392)

Hari Sankaran

Vice Chairman & Managing Director
(DIN: 00002386)

Arun K Saha

Joint Managing Director & CEO
(DIN: 00002377)

Maharudra Wagle

Group Chief Financial Officer

Avinash Bagul

Company Secretary

Statement of Profit and Loss

For the year ended March 31, 2017

For the Year Ended March 31,		₹ in million	
	Notes	2017	2016
INCOME			
Revenue from Operations	21	16,536.59	17,859.75
Other Income	22	1,336.18	1,265.47
Total Revenue		17,872.77	19,125.22
EXPENSES			
Employee Benefit Expenses	23	921.48	1,347.63
Finance Costs	24	11,173.99	11,494.33
Other Operating and Administrative Expenses	25	789.34	989.23
Depreciation and Amortization Expenses	11 & 12	173.33	173.24
Amount set aside for Investment Valuation/Write off		0.07	0.24
Contingent Provision against Standard Assets		21.19	28.21
Provision for General Contingency		1,197.00	1,100.00
Total Expenses		14,276.40	15,132.88
Profit Before Tax		3,596.37	3,992.34
Tax Expense:			
- Current Tax		298.00	1,252.00
- Deferred Tax (Net)		(529.00)	-
PROFIT FOR THE YEAR		3,827.37	2,740.34
Earning per Equity Share :	28		
Basic		18.89	12.26
Diluted		18.89	12.26
(Face Value ₹ 10 per Share)			

Notes 1 to 34 forms part of the Standalone Financial Statements

In terms of our report attached.

For and on behalf of the Board

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

Udayan Sen

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Mumbai, April 26, 2017

Ravi Parthasarathy

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Chairman (DIN : 00002392)

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Company Secretary

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Cash Flow Statement For the year ended March 31, 2017

₹ in million

For the Year Ended March 31,	2017	2016
(A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	3,596.37	3,992.34
Adjustments for:		
Depreciation	173.33	173.24
Amount set aside for Investment Valuation/Write off	0.07	0.24
Contingent Provision against Standard Assets (Net)	21.19	28.21
Provision for Contingencies	1,197.00	1,100.00
Provision for Employee Benefits (Net)	(18.37)	(33.34)
Provision for Mark-to-Market on Derivatives / Change in fair value of Derivatives (Net)	5.12	(4.35)
Net Profit on Sale of Long-term Investments	(441.10)	(2,082.50)
Profit on sale of Own Assets (Net)	(109.50)	(0.69)
	4,424.11	3,173.15
Adjustments for changes in Working Capital :		
Increase in Other Current, Non-current Assets and Advances	(3,311.39)	(4,359.47)
Increase in Trade Receivables	(235.56)	(159.57)
(Decrease) / Increase in Trade Payables	(79.86)	93.28
(Decrease) / Increase in Other Current and Non-current Liabilities	(939.28)	1,573.51
	(141.98)	320.90
Refund / (Payment) of Taxes (Net)	187.33	(1,333.10)
	45.35	(1,012.20)
Movement in Short-term Borrowings (Net)	(6,830.34)	8,863.92
Loans Disbursed (Net)	(6,099.59)	(4,948.49)
NET CASH (USED IN) / GENERATED FROM OPERATING ACTIVITIES A	(12,884.58)	2,903.23
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Investment in Subsidiaries	(291.15)	(23,626.82)
Investment in Other Long-term Investments	(5,379.14)	(376.90)
Proceeds from sale of Investments in Subsidiaries	7,010.94	13,958.57
Proceeds from sale / Redemption of Other Non-current Investments	2,421.75	75.00
Decrease in Advance Towards Investments	1,319.43	-
Purchase of Fixed Assets	(52.14)	(331.45)
Proceeds from Sale of Fixed Assets	137.79	1.63
NET CASH GENERATED FROM / (USED IN) INVESTING ACTIVITIES B	5,167.48	(10,299.97)

Cash Flow Statement

For the year ended March 31, 2017 (Contd.)

For the Year Ended March 31,		₹ in million	
		2017	2016
(C) CASH FROM FINANCING ACTIVITIES			
Proceeds from Long-term Borrowings		13,788.39	27,864.47
Repayment of Long-term Borrowings		(15,086.16)	(9,628.45)
Proceeds from Issue of Preference Shares (including Securities Premium)		-	4,995.00
Share issue expenses paid		-	(88.30)
Dividend on Equity Shares		-	(256.81)
Dividend on Preference Shares		(1,402.30)	(1,162.27)
Proceeds from / (Investment in) Fixed deposits under lien against borrowings		6,050.00	(17,102.95)
NET CASH GENERATED FROM FINANCING ACTIVITIES	C	3,349.92	4,620.69
(D) Net Decrease in Cash and Cash Equivalents	(A+B+C)	(4,367.17)	(2,776.05)
(E) Cash and Cash Equivalents at the beginning of Year		7,534.52	10,310.57
Cash and Cash Equivalents at the end of the Year (Refer Note 18 (a))	(D+E)	3,167.35	7,534.52

Notes 1 to 34 forms part of the Standalone Financial Statements

In terms of our report attached.

For and on behalf of the Board

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants

Udayan Sen
Partner
(Membership No. 31220)
Mumbai, April 26, 2017

Ravi Parthasarathy Chairman (DIN : 00002392)
Hari Sankaran Vice Chairman & Managing Director (DIN: 00002386)
Arun K Saha Joint Managing Director & CEO (DIN: 00002377)
Maharudra Wagle Group Chief Financial Officer
Avinash Bagul Company Secretary

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Notes Forming part of the accounts

(1) GENERAL INFORMATION

Infrastructure Leasing & Financial Services Limited (IL&FS) is one of India's leading infrastructure development and finance companies. IL&FS has a distinct mandate of catalysing the development of infrastructure in the Country. The Company has focussed on the commercialisation and development of infrastructure projects and creation of value added financial services. From concept to execution, IL&FS houses the expertise to provide a complete array of services necessary for successful project visioning, documentation, development, finance, management, technology, execution and completion

IL&FS is registered with the Reserve Bank of India (RBI) as a Systemically Important Non Deposit Accepting Core Investment Company (CIC-ND-SI). As per the RBI CIC framework, the Company invests in and provides loans to its group companies

(2) SIGNIFICANT ACCOUNTING POLICIES

(a) Basis for Preparation of Financial Statements

The Financial Statements are prepared under the historical cost convention except for revaluation model used for identified class of property, plant and equipment, in accordance with the Generally Accepted Accounting Principles in India to comply with the applicable Accounting Standards (AS) specified under Section 133 of the Companies Act, 2013 and relevant provisions of the Companies Act, 2013, as applicable, and RBI Guidelines. All income and expenditure having a material bearing on the Financial Statements are recognised on an accrual basis. The Accounting Policies adopted in preparation of the financial statements are consistent with those followed in the previous year

The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of Assets and Liabilities (including Contingent Liabilities) as of the date of the Financial Statements and the reported Income and Expenses during the reporting year. The Management believes that the estimates used in the preparation of the Financial Statements are prudent and reasonable. Actual results could differ from these estimates. Any change in such estimates is recognised prospectively

(b) Property, plant and equipment

All property, plant and equipment are initially recognised at cost. Cost comprises the purchase price and any directly attributable cost to bring the asset to its working condition for its intended use

All property, plant and equipment, other than those carried under revaluation model, are recognised at historical cost less accumulated depreciation / amortisation and impairment losses, if any

The useful lives of the assets as determined by the Company are as stated below:

- All assets are depreciated on a Straight Line Method (SLM) of Depreciation, over the useful life of assets as prescribed under Schedule II of the Companies Act 2013 other than assets specified in para below
- Following assets are depreciated over a useful life which is shorter than the life prescribed under Schedule II of the Companies Act 2013 based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful Life (years)
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialised office equipments	3
Vehicles	5
Assets provided to employees	3
Leasehold improvement costs	Amortised over Primary period of Lease
All categories of assets costing less than ₹ 5,000/- each	Fully depreciated in the year of purchase
Software	4 years or the useful life of the software, whichever is shorter

Notes **Forming part of the accounts** (Contd.)

The residual value of all fully depreciated assets is retained at ₹ 1/- each to identify the assets in Fixed Asset Register

Pursuant to the Revised AS 10, the Company has categorised its Premises held for third party use to other than IL&FS Group entities as a separate asset class on fair market value under revaluation model. A revaluation surplus is credited to revaluation surplus in shareholders' equity. Subsequently, such Premises will be carried at fair value based on periodic valuations by external independent valuers, less subsequent depreciation/impairment

During the current year, pursuant to the revaluation model adopted as aforesaid, the depreciation for the year increased by ₹ 11.60 million, net block of property, plant & equipment increased by ₹ 5,661.04 million and Reserves & Surplus increased by ₹ 5,661.04 million

(c) **Operating Leases**

Leases where the Lessor effectively retains substantially all the risks and benefits of ownership over the Leased Assets are classified as an Operating Lease

(d) **Investments**

- (i) Investments are capitalised at actual cost including costs incidental to acquisition
- (ii) Investments are classified based on the intent into Long-term or Current Investments at the time of acquisition of such investments
- (iii) Long-term Investments are individually valued at cost less provision for diminution, other than temporary
- (iv) Quoted current Investments are valued at lower of cost or market value on a category basis. Unquoted current investments are valued at lower of cost or fair value

(e) **Revenue Recognition**

- (i) Interest and other dues on loans and other debt instruments is recognised on an accrual basis, except income relating to Non-Performing Assets (NPAs), which is recognised on realisation of the same. In respect of the NBFC activities, NPAs are determined in accordance with the Guidelines issued by the RBI
- (ii) Dividend Income is recognised once the unconditional right to receive the dividend is established
- (iii) Lease rental income/expenses in respect of operating leases including non-cancellable period is recognised in the Statement of Profit and Loss on a straight line basis over the lease term
- (iv) Revenue from services is recognised as per the terms of the contract and on rendering of services
- (v) The gain / losses on sale of investments are recognised in the Statement of Profit and Loss on the trade date. Gain or loss on sale of investment is determined after consideration of cost on a weighted average basis

(f) **Employee Benefits**

- (i) Contributions to Provident Fund and Superannuation Fund are considered as defined contribution plans and are charged to the Statement of Profit and Loss based on the amount of contribution required to be made and when services are rendered by the employees
- (ii) The Company has subscribed to a Group Gratuity cum Life Assurance Scheme of an insurance Company for gratuity payable to the employees. The incremental liability based on actuarial valuation as per the Projected Unit Credit Method as at the reporting date, is charged to the Statement of Profit and Loss. Actuarial gain or loss is recognised in the Statement of Profit and Loss. Excess of fair value of Plan Assets over Defined Benefit obligation is not recognised as prepaid expense on prudence basis

Notes **Forming part of the accounts** (Contd.)

- (iii) Leave balances are classified as short-term and long-term based on the best estimates after considering past trends. The short-term leave encashment liability for the expected leave to be encashed has been measured on actual components eligible for leave encashment and expected short-term leave to be availed is valued based on the total cost to the Company. Long-term leave encashment liability has been valued on actuarial basis as per the Projected Unit Credit Method

(g) Borrowing Cost

Borrowing costs attributable to the acquisition of qualifying assets are capitalised as part of the cost of that asset. Interest costs are recognised as expense in the year in which these are incurred. Origination fees and other ancillary costs included in other finance charges with respect to funds mobilised by the Company are amortised over the tenure of such borrowings

(h) Taxation

Income Tax comprises of Current Tax and net changes in Deferred Tax Assets or Liabilities during the year. Current Tax is determined at the amount of tax payable in respect of taxable income for the year as per the Income-tax Act, 1961

Deferred Tax Assets and Liabilities are recognised for the future tax consequences of timing differences between the book profit and tax profit. Deferred Tax Assets and Liabilities, other than on carry forward losses and unabsorbed depreciation under tax laws, are recognised when it is reasonably certain that there will be future taxable income. Deferred Tax Asset on carry forward losses and unabsorbed depreciation, if any, are recognised when it is virtually certain supported by convincing evidence that there will be future taxable profit. Deferred Tax Assets and Liabilities are measured using substantively enacted tax rates. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognised in the Statement of Profit and Loss in the year of substantive enactment of the change

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, is recognised as an asset in the Balance Sheet when it is probable that the future economic benefit associated with it will flow to the Company

(i) Impairment

The aggregate carrying value of assets of each cash-generating unit at each balance sheet date are reviewed for impairment. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognised if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at discounting the estimated future cash flows to their present value based on an appropriate discount factor

(j) Provisions and Contingencies

- (i) Non-Performing Assets (NPAs) are identified and categorised according to the Core Investment Companies (Reserve Bank) Directions, 2016 for NBFC activities, Provisions / write offs are made against standard, substandard, doubtful and loss assets at the rates prescribed in the said Directions
- (ii) Accelerated provision / write-offs on Standard Assets are made where additional risk are identified by the Management. Accelerated provision / write-off are written back when external evidence supporting recoverability is available to the Management and it is reasonably sure of recoverability of such amounts provided / written-off
- (iii) Provisioning for NPAs is dependent upon, inter alia, whether the NPA is secured or unsecured. Loans are considered as secured where the Company has valid recourse to assets / recovery by:
- equitable mortgage of property, and/or
 - pledge of shares, units, other securities, and/or
 - hypothecation of assets, and/or
 - bank guarantees, and/or
 - collateral by way of cash or cash equivalent
 - Corporate guarantees backed by assets

Notes **Forming part of the accounts** (Contd.)

- (iv) Impairment in the investment portfolio is provided / written-off, as per the RBI Guidelines unless an accelerated provision / write-off is warranted on a case to case basis
- (v) Provision for Standard Assets is made on the outstanding standard assets based on Core Investment Companies Directions (Reserve Bank) Directions, 2016
- (vi) The Company carries a significant quantum of long tenor project finance and infrastructure assets on its books. Given the risk profile attendant to such assets, the Company has created a Provision for General Contingency to cover adverse events that may affect the quality of the Company's Assets. The Provision for General Contingency is utilized against specific provisions on a case to case basis if there are indicators of impairment other than temporary
- (vii) In respect of non NBFC activities provision / write off is done based on evaluation by the Management
- (viii) With regard to restructured credit facilities, the Company has adopted RBI Circular No DNBS (PD) No. 272 dated January 23, 2014 applicable to Non-Banking Financial (Non-Deposit Accepting or Holding) Companies including subsequent amendments thereto. Provision recognition on such restructured facilities is as per the said foregoing circulars

(k) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A Contingent Liability is disclosed unless the possibility of an outflow of resources embodying the economic benefits is remote. Contingent Assets are neither recognised nor disclosed in the Financial Statements

(l) Foreign Currency Transactions

(i) Foreign Currency Transactions and Balances

- **Initial Recognition**

Foreign currency transactions are recorded at the rate prevailing on the date of the transaction

- **Conversion**

Foreign currency monetary items are restated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction

(ii) Exchange Differences

Foreign Currency Long-term Monetary Items

The Company has exercised the option of amortising / capitalising the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011

(iii) Forward Exchange Contracts entered into to hedge foreign currency risk of an existing asset / liability

The premium or discount arising at the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Any profit or loss arising on cancellation or renewal of forward exchange contract is also recognised in the Statement of Profit and Loss for the year

(iv) The portion of Foreign Currency borrowings swapped into Indian rupees is stated at the rate fixed in the swap transaction, and not translated at the year end rate

Notes **Forming part of the accounts** (Contd.)

(m) Derivative Transactions and Hedge Accounting

- (i) Pursuant to the issuance of the Guidance Note on Accounting for Derivative Contracts by the Institute of Chartered Accountants of India, Company has changed its accounting policy on Derivative Contracts to be in line with the Guidance Note with effect from April 1, 2016. Refer note 10(b)(iii) for impact on the Standalone financial statements
- (ii) The Company uses derivative instruments as part of its asset and liability management activities to manage exposures to interest rate and foreign currency risk. It enters into derivative contracts to hedge its assets and liabilities
- (iii) All derivative contracts are recognised on the balance sheet at fair value
- (iv) The Company applies either fair value or cash flow hedge accounting when transactions meet the specified criteria to apply hedge accounting treatment

At the time a financial instrument is designated as a hedge, the Company formally documents the relationship between the hedging instruments and hedged items including the risk management objectives and strategy in undertaking the hedge transactions

The Company regards a hedge as a highly effective only if at the inception of hedge and throughout its life, the hedge is expected to be highly effective in achieving offsetting changes in fair value or cash flows attributable to the hedged risk

The Company discontinues hedge accounting when it determines that a derivative is not, or has ceased to be, highly effective as a hedge:

- when the derivative has expired or is terminated;
 - when the hedged item is repaid or
 - when a forecast transactions are no longer deemed highly probable
- (v) All other derivative contracts which do not qualify for Hedge Accounting are marked-to-market based on the category of the contract and changes in the fair value are recognised in the Statement of Profit and Loss

(n) Share Issue Expenses

Share issue expenses incurred by the Company are adjusted from Securities Premium Account as permissible under Section 52 of the Companies Act, 2013

(o) Redemption Premium

The premium on redemption of Preference Shares is applied out of the Preference share premium redemption reserve that is carved out of the Securities Premium account as well as out of the Profit and loss

(p) Cash Flow Statements

- (i) Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on available information
- (ii) Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

(q) Earnings per Share

Basic earnings per share is calculated by dividing the net profit after tax for the year attributable to the equity shareholders of the Company by weighted average number of equity shares outstanding during the year

Notes Forming part of the accounts (Contd.)

Diluted earnings per share is calculated by dividing the net profit after tax for the year attributable to the equity shareholders of the Company by weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities

(3) SHAREHOLDERS' FUNDS

(a) The Share Capital of the Company consists of:

		₹ in million	
As at March 31,		2017	2016
AUTHORISED :			
400,000,000 Equity Shares of ₹ 10 each		4,000.00	4,000.00
1,460,000 Non Convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹ 7,500 each		10,950.00	10,950.00
5,000,000 NCRCPs of ₹ 10 each		50.00	50.00
		15,000.00	15,000.00
ISSUED:			
131,177,210 Equity Shares of ₹ 10 each		1,311.77	1,311.77
1,133,000 NCRCPs of ₹ 7,500 each		8,497.50	8,497.50
5,000,000 NCRCPs of ₹ 10 each		50.00	50.00
		9,859.27	9,859.27
SUBSCRIBED AND FULLY PAID-UP :			
128,403,276 Equity Shares of ₹ 10 each		1,284.03	1,284.03
1,133,000 NCRCPs of ₹ 7,500 each		8,497.50	8,497.50
5,000,000 NCRCPs of ₹ 10 each		50.00	50.00
		9,831.53	9,831.53

(b) The terms of issue of Non Convertible Redeemable Cumulative Preference Shares (NCRCPs) are as under :

Issued & Paid-up Capital (₹ million)	No. of NCRCPs	Dividend (per annum cumulative)	Allotment date	Tenure (Years)	Redemption date	Redemption Value
50.00	5,000,000	2.00%	Jul 5, 2012	20	Jul 5, 2032	Face Value of ₹ 10 per NCRCPs
50.00	5,000,000					
1,800.00	240,000	16.38%	Mar 14, 2014	7	Mar 14, 2021	Face value of ₹ 7,500/- per NCRCPs plus Redemption Premium of ₹ 5,000/- per NCRCPs
2,662.62	355,016	16.06%	Mar 25, 2014	7	Mar 25, 2021	
152.70	20,360	16.06%	Mar 28, 2014	7	Mar 28, 2021	
1,384.68	184,624	15.99%	May 16, 2014	7	May 16, 2021	
764.13	101,884	16.46%	Sep 24, 2015	7	Sep 24, 2022	Face value of ₹ 7,500/- per NCRCPs plus Redemption Premium of ₹ 7,500/- per NCRCPs
115.20	15,360	16.46%	Sep 29, 2015	7	Sep 29, 2022	
435.71	58,095	16.46%	Sep 30, 2015	7	Sep 30, 2022	
250.00	33,334	16.46%	Oct 05, 2015	7	Oct 05, 2022	
571.13	76,151	16.46%	Oct 15, 2015	7	Oct 15, 2022	
106.13	14,150	16.46%	Oct 19, 2015	7	Oct 19, 2022	
255.20	34,026	16.46%	Oct 30, 2015	7	Oct 30, 2022	
8,497.50	1,133,000					

Notes Forming part of the accounts (Contd.)

- (i) Voting Rights: Right to vote only on resolutions placed before the Company which directly affect the rights attached to the Preference Shares, as per the provisions of the Companies Act, 2013 and Articles of Association. If the Company fails to pay the dividend for a period of two years or more, preference shareholders have the right to vote on all resolutions placed before the Company
- (ii) Seniority: Senior to all equity shares and rank pari-passu inter-se among all classes of preference shares currently existing or established hereafter, with respect to (a) dividend distribution and (b) repayment of capital upon a liquidation of the Company
- (c) Details of Movement in Shareholding of Subscribed and paid up Capital :
- (i) Equity Shares

Particulars	Number of Shares	
	FY 2017	FY 2016
Opening Balance	128,403,276	128,403,276
Add : Allotment during the year	-	-
Closing Balance	128,403,276	128,403,276

- (ii) NCRCPS of ₹ 7,500 each

Particulars	Number of Shares	
	FY 2017	FY 2016
Opening Balance	1,133,000	800,000
Add : Allotment during the year	-	333,000
Closing Balance	1,133,000	1,133,000

- (d) List of shareholders holding more than 5% equity shares:
Fully paid-up Shares of ₹ 10 each

As at March 31,	2017		2016	
Name of Shareholder	Number of Shares	Percentage Holding	Number of Shares	Percentage Holding
Life Insurance Corporation of India	32,541,123	25.34	32,541,123	25.34
ORIX Corporation, Japan	30,227,509	23.54	30,227,509	23.54
Abu Dhabi Investment Authority, Abu Dhabi	16,129,252	12.56	16,129,252	12.56
IL&FS Employees' Welfare Trust	15,406,092	12.00	15,397,938	11.99
Housing Development Finance Corporation Limited	11,587,194	9.02	11,587,194	9.02
Central Bank of India	9,843,386	7.67	9,843,386	7.67
State Bank of India	8,237,967	6.42	8,237,967	6.42

- (e) List of shareholders holding more than 5% NCRCPS :

As at March 31,	2017		2016	
Name of Shareholder	Number of Shares	Percentage Holding	Number of Shares	Percentage Holding
ORIX Corporation, Japan	5,000,000	81.53	5,000,000	81.53

Notes Forming part of the accounts (Contd.)

- (f) During the current year, the Company paid interim dividend on NCRCPs as follows
- On 2% NCRCPs aggregating to ₹ 1.00 million and dividend distribution tax of ₹ 0.20 million
 - On 16.38% NCRCPs, 16.06% NCRCPs, 15.99% NCRCPs and 16.46% NCRCPs aggregating to ₹ 1,401.30 million and dividend distribution tax of ₹ 285.28 million

The Board of Directors has proposed the aforesaid interim dividend to be the final dividend on the NCRCPs subject to approval of the shareholders

- (g) The Board of Directors has subject to approval of the Members at the ensuing Annual General Meeting, proposed payment of final dividend @ 42.50 % i.e ₹ 4.25 per equity share of ₹ 10 each fully paid up for the year ended March 31, 2017. However, pursuant to the Revised Accounting Standard (AS) 4 - Contingencies and Events Occurring after the Balance Sheet Date, dividend declared after the balance sheet date but before the financial statements are approved for issue are not recognised as a liability at the balance sheet date as no obligation exists at that time. Accordingly, the Company has not appropriated dividend payment on equity shares for the year ended March 31, 2017 of ₹ 545.71 million pending for approval of shareholders

(4) RESERVES AND SURPLUS

- (a) The movement in Reserves and Surplus :

₹ in million		
As at March 31,	2017	2016
GENERAL RESERVE	3,702.13	3,702.13
CAPITAL REDEMPTION RESERVE	520.00	520.00
SECURITIES PREMIUM ACCOUNT		
Opening Balance	18,386.97	15,977.77
Add : Additions during the year (Issue of NCRCPs)	-	2,497.50
Less : Utilised for writing off NCRCPs issue expenses	-	88.30
Less : Transfer to Preference Share Premium Redemption Reserve	618.84	-
	17,768.13	18,386.97
PREFERENCE SHARE PREMIUM REDEMPTION RESERVE (REFER NOTE 2(O))		
Opening Balance	-	-
Add : Transfer from Statement of Profit and Loss	563.29	-
Add : Transfer from Securities Premium Account	618.84	-
	1,182.13	-
SPECIAL RESERVE I		
Opening Balance	8,015.20	7,467.13
Add : Transfer from Statement of Profit and Loss	765.47	548.07
	8,780.67	8,015.20
SPECIAL RESERVE II		
Opening Balance	775.00	746.00
Add : Transfer from Statement of Profit and Loss	30.00	29.00
	805.00	775.00
CASH FLOW HEDGING RESERVE		
Opening Balance	-	-
Add : Created during the year	21.38	-
	21.38	-

Notes Forming part of the accounts (Contd.)

₹ in million		
As at March 31,	2017	2016
REVALUATION RESERVE		
Opening Balance	-	-
Add : Created during the year	5,672.64	-
Less : Transfer to Statement of Profit and Loss	11.60	-
	5,661.04	-
SURPLUS IN STATEMENT OF PROFIT AND LOSS		
Opening Balance	14,857.76	13,873.77
Profit for the year after tax	3,827.37	2,740.34
Add : Transition provision on Derivatives	5.19	-
Less : Change in Accounting policy and Estimates (net of deferred tax)	-	65.80
Less : Dividend:		
- Interim Dividend on Preference Share	1,402.30	1,165.76
- Tax on Dividend on Preference Share	285.48	237.32
Add : Dividend Tax Exempt	285.48	289.60
Add : Transfer from Revaluation Reserve	11.60	-
Less: Transferred to:		
- Special Reserve I	765.47	548.07
- Special Reserve II	30.00	29.00
- Preference Share Premium Redemption Reserve	563.29	-
	15,940.86	14,857.76
TOTAL	54,381.34	46,257.06

- (b) Special Reserve I represents reserve created pursuant to the RBI (Amendment) Ordinance, 1997 under Section 45-IC of the RBI Act, 1934
- (c) Special Reserve II represents reserve created as per terms of Section 36(l)(viii) of the Income-tax Act, 1961 out of the distributable profits of the Company. In view of the Management, it is expected that utilisation of the reserve is not likely to happen and accordingly deferred tax liability is not created on the reserve
- (d) Pursuant to Guidance Note on Derivatives issued by the ICAI, in terms of the transitional provisions, the Company has recognized mark to market gains of ₹ 5.19 million as at April 1, 2016 in the opening statement of profit and loss

(5) BORROWINGS

- (a) Borrowings outstanding :

₹ in million								
As at March 31,	2017				2016			
	Short term	Long Term		Total	Short term	Long Term		Total
		Current	Non-current			Current	Non-current	
Debentures	-	7,849.90	72,685.85	80,535.75	-	8,914.44	73,335.75	82,250.19
Term Loans	3,200.00	6,179.25	18,545.88	27,925.13	1,000.00	2,838.83	19,917.38	23,756.21
Sub-ordinated Debt	-	-	68.54	68.54	-	980.00	68.54	1,048.54
Loan repayable on demand	288.29	-	-	288.29	148.78	-	-	148.78
Inter Corporate Deposits	4,592.06	680.00	197.12	5,469.18	3,531.91	200.00	791.50	4,523.41
Commercial Papers	4,992.58	-	-	4,992.58	15,232.58	-	-	15,232.58
Covered Warrants	-	-	1,943.00	1,943.00	-	-	1,943.00	1,943.00
TOTAL	13,072.93	14,709.15	93,440.39	121,222.47	19,913.27	12,933.27	96,056.17	128,902.71

Notes Forming part of the accounts (Contd.)

(b) Borrowings outstanding :

₹ in million

As at March 31,	2017			2016		
	Short term	Long Term		Short term	Long Term	
		Current	Non-current		Current	Non-current
Secured [Refer Note 5(c)]						
Debentures [Refer Note 5(d) (e) & (f)]						
- From Banks	-	950.00	1,680.00	-	290.00	2,380.00
- From Related Parties	-	50.00	5,400.00	-	500.00	5,450.00
- From Other Parties	-	6,849.90	65,605.85	-	8,124.44	65,505.75
Term Loans [Refer Note 5(h)(i) & (ii)]						
- From Banks	2,000.00	5,250.00	15,650.00	1,000.00	2,150.00	15,700.00
- From Other Parties*	-	262.85	2,165.66	-	259.95	1,890.11
Loan repayable on demand						
- From Banks	288.29	-	-	148.78	-	-
Unsecured						
Sub-ordinated Debt [Refer Note 5(g)]						
- From Related Parties	-	-	68.54	-	-	68.54
- From Other Parties	-	-	-	-	980.00	-
Term Loans [Refer Note 5(h)(i) & (ii)]						
- Banks	1,200.00	400.00	-	-	-	1,400.00
- From Other Parties#	-	266.40	730.22	-	428.88	927.27
Inter Corporate Deposits						
- From Related Parties	-	-	-	58.39	-	-
- From Other Parties	4,592.06	680.00	197.12	3,473.52	200.00	791.50
Commercial Papers (CP)						
- From Banks	250.00	-	-	-	-	-
- From Other Parties	4,950.00	-	-	15,700.00	-	-
Less : Unexpired discount on CP	207.42	-	-	467.42	-	-
Covered Warrants [Refer Note 5(i)]						
- From Related Parties	-	-	1,943.00	-	-	1,943.00
Sub total	13,072.93	14,709.15	93,440.39	19,913.27	12,933.27	96,056.17
TOTAL			121,222.47			128,902.71

* Includes ₹ 1,504.06 million (Previous Year : ₹ 1,655.06 million) guaranteed by the Government of India and ₹ 450.00 million (Previous Year : ₹ 495.00 million) guaranteed by USAID

Guaranteed by the Government of India

- (c) All secured borrowings obtained by the Company are covered under pari-passu charge on all the assets, excluding specified immovable property, moveable assets within the property, specific investments, capital work-in-progress, prepaid and deferred expenses, advance taxes (net), MAT Credit Entitlement, Deposits with banks on which lien is created in favour of banks for term loans taken by the Company

Notes Forming part of the accounts (Contd.)

(d) The details of Secured Non-Convertible Debentures (NCDs) issued on a private placement basis as at March 31, 2017

Series of NCDs	Number of NCDs Issued	Number of NCDs Outstanding as at March 31,		Face Value of NCD (₹)	Rate of Interest (% p.a)	Earliest Date of Redemption
		2017	2016			
2012 Series IV	500,000	500,000	500,000	1,000	9.30	24-Jan-2038
2010 Series VI	1,500,000	1,500,000	1,500,000	1,000	9.35	17-Aug-2035
2015 Series I-E	500,000	500,000	500,000	1,000	8.80	09-Mar-2026
2014 Series I-V	1,000,000	1,000,000	1,000,000	1,000	8.69	25-Aug-2025
2014 Series I-U	1,000,000	1,000,000	1,000,000	1,000	8.69	24-Aug-2025
2010 Series V	3,500,000	3,500,000	3,500,000	1,000	8.96	20-May-2025
2014 Series I-C	500,000	500,000	500,000	1,000	8.75	23-Jan-2025
2014 Series I-B	2,000,000	2,000,000	2,000,000	1,000	8.72	21-Jan-2025
2014 Series I-A	2,000,000	2,000,000	2,000,000	1,000	9.00	29-Dec-2024
2013 Series II-D	2,000,000	2,000,000	2,000,000	1,000	9.55	13-Aug-2024
2013 Series II-C	3,000,000	3,000,000	3,000,000	1,000	9.50	28-Jul-2024
2012 Series II	1,000,000	1,000,000	1,000,000	1,000	9.40	19-Dec-2022
2012 Series I	3,900,000	3,900,000	3,900,000	1,000	9.80	30-May-2022
2011 Series IX	2,100,000	2,100,000	2,100,000	1,000	9.85	12-Mar-2022
2015 Series I-L	500,000	500,000	-	1,000	8.25	01-Mar-2022
2011 Series VIII	2,900,000	2,900,000	2,900,000	1,000	9.82	24-Jan-2022
2011 Series I	1,500,000	1,500,000	1,500,000	1,000	9.68	25-Jul-2021
2005 Series VI	750,000	800	299,345	1,000	7.80	01-Mar-2021
2010 Series IX	3,250,000	3,250,000	3,250,000	1,000	9.70	22-Feb-2021
2013 Series II-B	1,000,000	1,000,000	1,000,000	1,000	9.90	13-Feb-2021
2010 Series VII	1,500,000	250,000	250,000	1,000	9.20	24-Dec-2020
2014 Series I-Z	900,000	900,000	900,000	1,000	8.50	28-Oct-2020
2014 Series I-X	830,000	830,000	830,000	1,000	8.80	22-Sep-2020
2014 Series I-W	2,500,000	2,500,000	2,500,000	1,000	8.75-8.80	21-Sep-2020
2014 Series I-R	1,000,000	1,000,000	1,000,000	1,000	8.75	31-Jul-2020
2014 Series I-Q	1,000,000	1,000,000	1,000,000	1,000	8.75	29-Jul-2020
2014 Series I-P	1,000,000	1,000,000	1,000,000	1,000	8.78	23-Jul-2020
2015 Series I-N	3,000,000	3,000,000	-	1,000	8.0938	15-May-2020
2009 Series VI-B	500,000	500,000	500,000	1,000	9.20	22-Mar-2020
2009 Series XVI	3,000,000	3,000,000	3,000,000	1,000	9.20	05-Mar-2020
2009 Series VI-A	500,000	500,000	500,000	1,000	9.15	02-Mar-2020
2012 Series III	465,000	465,000	465,000	1,000	9.10	21-Jan-2020
2015 Series I-K	750,000	750,000	-	1,000	7.85-7.90	24-Oct-2019
2015 Series I-I	1,600,000	1,600,000	-	1,000	8.05-8.12	23-Sep-2019
2015 Series I-H	1,700,000	1,700,000	1,700,000	1,000	9.00-9.20	18-Sep-2019
2011 Series IV	750,000	750,000	750,000	1,000	9.78	16-Sep-2019

Notes Forming part of the accounts (Contd.)

Series of NCDs	Number of NCDs Issued	Number of NCDs Outstanding as at March 31,		Face Value of NCD (₹)	Rate of Interest (% p.a)	Earliest Date of Redemption
		2017	2016			
2015 Series I-D	250,000	250,000	250,000	1,000	8.70	25-Jul-2019
2015 Series I-M	350,000	350,000	-	1,000	8.00-8.25	02-Mar-2019
2013 Series II-A	2,000,000	2,000,000	2,000,000	1,000	9.90-9.95	04-Feb-2019
2008 Series IX	1,400,000	1,400,000	1,400,000	1,000	12.20	15-Dec-2018
2011 Series VII	3,000,000	3,000,000	3,000,000	1,000	9.98	05-Dec-2018
2015 Series I-A	700,000	700,000	700,000	1,000	8.58	01-Dec-2018
2013 Series I-D	1,600,000	690,000	1,400,000	1,000	10.50	26-Aug-2018
2013 Series I-C	2,000,000	2,000,000	2,000,000	1,000	11.00	23-Aug-2018
2011 Series II	1,500,000	1,500,000	1,500,000	1,000	9.75	11-Aug-2018
2014 Series I-T	1,000,000	1,000,000	1,000,000	1,000	8.74	11-Aug-2018
2001 Series IX A	100,000	1,800	1,800	1,000	7.20	17-Jun-2018
2014 Series I-F	800,000	800,000	800,000	1,000	8.78	15-Jun-2018
2014 Series I-O	500,000	500,000	500,000	1,000	8.75	21-May-2018
2014 Series I-D	1,850,000	1,850,000	1,850,000	1,000	8.78	28-Mar-2018
2014 Series I-J	250,000	250,000	250,000	1,000	8.75	23-Mar-2018
2014 Series I-G	350,000	350,000	350,000	1,000	8.75	19-Mar-2018
2015 Series I-G	500,000	500,000	500,000	1,000	8.90	17-Mar-2018
2015 Series I-F	570,000	570,000	570,000	1,000	8.90	15-Mar-2018
2002 Series XI	250,000	29,050	29,050	1,000	7.20-8.05	21-Feb-2018
2001 Series IX B	60,000	9,000	9,000	1,000	8.10	20-Feb-2018
2015 Series I-B	500,000	500,000	500,000	1,000	8.65	22-Dec-2017
2014 Series I-Y	750,000	750,000	750,000	1,000	8.80	23-Sep-2017
2011 Series III	750,000	750,000	750,000	1,000	9.80	16-Sep-2017
2014 Series I-S	2,300,000	2,300,000	2,300,000	1,000	8.74	10-Aug-2017
2001 Series XI	250,000	174,500	174,500	1,000	9.00	9-Aug-2017
2007 Series II	615,600	615,600	615,600	1,000	10.50	11-Jun-2017
2006 Series V	1,600,000	-	1,013,900	1,000	9.25	22-Dec-2016
2011 Series V	500,000	-	441,000	1,000	10.00	10-Oct-2016
2011 Series VI	3,000,000	-	3,000,000	1,000	9.97	28-Sep-2016
2013 Series I-B	1,000,000	-	1,000,000	1,000	11.25	23-Aug-2016
2009 Series IV	2,451,000	-	2,451,000	1,000	9.25	17-Aug-2016
TOTAL		76,235,750	78,950,195			

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Notes Forming part of the accounts (Contd.)

- (e) The details of Secured Zero Coupon Non-Convertible Debentures (ZCNCD), to be redeemed at premium, issued on a private placement basis as at March 31, 2017

Series of ZCNCDs	Number of ZCNCDs Issued	Number of ZCNCDs Outstanding as at March 31,		Face Value of ZCNCD (₹)	Redemption Value of ZCNCD (₹)	Earliest Date of Redemption
		2017	2016			
2015 Series I-J	1,000,000	1,000,000	-	1,000	1,260.13	28-Sep-2019
2014 Series I-N	550,000	550,000	550,000	1,000	1,291.66	21-May-2018
2014 Series I-K	500,000	500,000	500,000	1,000	1,296.74	26-Apr-2018
2014 Series I-L	500,000	500,000	500,000	1,000	1,291.37	12-Apr-2018
2014 Series I-M	500,000	500,000	500,000	1,000	1,279.97	10-Apr-2018
2014 Series I-I	250,000	250,000	250,000	1,000	1,287.20	22-Mar-2018
2014 Series I-E	500,000	500,000	500,000	1,000	1,286.31	12-Mar-2018
2015 Series I-C	500,000	500,000	500,000	1,000	1,179.95	20-Dec-2017
2014 Series I-H	500,000	-	500,000	1,000	1,090.06	28-Mar-2016
TOTAL		4,300,000	3,800,000			

- (f) The Company has the right to buy-back and re-issue Debentures before expiry of their tenor or maturity date, as per the terms of the issue. As at March 31, 2017 there are no such outstanding buy-back Debentures
- (g) The Company has issued the following subordinated debt in the form of Unsecured Non-Convertible Debentures on a private placement basis

Series of NCDs	Number of NCDs Issued	Number of NCDs Outstanding as at March 31,		Face Value of NCD (₹)	Rate of Interest (% p.a)	Earliest Date of Redemption
		2017	2016			
2001 Series V	780,000	68,540	68,540	1,000	7.50	30-Apr-2020
2006 Series I	1,000,000	-	980,000	1,000	9.40 – 9.50	27-Jul-2016
TOTAL		68,540	1,048,540			

Notes Forming part of the accounts (Contd.)

(h) The terms of repayment of Term loans and Foreign currency loans as at March 31, 2017 :

(i) Term loans :

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Secured					
9.00 % to 11.00%	11,950.00 (9,200.00)	3,600.00 (6,500.00)	- (-)	15,550.00 (15,700.00)	Maturity
11.01 % to 13.26%	100.00 (-)	- (-)	- (-)	100.00 (-)	Maturity
TOTAL	12,050.00 (9,200.00)	3,600.00 (6,500.00)	- (-)	15,650.00 (15,700.00)	
Unsecured					
11.00 % to 11.25%	- (1,400.00)	- -	- -	- (1,400.00)	Maturity
TOTAL	- (1,400.00)	- -	- -	- (1,400.00)	

Interest frequency : Monthly

(ii) Foreign Currency Loans:

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Secured					
3M USD LIBOR + 10 bps	90.00 (90.00)	90.00 (90.00)	225.00 (270.00)	405.00 (450.00)	Half Yearly/ Maturity
6M USD LIBOR + 60 bps	331.85 (318.37)	331.85 (318.37)	670.89 (803.38)	1,334.59 (1,440.11)	Half Yearly/ Maturity
TOTAL*	421.85 (408.37)	421.85 (408.37)	895.89 (1,073.38)	1,739.59 (1,890.11)	
Unsecured					
Fixed 75 bps	40.05 (35.86)	40.05 (35.86)	473.41 (441.83)	553.51 (513.55)	Half Yearly/ Maturity
ICAPEURO + 130 bps	- (167.82)	- (-)	- (-)	- (167.82)	Half Yearly/ Maturity
EURIBOR + 137 bps	156.89 (140.56)	39.22 (105.35)	- (-)	196.11 (245.91)	Half Yearly/ Maturity
TOTAL*	196.94 (344.24)	79.27 (141.20)	473.41 (441.83)	749.62 (927.27)	

Interest frequency : Quarterly / Half yearly

* excludes Mark to Market on foreign currency secured loans ₹ 426.07 million and unsecured loans ₹ 19.40 million (debit) as at March 31, 2017

Notes Forming part of the accounts (Contd.)

- (i) Covered Warrants are issued to a Subsidiary Company and entitles the Subsidiary Company to the underlying economic benefits arising from specified investments held by the Company
- (j) Foreign currency borrowing swapped with Rupee borrowing in India

The Company had raised USD 25 million by way of Floating Rate Promissory Notes (FRPN) from the United States Capital Market guaranteed by United States Agency for International Development (USAID) in the financial year 1997 and availed a loan of USD 25 million from the International Bank for Reconstruction and Development (IBRD) in the financial year 1998. The Company had on the same date of borrowing deposited USD 25 million each with the overseas branch of the two Scheduled Commercial Bank (SCoB) and obtained Rupee term loan in India aggregating ₹ 1,792.82 million. All the payments in foreign currency is the responsibility of the Company. In terms of the above Agreements, the Company's foreign exchange liability is protected

During the current year, the last instalment of the loan availed from IBRD was repaid

(6) DEFERRED TAX

Major components of deferred tax assets and liabilities arising on account of timing differences are :

₹ in million			
Particulars	Deferred tax Asset / (Liability) as at April 1, 2016	Adjustments for the year	Deferred tax Asset / (Liability) as at March 31, 2017
Difference between book and tax depreciation	(666.00)	55.00	(611.00)
Provision & Contingencies	384.00	164.00	548.00
Carry forward long term capital loss	-	332.00	332.00
Others (Net)*	132.00	(22.00)	110.00
TOTAL	(150.00)	529.00	379.00

* Others primarily includes deferred tax on deferment of expenses and on provision for leave encashment

Previous year

₹ in million			
Particulars	Deferred tax Asset / (Liability) as at April 1, 2015	Adjustments for the year [#]	Deferred tax Asset / (Liability) as at March 31, 2016
Difference between book and tax depreciation	(731.00)	65.00	(666.00)
Provision & Contingencies	374.00	10.00	384.00
Others (Net)**	172.00	(40.00)	132.00
TOTAL	(185.00)	35.00	(150.00)

** Others primarily includes deferred tax on provision for leave encashment, deferment of expenses and income of Pass Thru entities offered for tax on accrual basis

[#] Tax on difference in carrying value of fixed assets due to application of componentization in the previous year of ₹ 35.00 million has been debited to surplus in the statement of Profit and Loss

Notes Forming part of the accounts (Contd.)

(7) OTHER LIABILITIES

₹ in million

(a) As at March 31,	2017		2016	
	Current	Long-term	Current	Long-term
Interest Accrued but not due on Borrowings	3,595.41	752.84	3,548.35	663.58
Income Received in Advance	187.70	334.16	104.95	318.47
Payables to Related Parties	9.20	-	26.81	-
Security Deposits Received from				
- Related Parties	1.48	6.85	9.18	1,123.40
- Other Parties	72.09	276.53	172.22	243.46
Unclaimed Dividend	116.58	-	4.65	-
Option Price Received in Advance	-	36.67	-	79.13
Statutory Dues	41.46	-	42.00	-
Others	1.41	-	1.29	-
Forward Contracts Payable	39.23	-	-	-
Sub total	4,064.56	1,407.05	3,909.45	2,428.04
TOTAL		5,471.61		6,337.49

- (b) The Company had opened an Escrow Account with a Scheduled Bank by depositing the amount of outstanding public deposits / non-convertible debentures as on September 30, 2003 together with interest that could be due thereon in order to comply with Reserve Bank of India's norms for its erstwhile registration as a Non Deposit Taking NonBanking Finance Company (NBFC-ND-SI)

All the above public deposits / non-convertible debentures have since matured and repaid, certain public deposits / non-convertible debentures of ₹ 0.15 million (Previous Year : ₹ 0.15 million) are lying with the Company due to pending proceedings/disputes among claimants

(8) PROVISIONS

₹ in million

(a) As at March 31,	2017		2016	
	Short-term	Long-term	Short-term	Long-term
Provisions for Contingencies [Refer Note 8 (b)]	-	8,000.00	-	7,900.00
Provisions for Employee Benefits [Refer Note 8(c)]	481.72	38.34	505.83	67.60
Provision for Tax (net of Advance Tax)	544.74	-	403.74	-
Contingent Provision against Standard Assets [Refer Note 8(d)]	-	183.81	-	162.62
Provision for Diminution in Value of Investments	-	1,126.00	-	29.00
Sub total	1,026.46	9,348.15	909.57	8,159.22
TOTAL		10,374.61		9,068.79

Notes Forming part of the accounts (Contd.)

(b) Movement in Provision for Contingencies :

	₹ in million	
Provision for Contingencies	FY 2017	FY 2016
Opening Balance	7,900.00	6,800.00
Add: Provision made during the year	1,197.00	1,100.00
Less : Provision utilized towards diminution in value of investments	1,097.00	-
Closing Balance	8,000.00	7,900.00

(c) Particulars relating to Accounting Standard 15 "Employee Benefits" (Revised) is provided below:

- (i) The Company has charged (net of recoveries) ₹ 28.36 million (Previous Year : ₹ 35.87 million) to the Statement of Profit and Loss as Company's Contribution to Provident Fund and ₹ 26.45 million (Previous Year: ₹ 33.81 million) as Company's Contribution to Superannuation Fund

- (ii) The Company has funded post retirement defined benefit plans for Gratuity, details of which are as follows:

Reconciliation of Defined Benefit Obligation

	₹ in million	
Particulars	FY 2017	FY 2016
Opening Defined Benefit Obligation	647.24	567.06
Interest Cost	47.63	44.80
Current Service Cost	47.39	44.73
Liability Transfer In	2.04	2.76
Liability Transfer Out	(34.16)	(1.93)
Benefits Paid	(44.27)	(28.35)
Actuarial (Gain)/Loss on Obligations	(43.12)	18.17
Closing Defined Benefit Obligation	622.75	647.24

Reconciliation of Fair value of Plan Assets

	₹ in million	
Particulars	FY 2017	FY 2016
Opening Fair Value of Plan Assets	646.82	594.17
Expected Return on Plan Assets	39.58	46.71
Contributions	-	52.00
Transfer from Other Companies	2.82	2.76
Transfer to Other Companies	(34.16)	(1.93)
Benefits Paid	(44.27)	(28.35)
Actuarial Gain/(Loss)	49.72	(18.54)
Closing Fair Value of Plan Assets	660.51	646.82

Amount to be recognised in Balance Sheet and movement in net liability

	₹ in million				
Particulars	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013
Present Value of Funded Obligation	622.75	647.24	567.06	516.02	452.46
Fair Value of Plan Assets	660.51	646.82	594.17	519.03	459.91
Balance Sheet (Liability / (Asset))	(37.76)	0.42	(27.11)	(3.01)	(7.45)

Notes Forming part of the accounts (Contd.)

Expenses recognised in the Statement of Profit and Loss

₹ in million		
Particulars	FY 2017	FY 2016
Current Service Cost	47.39	44.73
Interest Cost	47.63	44.80
Expected Return on Plan Assets	(39.58)	(46.71)
Actuarial Losses/(Gains) (Net)	(92.84)	36.71
Net Gratuity Expenses Included in 'Employee Cost' *	-	79.53

* The Company has not recognised gain of ₹ 37.40 million arising on account of excess of return on Fund value of Plan Assets over its liability on the basis of prudence

Description of Plan Assets

The Company's plan assets are fully deployed with an insurer

Summary of Actuarial Assumptions

Particulars	FY 2017	FY 2016
Discount Rate (Current)	6.69%	7.99%
Expected rate of return on Assets (Current)	8.00%	7.99%
Salary Escalation Rate Current	5.00%	6.25%
Mortality	Published notes under the Indian Assured Lives Mortality (2006-08) estimate	Published notes under the Indian Assured Lives Mortality (2006-08) Ultimate

Actual Return on Plan Assets

₹ in million		
Particulars	FY 2017	FY 2016
Expected Return on Plan Assets	39.58	46.71
Actuarial Gain/(Loss) on Plan Assets	42.76	(18.54)
Actual Return on Plan Assets	82.34	28.17

Experience Adjustment

₹ in million					
Particulars	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013
On Liability (Gain) / Loss	(44.95)	(15.67)	(27.02)	8.46	16.39
On Asset Gain /(Loss)	49.72	20.45	51.18	(9.71)	0.45

Other Details

The Employer's best estimate of the contributions expected to be paid to the plan during the next 12 months is ₹ 32.37 million (Previous Year : ₹ 18.31 million)

The above information has been certified by the actuary and relied upon by the Auditors

The estimates of future salary increase considered in actuarial valuation, taking into account inflation, seniority, promotion and other relevant factors

Notes Forming part of the accounts (Contd.)

(d) Movement of Provision for Mark to market on Derivative Contracts:

₹ in million		
Particulars	FY 2017	FY 2016
Opening Balance	-	4.35
Less : Provision settled during the year (net)	-	4.35
Closing Balance	-	-

(e) Movement of general provision on the standard assets and restructured assets based on Core Investment Companies Directions (Reserve Bank) Directions, 2016

₹ in million		
Particulars	FY 2017	FY 2016
Opening Balance	162.62	134.41
Add: Provision made during the year	21.19	28.21
Closing Balance	183.81	162.62

- (9) On the basis of the information available with the Company and intimations received from suppliers (Trade Payable and Other Payables), there are no dues payable as on March 31, 2017 (Previous Year : Nil) to Micro, Small and Medium Enterprises as per the disclosure requirement under the Micro, Small and Medium Enterprise Development Act, 2006

(10) DERIVATIVE INSTRUMENTS

(a) Financial Risk Management Objectives

The treasury function of the Company provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through financial risk reports which analyses exposures by degree and magnitude of risks. These risks include currency risk and interest rate risk

The Company seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the RBI and Board approved policies, which provide written principles on foreign exchange risk, interest rate risk, and the use of derivatives instruments. Compliance with the policies and exposure limits are reviewed periodically

The corporate treasury function reports periodically to the Committee of Directors and to an internally delegated committee that monitors risks and policies implemented to mitigate risk exposures

(b) Following types of hedging instruments are entered into by the Company

(i) Interest risk management :

The Company is exposed to interest rate risk as it carries both fixed and floating rates assets and liabilities. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings and by the use of derivatives. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite, ensuring the most appropriate strategies are applied

(ii) Foreign currency risk management :

The Company is also exposed to foreign currency risk and floating interest rate risk as it undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. These exposures are managed within approved policy parameters utilizing forward foreign exchange contracts, currency swaps and coupon swaps by ensuring application of appropriate strategies

Notes Forming part of the accounts (Contd.)

- (iii) In accordance with the change in accounting policy and transitional provision of the Guidance Note, following is the impact on the financial statement:

₹ in million

Particulars	Amount Before adoption of Guidance Note	Impact of Guidance Note	Amount After adoption of Guidance Note
Surplus in Statement of Profit & Loss as at April 1, 2016	14,857.76	5.19	14,862.95
Cash flow Hedge Reserve	-	21.38	21.38
Long Term Borrowing	93,033.73	406.66	93,440.39
Current Portion of Long Term Borrowing	14,668.77	40.38	14,709.15
Other Current Liabilities	4,025.33	39.23	4,064.56
Other Current Asset	1,961.41	61.03	2,022.44
Other Non-Current Asset	10,310.05	446.69	10,756.74
Finance Cost	11,168.87	5.12	11,173.99

- (iv) Following are the details of outstanding Derivative Contracts

• **Fair value hedge**

₹ in million

Particulars	March 31, 2017			March 31, 2016		
	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)
Interest Rate Swaps	1	250	0.07	2	500	(0.98)

• **Cash flow hedge**

₹ in million

Particulars	March 31, 2017			March 31, 2016		
	Contracts (Nos.)	Notional Amount of contracts in foreign currency	Fair Value in equivalent Rupee	Contracts (Nos.)	Notional Amount of contracts in foreign currency	Fair Value in equivalent Rupee
USD						
Swaps	7	26.41	503.60	10	34.18	662.15
Forward Contract	1	4.11	(10.60)	-	-	-
EURO						
Swaps	7	6.04	4.12	9	17.01	218.74
Forward Contract	3	8.35	(15.71)	2	3.76	5.15
Coupon Swaps	3	0.81	(0.79)	3	1.16	(0.51)

• **Other than Fair value hedge**

₹ in million

Particulars	March 31, 2017			March 31, 2016		
	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)
Interest Rate Swaps	-	-	-	4	1,000	6.17

Notes Forming part of the accounts (Contd.)

- (v) The Movement in Cash Flow Hedges for the year ended March 31, 2017 is as follows:

		₹ in million
Particulars		Amount
Opening balance		-
Gain / (Loss) recognized during the year		481.41
Amount transferred to statement of profit and loss account under finance charges		(460.03)
Closing balance		21.38

- (vi) The carrying amounts of foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows :

Liabilities	Foreign Currency		Current Year		
			Exchange Rate	Amount in Foreign Currency	Amount in equivalent Rupee
External Commercial Borrowings	USD	Principal*	64.8386	30.52	1,978.51
		Interest	64.8386	0.16	10.55
	EURO	Principal	69.2476	14.39	996.62
		Interest	69.2476	0.06	4.14
Total Payables (A)					2,989.82
Hedged by derivative and forward contracts (B)	USD	Principal		30.52	
		Interest		0.16	
	EURO	Principal		14.39	
		Interest		0.06	
Unhedged Payables (C=A-B)	USD			NIL	
	EURO			NIL	

* excludes foreign currency borrowing swapped with Rupee borrowing in India ₹ 450.00 million

The Company has adopted hedge accounting principles with effect from April 1, 2016, hence previous year figures are not applicable

Notes

Forming part of the accounts (Contd.)

(11) TANGIBLE ASSETS AS AT MARCH 31, 2017

₹ in million

Item	GROSS BLOCK (at cost / valued)			ACCUMULATED DEPRECIATION / AMORTISATION			NET BLOCK	
	As at 01-Apr-16	Additions For the Year	Deductions For the Year	As at 31-Mar-17	As at 01-Apr-16	For the Year	As at 31-Mar-17	As at 31-Mar-17
Freehold Land (Refer foot note 1)	169.80	17.25	17.25	169.80	-	-	-	169.80
Leasehold Land	525.63	0.34	-	525.97	107.35	9.98	117.33	408.64
Premises (Refer foot note 2,3,4 &5)	3,508.09	5,655.54	10.12	9,153.51	542.71	85.53	625.99	8,527.52
Plant & Machinery	374.11	4.39	2.15	376.35	309.99	6.62	314.85	61.50
Furniture and Fixtures	313.45	5.91	51.92	267.44	268.80	10.99	228.19	39.25
Vehicles	1.01	0.06	0.00	1.07	1.01	0.02	1.03	0.04
Office Equipments	37.79	7.11	2.05	42.85	25.86	4.78	28.80	14.05
Data Processing Equipments	142.70	4.01	9.49	137.22	116.71	13.65	121.62	15.60
Electrical Installation	138.71	6.70	8.99	136.43	94.13	10.27	96.43	40.00
Improvement to Leased Property	141.67	13.63	-	155.30	90.44	10.17	100.61	54.68
TOTAL	5,352.96	5,714.94	101.97	10,965.93	1,557.00	152.01	1,634.85	9,331.08

Foot notes :

- Additions during the year includes reclassification from Premises
- The Company has revalued the Premises held for third party use to other than IL&FS Group entities which is considered as a separate class of assets, with effect from March 1, 2017. The revaluation were done by two independent valuers using "Direct Sales Comparison Method" and the lower end of the valuation from these two valuers was used to revalue the foregoing class of Premises
An amount of ₹ 5,672.64 million has been transferred to revaluation surplus
- Includes Premises given on Operating Lease
- In respect of one leased premise taken on lease from a Government Authority, though the lease agreement is pending, the asset has been capitalised based on "area allocation letter" issued by the Government Authority
- Refer Note 5(c) for pledge as securities for liabilities

Notes

Forming part of the accounts (Contd.)

For Previous Year

₹ in million

Item	GROSS BLOCK (at cost / valued)			ACCUMULATED DEPRECIATION / AMORTISATION			NET BLOCK	
	As at 01-Apr-15	Adjustment (Refer foot note 3)	Additions For the Year	Deductions For the Year	As at 31-Mar-16	As at 01-Apr-15	For the Year (Refer foot note 4)	As at 31-Mar-16
Freehold Land	169.80	-	-	-	169.80	-	-	169.80
Leasehold Land	165.20	328.22	32.21	-	525.63	33.95	73.40	418.28
Premises (Refer foot note 1&2)	3,758.25	(483.91)	233.75	-	3,508.09	603.38	(60.67)	2,965.38
Plant & Machinery	227.57	152.99	2.90	9.35	374.11	143.95	175.04	64.12
Furniture and Fixtures	309.03	1.80	4.33	1.71	313.45	255.70	14.62	44.65
Vehicles	1.01	-	-	-	1.01	1.01	-	-
Office Equipments	37.24	0.29	5.74	5.48	37.79	26.77	4.54	11.93
Data Processing Equipments	139.63	0.03	18.31	15.27	142.70	113.21	18.65	25.99
Electricals Installation	135.74	0.58	3.83	1.44	138.71	82.80	12.52	44.58
Improvement to Leased Property	131.13	-	10.54	-	141.67	75.50	14.94	51.23
TOTAL	5,074.60	-	311.61	33.25	5,352.96	1,336.27	253.04	3,795.96

Foot notes

- (1) Includes Premises given on Operating Lease
- (2) In respect of one leased premise taken on lease from a Government Authority, though the lease agreement is pending, the asset has been capitalised based on "area allocation letter" issued by the Government Authority
- (3) Adjustment with respect to Leasehold Land, Premises and Plant & Machinery represents regrouping on componentisation of assets
- (4) Out of the depreciation for the year, an amount of ₹ 100.79 million that pertains to the difference in carrying value of fixed assets due to application of componentisation as at March 31, 2015 has been debited to surplus in the statement of Profit & Loss

Notes

Forming part of the accounts (Contd.)

(12) INTANGIBLE ASSETS AS AT MARCH 31, 2017

Item	GROSS BLOCK (at cost)			ACCUMULATED AMORTISATION			NET BLOCK ₹ in million
	As at 01-Apr-16	Additions For the Year	Deductions For the Year	As at 01-Apr-16	For the Year	Deductions For the Year	
Computer Software Acquired	148.12	9.76	0.50	116.56	21.28	0.06	19.60
TOTAL	148.12	9.76	0.50	116.56	21.28	0.06	19.60

For Previous Year

Item	GROSS BLOCK (at cost)			ACCUMULATED AMORTISATION			NET BLOCK ₹ in million
	As at 01-Apr-15	Additions For the Year	Deductions For the Year	As at 01-Apr-15	For the Year	Deductions For the Year	
Computer Software Acquired	128.28	19.84	-	95.57	20.99	-	31.56
TOTAL	128.28	19.84	-	95.57	20.99	-	31.56

Notes Forming part of the accounts (Contd.)

(13) NON-CURRENT INVESTMENTS

- (a) The Company had acquired management control of IL&FS Engineering & Construction Company Limited (IECCL) (erstwhile Maytas Infra Limited) and Hill County Properties Ltd. (HCPL) vide Orders of the Company Law Board (CLB) dated August 31, 2009 and January 13, 2011 respectively, in order to protect the credit exposure of the Company and its subsidiaries to IECCL and IECCL's exposure to HCPL. Towards this objective, the Company had subscribed to the preferential allotments of shares in IECCL. The Company's exposure as on March 31, 2017 in equity shares is disclosed in Note 13 (d) and loans is included in Note 29(c). These exposures are exclusively to protect and optimise return on asset and does not form part of a strategy to acquire and retain long term assets / investments

- (b) Summary of Non-Current Investments are provided below :

		₹ in million
As at March 31,	2017	2016
Trade Investments		
Equity Shares	96,740.43	103,630.61
Preference Shares	-	100.00
Investment in units of Trust	5,114.14	-
Debentures	16,712.01	16,828.01
Bonds	-	371.87
TOTAL	118,566.58	120,930.49

- (c) (i) During the current year, the Company as a part of its consolidation of its Maritime Vertical and Transport vertical, transferred
- shares of Subsidiary Companies Avash Logistic Park Private Limited and Sealand Warehousing Private Limited to its Maritime Vertical Holding Company, and
 - shares of Subsidiary Companies Jharkhand Infrastructure Implementation Company Limited, Andhra Pradesh Expressway Limited and a Joint Venture Company Noida Toll Bridge Company Limited to its Transport Vertical Holding Company
 - shares of an Associate Company Ascend Telecom Infrastructure Private Limited to Wholly Owned Subsidiary IL&FS Financial Services Limited

During the previous year, the Company had done a similar exercise and as a part of its consolidation of its Energy Vertical, transferred shares of a Subsidiary Company IL&FS Tamil Nadu Power Company Limited to its Energy Vertical Holding Company

During the previous year, the Company had divested full stake in its Subsidiary, IL&FS Trust Company Limited in favour of external third party. As per the terms of the Share Purchase Agreement, balance sale consideration is accounted in current year

The above transfers are based on independent valuations done by independent professional

The profit before tax on the above transactions aggregates ₹ 441.10 million (Previous Year : ₹ 2,082.50 million) and has been included under "Profit on Sale of Investments" under the head "Fund Based Income" in the Statement of Profit and Loss

- (ii) Pursuant to the approval obtained from the shareholders of the Company in a meeting held on September 24, 2015, the Company has, during the year, transferred a developmental asset in the nature of equity investment in Rapid Metro Rail Gurgaon Limited to the IL&FS Infrastructure Incubation Trust (Trust)

Notes Forming part of the accounts (Contd.)

The unit capital required by Trust for purchase of the said shares has been subscribed by the Company. The Independent Trustee shall have the sole discretion of determining the timing and basis of distributing the net surplus of the Trust subject to the distribution to the Company not being more than 50% of such net surplus. The balance surplus shall be distributed to the beneficiaries of the trust i.e. the equity shareholders of the Company

(d) The Scrip wise details of Non-Current Investments are provided below :

₹ in million

As at March 31,		2017		2016	
Name of Company	Face Value ₹	Quantity	Cost	Quantity	Cost
NON CURRENT INVESTMENTS					
Fully Paid					
(A) Trade Investments					
(1) Equity shares					
Subsidiaries					
Quoted					
IL&FS Investment Managers Ltd	2	158,333,152	682.94	158,333,152	682.94
IL&FS Transportation Networks Ltd [Refer foot note (i)]	10	236,582,632	13,632.41	236,582,632	13,632.41
Unquoted					
Andhra Pradesh Expressway Ltd	10	-	-	4,468,620	44.69
Avash Logistic Park Pvt Ltd	10	-	-	20,000,000	571.13
Chattisgarh Highway Development Company Ltd [Refer Note 5(i)]	10	7,400,000	74.00	7,400,000	74.00
Chhotagovindpur and Bagbera Drinking Water Supply Projects Ltd	10	25,500	0.25	25,500	0.25
IIDC Ltd	10	20,000,000	200.00	20,000,000	200.00
IL&FS Academy of Applied Development	10	4,550,000	45.50	4,000,000	40.00
IL&FS Airports Ltd	10	72,830,000	728.30	72,830,000	728.30
IL&FS Education & Technology Services Ltd [Refer foot note (i)]	10	25,872,987	1,175.64	25,872,987	1,175.64
IL&FS Energy Development Company Ltd [Refer foot note (i)]	10	1,173,426,464	46,740.00	1,173,426,464	46,740.00
IL&FS Environmental Infrastructure and Services Ltd [Refer foot note (i)]	10	41,419,254	1,942.52	39,979,254	1,852.52
IL&FS Financial Services Ltd	10	265,667,555	11,424.76	265,667,555	11,424.76
IL&FS Global Pte Ltd [Refer foot note (iv)]	USD 10	430,000	286.10	137,500	90.46
IL&FS Maritime Infrastructure Company Ltd [Refer foot note (i)]	10	143,312,499	5,646.45	143,312,499	5,646.45
IL&FS Paradip Refinery Water Ltd [Refer foot note (i)]	10	96,970,070	969.70	96,970,070	969.70
IL&FS Portfolio Management Services Ltd	10	2,375,000	23.75	2,375,000	23.75
IL&FS Securities Services Ltd	10	19,321,429	675.00	19,321,429	675.00
IL&FS Technologies Ltd [Refer foot note (i)]	10	5,849,809	1,493.13	5,849,809	1,493.13
IL&FS Township & Urban Assets Ltd [Refer foot note (i)]	10	50,239,990	502.40	50,239,990	502.40

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₹ in million

As at March 31,		2017		2016	
Name of Company	Face Value ₹	Quantity	Cost	Quantity	Cost
IL&FS Water Ltd	10	9,500,000	95.00	9,500,000	95.00
Jharkhand Accelerated Road Development Company Ltd [Refer foot note (i) and Note 5(i)]	10	7,400,000	74.00	7,400,000	74.00
Jharkhand Infrastructure Implementation Company Ltd	10	-	-	49,940	0.50
Jharkhand Road Projects Implementation Company Ltd [Refer foot note (i) and Note 5(i)]	10	17,050,000	170.50	17,050,000	170.50
Khambhat Port Ltd	10	1,965,865	19.66	1,965,865	19.66
MP Toll Roads Ltd	10	2,799,993	28.00	2,799,993	28.00
North Karnataka Expressway Ltd [Refer foot note (i) & (iii)]	10	3,860,441	38.60	3,860,441	38.60
Rapid Metro Rail Gurgaon Ltd	10	-	-	300,211,197	5,103.59
Sealand Ports Pvt Ltd	10	15,949,624	862.37	15,949,624	862.37
Sealand Warehousing Pvt Ltd	10	-	-	4,674,807	53.18
Tamil Nadu Water Investment Company Ltd	10	59,814,741	598.65	59,814,741	598.65
West Gujarat Expressway Ltd [Refer foot note (i)]	10	5,200,015	52.00	5,200,015	52.00
Associates					
Quoted					
IL&FS Engineering and Construction Company Ltd [Refer foot note (i)]	10	27,486,243	2,429.48	22,505,040	2,164.48
Unquoted					
Ascend Telecom Infrastructure Pvt Ltd	10	-	-	4,488,887	1,401.91
Dighi Port Ltd	10	89,958,224	2,974.58	89,958,224	2,974.58
Dighi Project Development Company Ltd	10	4,286,500	42.87	4,286,500	42.87
Gorakhpur Expressway Ltd	10	-	-	25,000,000	250.00
Hill County Properties Ltd	100	2,250	0.23	2,250	0.23
Mangalore SEZ Ltd [Refer foot note (i)]	10	25,000,000	250.00	25,000,000	250.00
New Tirupur Area Development Corporation Ltd	10	89,245,454	892.45	89,245,454	892.45
Joint Ventures					
Quoted					
Noida Toll Bridge Company Ltd	10	-	-	1,900,000	21.32
Unquoted					
Bihar e-Governance Services & Technologies Ltd	10	50,003	0.50	50,003	0.50
Gujarat International Finance Tec-City Company Ltd	10	32,709,370	327.09	32,709,370	327.09
Haldia Integrated Development Agency Ltd	10	1,510,000	15.10	1,510,000	15.10

Notes Forming part of the accounts (Contd.)

₹ in million

As at March 31,		2017		2016	
Name of Company	Face Value ₹	Quantity	Cost	Quantity	Cost
Jharkhand E-Governance Solutions & Services Ltd	10	49,997	0.50	49,997	0.50
Karnataka Enterprises Solutions Ltd	10	50,000	0.50	50,000	0.50
Odisha e-Governance Services Ltd	10	50,000	0.50	50,000	0.50
Road Infrastructure Development Company of Rajasthan Ltd [Refer foot note (i) and Note 5(i)]	10	162,500,000	1,625.00	162,500,000	1,625.00
Others					
Iridium India Telecom Ltd [Refer foot Note (i) & (ii)]	10	22,011,200	0.00	22,011,200	0.00
			96,740.43		103,630.61
(2) Preference Shares					
Redeemable Cumulative Preference Shares					
Subsidiaries					
IL&FS Technologies Ltd	10	-	-	10,000,000	100.00
			-		100.00
(3) Units					
IL&FS Infrastructure Incubation Trust - Class A	100,000	105.53	10.55	-	-
IL&FS Infrastructure Incubation Trust - Class B-1 Scheme Railway Metro	10,000,000	510.36	5,103.59	-	-
			5,114.14		-
(4) Debentures					
Non Convertible Debentures					
Subsidiaries					
West Gujarat Expressway Ltd	1,000,000	72	72.00	108	108.00
Associates					
Gujarat Road and Infrastructure Company Ltd	50,000	-	-	1,600	80.00
Others					
Iridium India Telecom Ltd [Refer foot note (i)]	1,000	400,000	0.00	400,000	0.00
Fully Convertible Debentures					
Subsidiaries					
IL&FS Energy Development Company Ltd	10,000	247,000	2,470.00	247,000	2,470.00
IL&FS Paradip Refinery Water Ltd	10,000,000	100	1,000.00	100	1,000.00

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₹ in million

As at March 31,		2017		2016	
Name of Company	Face Value ₹	Quantity	Cost	Quantity	Cost
IL&FS Tamil Nadu Power Company Ltd	10,000,000	500	5,000.00	500	5,000.00
IL&FS Township & Urban Assets Ltd	10,000,000	477	4,770.00	477	4,770.00
Porto Novo Maritime Limited	10,000,000	190	1,900.00	190	1,900.00
Optionally Convertible Debenture					
Subsidiaries					
IL&FS Township & Urban Assets Ltd	15,000	100,000	1,500.00	100,000	1,500.00
Others					
Iridium India Telecom Ltd	1,000	172,500	0.01	172,500	0.01
			16,712.01		16,828.01
(5) Bonds					
Non Convertible Bonds					
Associates					
Gujarat Road and Infrastructure Company Ltd	50,000	-	-	2,000	371.87
			-		371.87
TOTAL			118,566.58		120,930.49
(I) Aggregate Value of quoted investments					
Cost			16,744.83		16,501.15
Market Value			29,560.06		20,618.12
(II) Aggregate Value of Unquoted investments (Cost)			101,821.75		104,429.34

Foot Notes

- Non-Disposal Undertaking provided by the Company to the third party lenders / investors
- Represents cost at ₹ 1
- The Company had entered into Call Option Agreements for sale of entire equity shares to a Trust for which it has received 95% of option premium in the earlier years, which has been shown under "Other Liabilities"
- The Company has made investment in foreign currency. Given the size of investment and level of operations, the Company has not entered into hedging of the said investments

Notes Forming part of the accounts (Contd.)

(14) CURRENT PORTION OF LONG-TERM INVESTMENTS

As at March 31,		2017		2016	
Particulars	Face Value ₹	Quantity	Cost	Quantity	Cost
TRADE INVESTMENTS					
(1) Redeemable Cumulative Preference Shares					
Subsidiaries					
- IL&FS Technologies Ltd	10,000,000	10	100.00	-	-
			100.00		-
(2) Unquoted Non Convertible Debentures					
Subsidiaries					
- West Gujarat Expressway Ltd	1,000,000	36	36.00	36	36.00
Associates					
- Gujarat Road and Infrastructure Company Ltd	50,000	-	-	800	40.00
			36.00		76.00
(3) Unquoted Non Convertible Bonds					
Associates					
- Gujarat Road and Infrastructure Company Ltd	5,000	-	-	8,217	233.31
			-		233.31
			136.00		309.31

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(15) LOANS AND ADVANCES

(a) Loans and Advances outstanding as at March 31, 2017 :

₹ in million

As at March 31,	2017			2016		
	Short term	Long term		Short term	Long term	
		Current	Non-Current		Current	Non-Current
Secured, considered good :						
Loans to						
- Related Parties	108.76	10,267.95	24,742.43	220.00	2,390.19	29,645.69
- Other Parties	-	1.85	5.78	-	8.23	9.71
	108.76	10,269.80	24,748.21	220.00	2,398.42	29,655.40
Unsecured, considered good :						
Advance towards Investments to Related Parties	-	-	983.00	-	-	1,319.43
Loans to						
- Related Parties	310.00	264.80	3,171.37	-	-	1,272.55
- Other Parties	-	-	-	210.00	-	-
Advance Tax (net)	-	-	4,268.96	-	-	4,228.29
MAT Credit Entitlement	-	-	335.90	-	-	720.90
Prepaid Expenses	109.29	-	236.95	27.34	-	265.81
Deposits to						
- Related Parties	-	13.70	-	-	-	13.70
- Other Parties	12.06	-	111.75	29.67	-	115.81
Advances to						
- Related Parties	78.12	-	100.03	70.16	-	157.62
- Other Parties	37.86	-	0.02	43.59	-	0.02
Capital Advances						
- Related Parties	-	-	-	-	-	1.61
- Other Parties	-	-	2.33	-	-	9.57
	547.33	278.50	9,210.31	380.76	-	8,105.31
Sub total	656.09	10,548.30	33,958.52	600.76	2,398.42	37,760.71
TOTAL			45,162.91			40,759.89

(b) Includes loans due from Directors and Officers of the Company is ₹ Nil (Previous Year : Nil)

Notes Forming part of the accounts (Contd.)

(16) OTHER CURRENT AND NON-CURRENT ASSETS

As at March 31,	2017		2016	
	Current	Non-current	Current	Non-current
Income Accrued on Investments	65.35	6,641.14	145.46	3,539.54
Interest Accrued on Loans and Advances	777.91	3,561.32	459.91	2,021.86
Balance in Deposit Account with Banks under Lien maturing more than 12 months	-	2.95	-	2.95
Dividend Receivable	-	-	2,229.51	-
Receivable from Sale of Securities	369.90	-	1,153.98	-
Deferred Receivables from Related Party	672.17	-	-	-
Unamortised Borrowing Cost	76.08	104.64	100.13	55.33
Mark to Market on Derivative Contracts	61.03	446.69	-	-
Sub total	2,022.44	10,756.74	4,088.99	5,619.68
TOTAL		12,779.18		9,708.67

(17) TRADE RECEIVABLES

As at March 31,	2017	2016
Outstanding for a period less than six months from the date it is due for payment :		
Secured, considered good	19.92	9.40
Unsecured, considered good	559.21	331.71
	579.13	341.11
Outstanding for a period exceeding six months from the date it is due for payment :		
Secured, considered good	1.42	3.61
Unsecured, considered good	487.50	487.83
	488.92	491.44
TOTAL	1,068.05	832.55

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(18) (a) Cash and Cash Equivalents

₹ in million		
As at March 31,	2017	2016
(i) Cash and Cash Equivalents		
Cash on Hand	0.22	0.26
Cheques, Drafts on Hand	965.51	6.93
Balances with Banks in Current Account	451.62	1,527.27
Balance with Banks in Demand Deposit	1,750.00	6,000.06
	3,167.35	7,534.52
(ii) Others		
Balance in Deposit Account with Banks under Lien maturing less than 12 months	11,050.00	17,100.00
Unpaid Dividend accounts	1.96	4.65
	11,051.96	17,104.65
TOTAL	14,219.31	24,639.17

- (b) In terms of Notification issued by Ministry of Corporate Affairs dated March 30, 2017, the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December 30, 2016 as follows

₹ in million			
	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	0.31	0.13	0.44
Add : Permitted receipts	-	0.64	0.64
Less : Permitted payments	-	0.53	0.53
Less : Amount deposited in Banks	0.31	-	0.31
Closing cash in hand as on December 30, 2016	-	0.24	0.24

(19) COMMITMENTS

₹ in million		
As at March 31,	2017	2016
(a) Estimated amount of contracts remaining to be executed on capital account not provided for	0.65	10.49
(b) Non-Disposal Undertakings to Lenders and / or Equity Investors of Subsidiaries, Joint Ventures and Associates	49,521.35	50,877.96

(20) CONTINGENT LIABILITIES

₹ in million		
As at March 31,	2017	2016
Sales Tax liability that may arise in respect of matters in appeal - Gujarat Commercial Tax (excluding interest and penalty)	0.05	0.05
Service Tax liability that may arise in respect of matters in appeal (excluding interest and penalty)	29.51	29.51
Employee State Insurance	0.11	0.11
Income Tax Demand	50.00	50.00

Notes Forming part of the accounts (Contd.)

(21) REVENUE FROM OPERATIONS

(a) Income from Operations:

₹ in million		
Particulars	FY 2017	FY 2016
Fund Based Income	15,450.31	17,213.75
Fee Based Income	1,086.28	646.00
TOTAL	16,536.59	17,859.75

(b) Fund Based Income :

₹ in million		
Particulars	FY 2017	FY 2016
Interest Income (other than Investments)	5,911.06	7,068.03
Income from Investments	8,867.08	9,683.51
Interest on Fixed Deposit / Certificate of Deposit	669.74	459.52
Other Income	2.43	2.69
TOTAL	15,450.31	17,213.75

(c) Income from Investments :

₹ in million				
Particulars	FY 2017		FY 2016	
	Non-Current	Current	Non-Current	Current
Dividend				
- Trade	4,284.96	-	5,297.65	-
Interest / Option				
- Trade	4,077.75	-	2,175.45	-
Profit/(loss) on sale (net)				
- Trade	441.10	-	2,082.50	-
- Non Trade	-	63.27	-	127.91
Sub total	8,803.81	63.27	9,555.60	127.91
TOTAL	8,867.08		9,683.51	

(d) Dividend Income includes ₹ 4,284.96 million (Previous Year: ₹ 4,945.72 million) received from Subsidiaries

(e) Fee Based Income :

₹ in million		
Particulars	FY 2017	FY 2016
Income from Brand Fees	529.32	528.00
Consultancy and Other Fees	461.44	109.79
Project and Infrastructure Advisory Fees Net of Service Charges : ₹ 1.51 million (Previous Year : ₹ 1.29 million)	95.53	8.21
TOTAL	1,086.28	646.00

Notes Forming part of the accounts (Contd.)

(f) Foreign Currency Income :

₹ in million		
Particulars	FY 2017	FY 2016
Profit on Sale of Investments	369.90	1,124.92
Consultancy Fee	0.45	0.79
TOTAL	370.45	1,125.71

(22) OTHER INCOME

₹ in million		
(a) Particulars	FY 2017	FY 2016
Business Centre Income	1,032.70	864.09
Interest on Income Tax Refund	185.32	357.98
Profit on Sale of Fixed Assets	109.50	0.69
Miscellaneous Income	8.66	42.71
TOTAL	1,336.18	1,265.47

- (b) The Company has entered into Operating Lease Arrangements for Business Centres. The aggregate minimum future lease receipts during non-cancellable periods under the foregoing arrangements for each of the following periods is :

- (i) not later than one year : ₹ 563.03 million (Previous Year : ₹ 626.63 million)
- (ii) later than one year and not later than 5 years : ₹ 592.07 million (Previous Year : ₹ 222.20 million)
- (iii) later than five years : Nil (Previous Year: Nil)

The Business Centre Income include Operating Lease income earned during the year ₹ 984.61 million (Previous Year: ₹ 809.36 million)

(23) EMPLOYEE BENEFIT EXPENSES

₹ in million		
Particulars	FY 2017	FY 2016
Salaries & Allowances	1,251.86	1,418.67
Contribution to Provident Fund & Other Funds	96.78	162.21
Staff Training & Welfare expenses	34.38	46.35
Sub Total	1,383.02	1,627.23
Less: Recovery on deputation/Cost Sharing	459.19	274.85
Less : Recovery on Common Services	2.35	4.75
TOTAL	921.48	1,347.63

Notes Forming part of the accounts (Contd.)

(24) FINANCE COSTS

₹ in million		
Particulars	FY 2017	FY 2016
Interest Expense	10,938.67	11,311.83
Other Borrowing Cost	234.24	182.13
Loss on Foreign Exchange Fluctuation	1.08	0.37
TOTAL	11,173.99	11,494.33

(25) OTHER OPERATING AND ADMINISTRATIVE EXPENSES :

₹ in million		
Particulars	FY 2017	FY 2016
Consultancy & Service Charges	170.24	310.19
Repairs & Maintenance (Refer Note 25(b))	171.71	175.79
Rent	125.96	117.06
Rates & Taxes	97.30	106.90
Travel & Conveyance	44.07	66.31
Electricity	42.39	44.19
Insurance	3.37	3.55
Miscellaneous Expenses (Refer Note 25 (c))	191.46	195.94
	846.50	1,019.93
Less : Cost Recovery	57.16	30.70
TOTAL	789.34	989.23

(b) Repairs and Maintenance include ₹ 154.59 million (Previous Year : ₹ 168.05 million) being amount spent for repairs and maintenance of Buildings

(c) Miscellaneous expenses include :

			₹ in million
(i)	Particulars	FY 2017	FY 2016
	Director's Sitting Fees	0.76	0.91

(ii) Amounts paid/payable to Statutory Auditors :

₹ in million		
Particulars	FY 2017	FY 2016
For Audit Fees	29.50	27.75
Tax Audit Fees	2.50	-
For Other Services	2.08	6.91
Service Tax of ₹ 4.29 million (Previous Year : ₹ 4.31 million) has been accounted and Input credit taken under Service Tax Rules. The reversal of 50% input credit has been included under Rates & Taxes		

Notes Forming part of the accounts (Contd.)

- (iii) In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities are (i) capacity building through skills based training program (ii) livelihood enhancement projects, (iii) promoting education including special education, and (iv) preventive health care and sanitation, conservation of natural resources and rural development projects. The funds were earmarked to the respective projects and utilised throughout the year on these categories of activities which are covered under Schedule VII of the Companies Act, 2013

- Gross amount required to be spent by the Company during the year ₹ 14.35 million
- Amount spent on CSR during the year :

₹ in million				
		In cash	Yet to be paid in cash	Total
(i)	Construction/acquisition of any asset	-	-	-
(ii)	On purposes other than (i) above *	14.37	-	14.37

* The said amount paid as donation made by the Company to a Trust carrying out the CSR activities

- (d) The Company has taken Business Centre / vehicles on Operating Lease Arrangements. The aggregate minimum future lease payments during non-cancellable periods under the foregoing arrangements for each of the following periods is:
- (i) not later than one year : ₹ 87.95 million (Previous Year : ₹ 207.64 million)
 - (ii) later than one year and not later than 5 years : ₹ 109.17 million (Previous Year : ₹ 183.56 million)
 - (iii) later than five years : Nil (Previous Year : Nil)

The Rent Expense include Operating Lease expense incurred during the year ended March 31, 2017 ₹ 94.12 million (Previous Year: ₹ 93.95 million)

(26) EXPENDITURE IN FOREIGN CURRENCY

₹ in million		
Particulars	FY 2017	FY 2016
Interest & Commitment Charges	211.80	242.63
Foreign Travel	2.97	3.76
Others	3.45	11.90

(27) DIVIDEND REMITTED IN FOREIGN EXCHANGE

Dividend on NCRCPs

The Company has remitted following amount in foreign currency on account of interim dividend for FY 2016 and FY 2017 paid during the year to Non-resident Shareholders :

Year to which Dividend Relates		FY 2016	FY 2017
Non-resident Shareholders	Number	1	1
Shares held by them	Number	5,000,000	5,000,000
Rate of Dividend	%	2%	2%
Gross amount of Dividend	(₹ million)	1.00	1.00

Notes Forming part of the accounts (Contd.)

(28) EARNINGS PER SHARE (EPS)

The Basic Earnings Per Share and Diluted Earnings Per Share has been computed by dividing the Net Profit for the year by weighted average number of equity shares for the respective year as under:

₹ in million		
Particulars	FY 2017	FY 2016
Profit for the year after tax	3,827.37	2,740.34
Less: Interim Dividend on Preference Dividend	1,402.30	1,165.76
Profit for the year attributable to Equity Shareholders	2,425.07	1,574.58
Weighted Average Number of Equity Shares	128,403,276	128,403,276
Nominal Value per share (₹)	10.00	10.00
Basic / Diluted Earnings per share (₹)	18.89	12.26

(29) RELATED PARTY TRANSACTIONS

(a) As per the Accounting Standard on 'Related Party Disclosure' (AS-18) the related parties are as follows :

#	Name of Company	March 31, 2017	March 31, 2016
(i)	INVESTING PARTIES :		
	Life Insurance Corporation of India	✓	✓
	ORIX Corporation, Japan	✓	✓
(ii)	SUBSIDIARIES - DIRECT :		
	Chhattisgarh Highway Development Company Limited	✓	✓
	Chhotagovindpur and Bagbera Drinking Water Supply Projects Limited (from June 23, 2015)	✓	✓
	IIDC Limited	✓	✓
	IL&FS Academy of Applied Development	✓	✓
	IL&FS Airports Limited	✓	✓
	IL&FS Education & Technology Services Limited	✓	✓
	IL&FS Energy Development Company Limited	✓	✓
	IL&FS Environmental Infrastructure & Services Limited	✓	✓
	IL&FS Financial Services Limited	✓	✓
	IL&FS Global Pte Limited	✓	✓
	IL&FS Investment Managers Limited	✓	✓
	IL&FS Maritime Infrastructure Company Limited	✓	✓
	IL&FS Paradip Refinery Water Limited	✓	✓
	IL&FS Portfolio Management Services Limited	✓	✓
	IL&FS Securities Services Limited	✓	✓
	IL&FS Technologies Limited	✓	✓
	IL&FS Township & Urban Assets Limited	✓	✓
	IL&FS Transportation Networks Limited	✓	✓
	IL&FS Trust Company Limited (upto March 30, 2016)	-	✓
	IL&FS Water Limited	✓	✓

Notes Forming part of the accounts (Contd.)

#	Name of Company	March 31, 2017	March 31, 2016
	Jharkhand Accelerated Road Development Company Limited	✓	✓
	Jharkhand Infrastructure Implementation Company Ltd (from July 8, 2015 to October 19, 2015)	-	✓
	Khambhat Port Limited	✓	✓
	MP Toll Roads Limited	✓	✓
	Tamil Nadu Water Investment Company Limited	✓	✓
(iii)	SUBSIDIARIES - INDIRECT :		
	Alcantarilla Fotovltanica SLU	✓	✓
	Amravati Chikli Expressway Limited (from August 25, 2015)	✓	✓
	Andhra Pradesh Expressway Limited (upto February 19, 2017)	✓	✓
	Andhra Pradesh Urban Infrastructure Asset Management Limited (from July 15, 2016)	✓	-
	Antenea Seguridad Y Medio Ambiente SAU	✓	✓
	Apptex Marketing Services & Solutions Limited	✓	✓
	Area De Servicio Coiros SLU	✓	✓
	Area de Servicio Punta Umbria SLU	✓	✓
	Avash Logistic Park Private Limited	✓	✓
	Badarpur Tollway Operations Management Limited	✓	✓
	Baleshwar Kharagppur Expressway Limited	✓	✓
	Barwa Adda Expressway Limited	✓	✓
	Beasolarta, SLU	✓	✓
	Bhopal e-Governance Limited	✓	✓
	Bhutan Education City Private Limited (upto April 14, 2016)	✓	✓
	Charminar Robopark Limited	✓	✓
	Chenani NashriTunnelway Limited	✓	✓
	Chirayu Kath Real Estate Private Limited (from March 31, 2016)	✓	✓
	CIESM INTEVIA SAU	✓	✓
	Conservacionde Infraestructuras De Mexico SD DE CV	✓	✓
	Control 7, SAU	✓	✓
	Cuddalore Solar Power Private Limited	✓	✓
	Dakshin Dilli Swatch Initiative Limited (from November 9, 2015)	✓	✓
	Dehradun Rural Development Initiative Limited (upto February 16, 2016)	-	✓
	Devika Buildestate Private Limited (from March 31, 2016)	✓	✓
	East Delhi Waste Processing Company Private Limited	✓	✓
	East Hyderabad Expressway Limited	✓	✓
	Elsamex Brasil LTDA (upto October 29, 2015)	-	✓
	Elsamex Colombia SAS (from May 14, 2015)	✓	✓
	Elsamex Construcaao e Manutencao LTDA (Brazil)	✓	✓
	Elsamex India Private Limited	✓	✓
	Elsamex International, SLU	✓	✓

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#	Name of Company	March 31, 2017	March 31, 2016
	Elsamex LLC (upto April 18, 2016)	✓	✓
	Elsamex Maintenance Services Limited	✓	✓
	Elsamex Portugal – Engenharia e Sistemas de Gestao SA	✓	✓
	Elsamex SA	✓	✓
	ESM Mantenimiento Integral SA DE CV	✓	✓
	Etesian Urja Limited (formerly Bhojpur Biomass Power Company Limited)	✓	✓
	Fagne Songadh Expressway Limited (from August 25, 2015)	✓	✓
	Flamingo Landbase Private Limited (from March 31, 2016)	✓	✓
	Free Trade Warehousing Private Limited	✓	✓
	Futureage Infrastructure India Limited	✓	✓
	GIFT Parking Facilities Limited (upto September 16, 2016)	✓	✓
	Goodearth Shipbuilding Private Limited (upto June 10, 2015)	-	✓
	GRICL Rail Bridge Development Company Limited (from March 31, 2016)	✓	✓
	Grusamar Albania SHPK	✓	✓
	Grusamar India Limited	✓	✓
	Grusamar Ingenieria y Consulting Colombia SAS (from May 14, 2015)	✓	✓
	Grusamar Ingenieria y Consulting SLU (Grusamar)	✓	✓
	Grusumar Engenharia & Consultoria Brasil LTDA	✓	✓
	Gujarat Integrated Maritime Complex Private Limited	✓	✓
	Haldia Free Trade Warehousing Private Limited	✓	✓
	Hazaribagh Ranchi Expressway Limited	✓	✓
	IIML Advisors LLC	✓	✓
	IIML Asset Advisors Limited	✓	✓
	IIML Fund Managers (Singapore) Pte Limited	✓	✓
	I IPL USA LLC	✓	✓
	IL&FS Africa Infrastructure Development Company (from October 26, 2016)	✓	-
	IL&FS AMC Trustee Limited	✓	✓
	IL&FS Asian Infrastructure Managers Limited	✓	✓
	IL&FS Broking Services Private Limited	✓	✓
	IL&FS Capital Advisors Limited	✓	✓
	IL&FS Cluster Development Initiative Limited	✓	✓
	IL&FS Global Financial Services (HK) Limited	✓	✓
	IL&FS Global Financial Services (ME) Limited	✓	✓
	IL&FS Global Financial Services (UK) Limited	✓	✓
	IL&FS Global Financial Services Pte Limited	✓	✓
	IL&FS Infra Asset Management Limited	✓	✓
	IL&FS Investment Advisors LLC	✓	✓
	IL&FS Kamal International Container Terminal Limited (upto October 31, 2016)	✓	✓

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#	Name of Company	March 31, 2017	March 31, 2016
	IL&FS Maritime International FZE	✓	✓
	IL&FS Nepal Infrastructure Development Company Private Limited (upto September 7, 2015)	-	✓
	IL&FS Offshore Natural Resources Pte Limited	✓	✓
	IL&FS Prime Terminals FZC	✓	✓
	IL&FS Rail Limited	✓	✓
	IL&FS Renewable Energy Limited	✓	✓
	IL&FS Skills Development Corporation Limited	✓	✓
	IL&FS Solar Power Limited	✓	✓
	IL&FS Tamil Nadu Power Company Limited	✓	✓
	IL&FS Technologies Philippines Inc	✓	✓
	IL&FS Urban Infrastructure Managers Limited	✓	✓
	IL&FS Wind Energy Limited (formely Mandvi LNG Terminal Ltd)	✓	✓
	IL&FS Wind Power Investment Pte Limited (upto March 8, 2017)	✓	✓
	IL&FS Wind Power Management Pte Limited (upto March 8, 2017)	✓	✓
	IL&FS Wind Power Services Limited	✓	✓
	IL&FS Wind Projects Development Limited (formerly IL&FS Hydro Energy Limited)	✓	✓
	IL&FS Maritime Offshore Pte Limited	✓	✓
	IMICL Dighi Maritime Limited	✓	✓
	India Tourist & Heritage Village Private Limited	✓	✓
	Integrated Trans Log Development Company Limited	✓	✓
	Inteval-Gestao Integral Rodoviaria SA	✓	✓
	ISSL CPG BPO Private Ltd	✓	✓
	ISSL Market Services Limited	✓	✓
	ISSL Settlement & Transaction Services Limited	✓	✓
	ITNL Infracore DMCC, Dubai	✓	✓
	ITNL Africa Projects Limited	✓	✓
	ITNL International DMCC	✓	✓
	ITNL International Pte Limited	✓	✓
	ITNL Offshore Pte Limited	✓	✓
	ITNL Offshore Three Pte Limited	✓	✓
	ITNL Offshore Two Pte Limited	✓	✓
	ITNL Road Infrastructure Development Company Limited	✓	✓
	ITTIL (FZC), Sharjah (upto January 31, 2016)	-	✓
	Jaipur Rural Development Initiative Limited (upto February 16, 2016)	-	✓
	Jharkhand Infrastructure Implementation Company Ltd (from October 20, 2015)	✓	✓
	Jharkhand Road Projects Implementation Company Limited	✓	✓
	Jogihali Wind Energy Private Limited	✓	✓
	Kanak Resources Management Limited	✓	✓

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#	Name of Company	March 31, 2017	March 31, 2016
	Kandla Free Trade Warehousing Private Limited (formerly Integrated Warehousing Kandla Project Development Private Limited)	✓	✓
	Karyavattom Sports Facilities Limited	✓	✓
	Kaze Energy Limited (formerly Vaspeth Wind Energy Limited)	✓	✓
	Khandke Wind Energy Private Limited	✓	✓
	Khed Sinnar Expressway Limited	✓	✓
	Kiratpur Ner Chowk Expressway Limited	✓	✓
	Lalpur Wind Energy Private Limited	✓	✓
	Land Registration Systems Inc, (Philippines)	✓	✓
	LIVIA India Limited	✓	✓
	Mahidad Wind Energy Private Limited	✓	✓
	Malwa Solar Power Generation Limited (from February 28, 2017)	✓	-
	Mantenimiento y Conservacion De Vialidades, SA DE CV	✓	✓
	Maritime International Offshore Pte Limited	✓	✓
	Moradabad Bareilly Expressway Limited	✓	✓
	Mota Layja Gas Power Company Limited	✓	✓
	MP Border Checkpost Development Company Limited	✓	✓
	Nana Layja Power Company Limited	✓	✓
	North Karnataka Expressway Limited	✓	✓
	Park Line LLC (from May 4, 2016)	✓	-
	Patiala Bio Power Company Limited	✓	✓
	Porto Novo Maritime Limited	✓	✓
	Pt Bangun Asia Persada	✓	✓
	Pt Mantimin Coal Mining	✓	✓
	Pune Sholapur Road Development Company Limited	✓	✓
	Rajasthan Land Holdings Limited (from March 31, 2016)	✓	✓
	Ramagiri Renewable Energy Limited (formerly IL&FS Wind Farms Limited)	✓	✓
	Rajsamand Rural Development Initiative Limited (upto February 18, 2016)	-	✓
	Rapid MetroRail Gurgaon Limited	✓	✓
	Rapid MetroRail Gurgaon South Limited	✓	✓
	Ratedi Wind Power Private Limited	✓	✓
	RDF Power Projects Limited	✓	✓
	Rohtas Bio Energy Limited	✓	✓
	Sabarmati Capital One Limited	✓	✓
	Sabarmati Capital Two Limited	✓	✓
	Se7en Factor Corporation	✓	✓
	Sealand Ports Private Limited	✓	✓
	Sealand Warehousing Private Limited	✓	✓
	Senalizacion Viales e Imagen SAU	✓	✓

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#	Name of Company	March 31, 2017	March 31, 2016
	Sharjah General Services LLC	✓	✓
	Shendra Green Energy Limited	✓	✓
	Sikar Bikaner Highway Limited	✓	✓
	Sipla Wind Energy Limited	✓	✓
	Skill Training Assessment Management Partners Limited	✓	✓
	Swayam Swachhta Initiative Limited (from November 16, 2016)	✓	-
	Tadas Wind Energy Private Limited	✓	✓
	Tierra Enviro Limited	✓	✓
	Unique Waste Processing Company Limited	✓	✓
	Vansh Nimay Infraprojects Limited	✓	✓
	West Gujarat Expressway Limited	✓	✓
	Wind Urja India Private Limited	✓	✓
	Yala Construction Company Private Limited	✓	✓
(iv)	JOINT VENTURES - DIRECT :		
	Bihar e-Governance Services & Technologies Limited	✓	✓
	Gujarat International Finance Tec-City Company Limited	✓	✓
	Haldia Integrated Development Agency Limited	✓	✓
	Jharkhand e-Governance Solutions & Services Limited	✓	✓
	Karnataka Enterprise Solutions Limited	✓	✓
	Odisha e-Governance Services Limited	✓	✓
	Road Infrastructure Development Company of Rajasthan Limited	✓	✓
	IKG Associates	✓	✓
	IL&FS DoC Project Development Fund	✓	✓
(v)	JOINT VENTURES - INDIRECT :		
	Assam Power Projects Development Company Limited	✓	✓
	Bengal Integrated Infrastructure Development Limited	✓	✓
	Bengal Urban Infrastructure Development Limited	✓	✓
	Bihar Power Infrastructure Company Private Limited	✓	✓
	Chongqing Yuhe Expressway Company Limited	✓	✓
	Consorcio de Obras Civiles Conciviles SRL	✓	✓
	Cross Border Power Transmission Limited	✓	✓
	Damodar Valley Tourism Development Private Limited	✓	✓
	Future Retail Destination Limited	✓	✓
	Geotecnia y Control De Qualitat SA	✓	✓
	Gujarat Industrial Infrastructure Project Development Company Limited	✓	✓
	Gujarat Tourism Opportunity Limited	✓	✓
	IL&FS Milestone Realty Advisors Private Limited	✓	✓
	Indraprastha Energy & Waste Management Company Limited	✓	✓
	Infrastructure Development Company of Nagaland Private Limited	✓	✓

Notes Forming part of the accounts (Contd.)

#	Name of Company	March 31, 2017	March 31, 2016
	Infrastructure Development Corporation of Assam Limited	✓	✓
	Jharkhand Infrastructure Development Corporation Limited	✓	✓
	Jorabat Shillong Expressway Limited	✓	✓
	KSIIDC-IL&FS Project Development Company Limited	✓	✓
	NAM Expressway Limited	✓	✓
	Noida Toll Bridge Company Limited	✓	✓
	ONGC Tripura Power Company Limited	✓	✓
	Orissa Project Development Company Private Limited	✓	✓
	PDCOR Limited	✓	✓
	Saurya Urja Company of Rajasthan Limited (from April 7, 2015)	✓	✓
	South Coast Infrastructure Development Company of Andhra Pradesh Limited	✓	✓
	Standard Chartered IL&FS Management (Singapore) Pte Limited	✓	✓
	Syniverse Technologies (India) Private Limited	✓	✓
	Uttarakhand Infrastructure Projects Company Limited	✓	✓
	Vias y Construcciones, Viacon SRL	✓	✓
(vi) ASSOCIATES - DIRECT :			
	Ascend Telecom Infrastructure Private Limited (upto December 15, 2016)	✓	✓
	Dighi Port Limited	✓	✓
	Dighi Project Development Company Limited	✓	✓
	Gorakhpur Expressway Limited (upto November 14, 2016)	✓	✓
	IL&FS Engineering & Construction Company Limited	✓	✓
	Iridium India Telecom Limited (upto March 22, 2016)	-	✓
	Mangalore SEZ Limited	✓	✓
(vii) ASSOCIATES - INDIRECT :			
	Ascend Telecom Infrastructure Private Limited (from December 16, 2016 upto March 30, 2017)	✓	-
	Bengal Aerotropolis Projects Limited	✓	✓
	Canopy Housing & Infrastructure Limited	✓	✓
	CGI-8, S.A	✓	✓
	Elsamex Infrastructure Company WLL	✓	✓
	Elsamex Road Technology Company Limited	✓	✓
	Gujarat Road and Infrastructure Company Limited	✓	✓
	Hill County Properties Limited	✓	✓
	Hubbali Dharwad Water Supply Project Ltd (from January 5, 2017)	✓	-
	Investment Trustee Company (Orissa) Private Limited (upto March 30, 2016)	-	✓
	ITNL Infrastructure Developer LLC (from May 4, 2015)	✓	✓
	ITNL Toll Management Services Limited	✓	✓
	KSIDC IL&FS IDC Infrastructure Limited	✓	✓

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#	Name of Company	March 31, 2017	March 31, 2016
	New Tirupur Area Development Corporation Limited	√	√
	Punjab Biomass Power Limited	√	√
	Ramky Elsamex Hyderabad Ring Road Limited	√	√
	Sara Fund Trustee Company Private Limited (upto March 30, 2016)	-	√
	Sociedad Concesionaria Autovía A-4 Madrid	√	√
	Sringar Sonamarg Tunnelway Limited	√	√
	Thiruvananthapuram Road Development Company Limited	√	√
	Urban Mass Transit Company Limited	√	√
	Urjankur Shree Datta Power Company Limited	√	√
	Urjankur Shree Tatyasaheb Korewarna Power Company Limited	√	√
	VCS Enterprises Limited (upto February 18, 2016)	-	√
	Vizag Agriport Private Limited	√	√
	Warora Chandrapur Ballarpur Toll Road Limited	√	√
(viii)	OTHER ENTERPRISES OVER WHICH IL&FS HAS CONTROL:		
	IFIN Realty Trust	√	√
	IL&FS IIDC Fund	√	√
	IL&FS Infrastructure Equity Fund	√	√
	IL&FS Infrastructure Equity Fund – I	√	√
	IL&FS Investment Trust – I	√	√
	IL&FS Investment Trust – IV	√	√
	ITNL Road Investment Trust	√	√
	Investment Square Trust (upto March 26, 2017)	√	√
	Tara India Fund IV	-	√
	Saffron Investment Trust	√	√
(ix)	KEY MANAGEMENT PERSONNEL (KMP) :		
	Mr Ravi Parthasarathy, Chairman	√	√
	Mr Hari Sankaran, Vice Chairman and Managing Director	√	√
	Mr Arun K Saha, Joint Managing Director and CEO	√	√
	Mr M M Wagle, Group Chief Financial Officer (from February 23, 2016)	√	√
	Mr Manu Kochhar, Group Chief Financial Officer (upto February 22, 2016)	-	√
	Mr Avinash Bagul, Chief Operating Officer & Company Secretary	√	√
(x)	RELATIVES OF KMP HAVING TRANSACTIONS:		
	Ms Rhea Parthasarathy	√	√

Notes Forming part of the accounts (Contd.)

- (b) The nature and volume of transactions during the year ended March 31, 2017 with the above related parties were as follows:

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel	₹ in million
							March 31, 2017
INCOME							
Fund Based Income	-	10,935.50	3,117.54	281.47	-	0.03	14,334.53
Fee Based Income	-	1,022.34	59.24	0.38	1.00	-	1,082.96
Other Income	-	572.74	22.65	0.43	0.01	0.03	595.86
EXPENSES							
Finance Costs	567.53	17.87	-	-	37.25	-	622.65
Other Operating and Administrative Expenses	0.00	97.18	-	0.57	-	11.38	109.13
Deputation Cost Recovery	-	(387.06)	(48.21)	(0.65)	-	-	(435.92)
Remuneration							278.32
Mr Ravi Parthasarathy	-	-	-	-	-	108.00	
Mr Hari Sankaran	-	-	-	-	-	74.72	
Mr Arun K Saha	-	-	-	-	-	63.38	
Mr M M Wagle	-	-	-	-	-	20.17	
Mr Avinash Bagul	-	-	-	-	-	10.90	
Ms Rhea Parthasarathy	-	-	-	-	-	1.16	
Balance during the year ended:							
ASSETS							
Non-current Assets							
Non-current Investments (Debentures)	-	16,712.00	-	-	-	-	16,712.00
Long-term Loans and Advances (Loans, Advances)	-	7,317.95	18,765.61	1,930.00	0.03	0.24	28,013.83
Other Non-current Assets (Interest Accrued on Bonds & Debentures)	-	5,556.88	3,544.73	-	-	-	9,101.61
Current Assets							
Current portion of Long-term Investments (Preference Shares, Debentures)	-	136.00	-	-	-	-	136.00
Current portion of Long-term Loans and Advances (Loans)	-	9,063.08	1,478.21	-	-	5.16	10,546.45
Short-term Loans and Advances (Loans, Deposits and Advances)	-	488.74	3.46	4.66	0.02	-	496.87
Trade Receivables	-	941.07	94.11	1.50	(0.00)	-	1,036.68

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Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel	March 31, 2017
Other Current Assets (Interest Accrued, Income Accrued, Deferred Receivable)	-	2,142.84	452.69	-	-	-	2,595.53
LIABILITIES							
Share Capital							
Non Convertible Redeemable Cumulative Preference Share	50.00	-	-	-	-	-	50.00
Non Current Liabilities							
Long-term Borrowings (Subordinated Debt, Debentures, Covered Warrants)	5,400.00	2,011.54	-	-	-	-	7,411.54
Other Long-term Liabilities (Interest Accrued But Not Due, Security Deposits)	-	178.85	2.62	3.54	36.67	-	221.68
Current Liabilities							
Current maturities of Long-term Debt (Debentures)	50.00	-	-	-	-	-	50.00
Trade Payables	-	5.72	14.39	-	-	0.12	20.23
Other Current Liabilities (Interest payable, Advances Received, Payables, Security Deposits)	78.79	166.69	78.57	0.59	50.21	0.01	374.84
Transactions during the year *:							
Investments made / purchase (including advances)	-	291.15	265.00	-	-	-	556.15
Investments matured / sold	-	2,075.05	725.18	-	44.69	-	2,844.91
Long-term / Short-term Loans given (Assets)	-	40,498.97	2,032.22	-	-	-	42,531.19
Long-term / Short-term Loans repaid (Assets)	-	35,796.61	1,305.10	150.00	-	0.67	37,252.38
Long-term / Short-term Loans taken (Liabilities)	-	82.00	-	-	-	-	82.00
Long-term / Short-term Loans repaid (Liabilities)	500.00	140.39	-	-	-	-	640.39
Dividend Paid on Preference Shares	1.00	-	-	-	-	-	1.00
Guarantees / Letter of Credit [Refer Note 31 (b)]	-	7,383.79	5,963.42	-	-	-	13,347.21

* Transaction during the year excludes reimbursement of expenses with related parties

Notes Forming part of the accounts (Contd.)

For Previous Year

							₹ in million
Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel	March 31, 2017
INCOME							
Fund Based Income	-	13,117.22	2,737.24	403.74	346.14	0.05	16,604.39
Fee Based Income	-	593.63	47.27	0.50	3.50	-	644.90
Other Income	-	576.06	15.14	0.04	2.13	-	593.37
EXPENSES							
Finance Costs	603.94	152.97	0.00	-	10.81	-	767.72
Other Operating and Administrative Expenses	-	70.40	9.66	-	-	13.58	93.64
Deputation Cost Recovery	-	(249.38)	(25.48)	-	-	-	(274.85)
Remuneration							288.61
Mr Ravi Parthasarathy	-	-	-	-	-	107.19	
Mr Hari Sankaran	-	-	-	-	-	78.55	
Mr Arun K Saha	-	-	-	-	-	62.54	
Mr Manu Kochhar *	-	-	-	-	-	25.88	
Mr M M Wagle **	-	-	-	-	-	2.10	
Mr Avinash Bagul	-	-	-	-	-	10.90	
Ms Rhea Parthasarathy	-	-	-	-	-	1.46	
Balance as at year ended :							
ASSETS							
Non-current Assets							
Non-current Investments (Preference Shares, Debentures, Bonds)	-	16,848.00	451.89	-	-	-	17,299.89
Long-term Loans and Advances (Loans, Capital Advance, Advance towards Investments, Other Loans & Advances)	-	9,552.87	20,772.35	2,080.00	0.03	5.35	32,410.60
Other Non-current Assets (Interest Accrued on Bonds & Debentures)	-	3,478.58	304.62	-	-	-	3,783.20

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Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel	March 31, 2017
Current Assets							
Current portion of Long-term Investments (Debentures)	-	36.00	273.31	-	-	-	309.31
Current portion of Long-term Loans and Advances (Loans, Advance towards Investments, Other Loans & Advances)	-	2,326.17	63.78	-	-	0.24	2,390.19
Short-term Loans and Advances (Loans, Other Loans & Advances)	-	279.79	4.08	5.84	0.02	0.43	290.15
Trade Receivables	-	808.75	11.40	0.13	-	-	820.28
Other Current Assets (Interest Accrued, Income Accrued)	0.45	2,254.54	2,365.78	-	-	-	4,620.78
LIABILITIES							
Share Capital							
Non Convertible Redeemable Cumulative Preference Share (NCRCPs)	50.00	-	-	-	-	-	50.00
Non-current Liabilities							
Long-term Borrowings (Subordinated Debt, Debentures, Inter Corporate Deposits, Covered Warrants)	5,450.00	2,011.54	-	-	-	-	7,461.54
Other Long-term Liabilities (Interest Accrued But Not Due)	-	1,288.41	3.29	4.13	-	-	1,295.83
Current Liabilities							
Short-term Borrowings (Short-term Deposit)	-	58.39	-	-	-	-	58.39
Current maturities of Long-term Debt (Inter Corporate Deposits)	500.00	-	-	-	-	-	500.00
Trade Payables	-	7.73	14.86	-	-	-	22.59
Other Current Liabilities (Interest payable, Advances Received, Premium, Security Deposits)	109.72	129.14	7.46	0.99	95.81	-	343.12

Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel	March 31, 2017
Transactions during the year *:							
Investments made / purchase (including advances) #	-	23,243.18	840.98	-	-	-	24,084.16
Investments matured / sold	-	13,030.05	40.00	-	35.00	-	13,105.05
Long-term / Short-term Loans given (Assets)	-	89,700.02	8,449.73	3,600.00	-	0.58	101,750.33
Long-term / Short-term Loans repaid (Assets) #	-	88,785.49	4,501.20	3,700.00	-	10.13	96,996.82
Long-term / Short-term Loans taken (Liabilities)	500.00	1,060.27	-	-	-	-	1,560.27
Long-term / Short-term Loans repaid (Liabilities)	1,000.00	1,045.12	-	-	-	-	2,045.12
Subscription to NCRCPs	-	-	-	-	-	1.50	1.50
Dividend Paid	126.54	-	-	-	-	0.50	127.04
Guarantees / Letter of Credit [(Refer Note 31(b))]	-	2,235.46	3,108.74	-	-	-	5,344.20
Purchase of Assets	-	0.09	-	-	266.70	-	266.79
Sale of Assets	-	0.16	-	-	-	0.00	0.16

* Amount for the period April 1, 2015 to February 22, 2016

** Amount from February 23, 2016 to March 31, 2016

\$ Transaction during the year excludes reimbursement of expenses with related parties

Includes the Company's investment of ₹ 3,444.25 million in a Subsidiary Company acquired from another Subsidiary Company by adjusting loan due aggregating ₹ 3,444.25 million

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(c) Statement of material transactions during the year ended March 31, 2017

₹ in million						
Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
INCOME						
Fund Based Income						
IL&FS Energy Development Co Ltd	-	2,924.09	-	-	-	-
IL&FS Financial Services Ltd	-	1,993.95	-	-	-	-
IL&FS Township & Urban Assets Ltd	-	1,665.79	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	1,539.98	-	-	-
Fee Based Income						
IL&FS Transportation Networks Ltd	-	440.05	-	-	-	-
IL&FS Financial Services Ltd	-	192.24	-	-	-	-
Other Income						
IL&FS Financial Services Ltd	-	116.97	-	-	-	-
IL&FS Transportation Networks Ltd	-	115.09	-	-	-	-
IL&FS Technologies Ltd	-	70.67	-	-	-	-
EXPENSES						
Finance Costs						
Life Insurance Corporation of India	567.53	-	-	-	-	-
Other Operating and Administrative Expenses						
LIVIA India Ltd	-	38.10	-	-	-	-
IL&FS Financial Services Ltd	-	27.03	-	-	-	-
Deputation Cost Recovery						
IL&FS Transportation Networks Ltd	-	(93.01)	-	-	-	-
IL&FS Financial Services Ltd	-	(57.10)	-	-	-	-

Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
Balance during the year ended :						
ASSETS						
Non-current Assets :						
Non-current Investments						
IL&FS Energy Development Co Ltd	-	2,470.00	-	-	-	-
IL&FS Township & Urban Assets Ltd	-	6,270.00	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	5,000.00	-	-	-	-
Porto Novo Maritime Ltd	-	1,900.00	-	-	-	-
Long-term Loans and Advances						
IL&FS Engineering and Construction Co Ltd	-	-	8,708.71	-	-	-
Hill County Properties Ltd	-	-	8,958.16	-	-	-
IL&FS Energy Development Co Ltd	-	5,392.98	-	-	-	-
Other Non-current Assets						
IL&FS Township & Urban Assets Ltd	-	4,001.11	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	1,435.61	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	2,494.82	-	-	-
Hill County Properties Ltd	-	-	1,044.32	-	-	-
Current Assets :						
Current portion of Long-term Investments						
IL&FS Technologies Ltd	-	100.00	-	-	-	-
West Gujarat Expressway Ltd	-	36.00	-	-	-	-
Current portion of Long-term Loans and Advances						
IL&FS Township & Urban Assets Ltd	-	1,728.00	-	-	-	-
IL&FS Maritime Infrastructure Co Ltd	-	5,768.00	-	-	-	-
IL&FS Renewable Energy Ltd	-	1,200.00	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	1,419.90	-	-	-
Short-term Loans and Advances						
Pune Sholapur Road Development Co Ltd	-	310.00	-	-	-	-
Tierra Enviro Ltd	-	88.16	-	-	-	-
Trade Receivables						
IL&FS Tamil Nadu Power Co Ltd	-	488.22	-	-	-	-
IL&FS Transportation Networks Ltd	-	234.37	-	-	-	-

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₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
Other Current Assets						
IL&FS Maritime Infrastructure Co Ltd	-	867.55	-	-	-	-
IL&FS Energy Development Co Ltd	-	1,263.48	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	431.44	-	-	-
LIABILITIES						
Share Capital						
Non Convertible Redeemable Cumulative Preference Share						
Orix Corporation, Japan	50.00	-	-	-	-	-
Non-current Liabilities :						
Long-term Borrowings						
Life Insurance Corporation of India	5,400.00	-	-	-	-	-
IL&FS Transportation Networks Ltd	-	1,943.00	-	-	-	-
Other Long-term Liabilities						
IL&FS Renewable Energy Ltd	-	169.96	-	-	-	-
ITNL Road Investment Trust	-	-	-	-	36.67	-
Current Liabilities :						
Current maturities of Long-term Debt						
Life Insurance Corporation of India	50.00	-	-	-	-	-
Trade Payables						
Dighi Port Ltd	-	-	14.39	-	-	-
Other Current Liabilities						
Life Insurance Corporation of India	78.79	-	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	70.13	-	-	-
ITNL Road Investment Trust	-	-	-	-	50.21	-
IL&FS Tamil Nadu Power Co Ltd	-	64.18	-	-	-	-
Transactions during the year :						
Investments made / purchase (including advances)						
IL&FS Environmental Infrastructure & Services Ltd	-	90.00	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	265.00	-	-	-
IL&FS Global Pte Ltd	-	195.65	-	-	-	-

Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
Investments matured / sold						
IL&FS Financial Services Ltd	-	1,401.92	-	-	-	-
IL&FS Maritime Infrastructure Co Ltd	-	624.31	-	-	-	-
Gujrat Road & Infrastructure Co Ltd	-	-	725.18	-	-	-
Long-term / Short-term Loans given (Assets)						
IL&FS Energy Development Co Ltd	-	12,260.00	-	-	-	-
IL&FS Transportation Networks Ltd	-	11,808.30	-	-	-	-
Long-term / Short-term Loans repaid (Assets)						
IL&FS Energy Development Co Ltd	-	7,677.26	-	-	-	-
IL&FS Transportation Networks Ltd	-	11,800.00	-	-	-	-
Long-term / Short-term Loans taken (Liabilities)						
IL&FS Energy Development Co Ltd	-	44.18	-	-	-	-
IL&FS Paradip Refinery Water Ltd	-	26.82	-	-	-	-
Nana Layja Power Co Ltd	-	11.00	-	-	-	-
Long-term / Short-term Loans repaid (Liabilities)						
Life Insurance Corporation of India	500.00	-	-	-	-	-
IL&FS Energy Development Co Ltd	-	91.18	-	-	-	-
Dividend Paid						
Orix Corporation, Japan	1.00	-	-	-	-	-
Guarantees / Letter of Credit [Refer Note 31 (b)]						
IL&FS Transportation Networks Ltd	-	1,443.22	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	3,389.17	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	5,963.42	-	-	-

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Statement of material transactions during the Previous Year

₹ in million						
Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
INCOME						
Fund Based Income						
IL&FS Energy Development Co Ltd	-	4,029.72	-	-	-	-
Fee Based Income						
IL&FS Financial Services Ltd	-	192.78	-	-	-	-
IL&FS Transportation Networks Ltd	-	273.42	-	-	-	-
Other Income						
IL&FS Financial Services Ltd	-	112.86	-	-	-	-
IL&FS Technologies Ltd	-	81.59	-	-	-	-
IL&FS Transportation Networks Ltd	-	89.33	-	-	-	-
EXPENSES						
Finance Costs						
Life Insurance Corporation of India	602.94	-	-	-	-	-
Andhra Pradesh Expressway Ltd	-	129.54	-	-	-	-
Other Operating and Administrative Expenses						
IIDC Ltd	-	27.67	-	-	-	-
IL&FS Securities Services Ltd	-	11.22	-	-	-	-
LIVIA India Ltd	-	26.86	-	-	-	-
Iridium India Telecom Ltd	-	-	9.66	-	-	-
Deputation Cost Recovery						
IL&FS Financial Services Ltd	-	(35.12)	-	-	-	-
IL&FS Transportation Networks Ltd	-	(58.18)	-	-	-	-
Balance as at year ended :						
ASSETS						
Non-current Assets :						
Non-current Investments						
IL&FS Energy Development Co Ltd	-	2,470.00	-	-	-	-
IL&FS Township & Urban Assets Ltd	-	6,270.00	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	5,000.00	-	-	-	-
Porto Novo Maritime Ltd	-	1,900.00	-	-	-	-

Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
Long-term Loans and Advances						
IL&FS Maritime Infrastructure Co Ltd	-	4,372.80	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	9,836.10	-	-	-
Hill County Properties Ltd	-	-	8,436.35	-	-	-
Other Non-current Assets						
IL&FS Township & Urban Assets Ltd	-	2,796.39	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	548.03	-	-	-	-
Current Assets :						
Current portion of Long-term Investments						
West Gujarat Expressway Ltd	-	36.00	-	-	-	-
Gujarat Road & Infrastructure Co Ltd	-	-	273.31	-	-	-
Current portion of Long-term Loans and Advances						
IL&FS Environmental Infrastructure & Services Ltd	-	358.49	-	-	-	-
IL&FS Maritime Infrastructure Co Ltd	-	1,260.00	-	-	-	-
IL&FS Township & Urban Assets Ltd	-	565.69	-	-	-	-
Short-term Loans and Advances						
IL&FS Environmental Infrastructure & Services Ltd	-	101.59	-	-	-	-
IIDC Ltd	-	120.81	-	-	-	-
Trade Receivables						
IL&FS Transportation Networks Ltd	-	216.13	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	510.45	-	-	-	-
Other Current Assets						
IL&FS Energy Development Co Ltd	-	2,264.64	-	-	-	-
IL&FS Engineering and Construction Co Ltd	-	-	1,858.44	-	-	-
Hill County Properties Ltd	-	-	500.42	-	-	-
LIABILITIES						
Share Capital						
Non Convertible Redeemable Cumulative Preference Share						
Orix Corporation, Japan	50.00	-	-	-	-	-
Non-current Liabilities :						
Long-term Borrowings						
Life Insurance Corporation of India	5,450.00	-	-	-	-	-
IL&FS Transportation Networks Ltd	-	1,943.00	-	-	-	-

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₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
Other Long-term Liabilities						
Andhra Pradesh Expressway Ltd	-	1,124.04	-	-	-	-
IL&FS Renewable Energy Ltd	-	153.32	-	-	-	-
Current Liabilities :						
Short-term Borrowings						
IL&FS Academy of Applied Development	-	6.30	-	-	-	-
IL&FS Energy Development Co Ltd	-	47.00	-	-	-	-
Current maturities of Long-term Debt						
Life Insurance Corporation of India	500.00	-	-	-	-	-
Trade Payables						
IL&FS Education & Technology Services Ltd	-	3.55	-	-	-	-
Dighi Port Ltd	-	-	14.39	-	-	-
Other Current Liabilities						
Life Insurance Corporation of India	108.72	-	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	75.29	-	-	-	-
ITNL Road Investment Trust	-	-	-	-	95.80	-
Transactions during the year :						
Investments made / purchase (including advances)						
IL&FS Energy Development Co Ltd	-	4,858.28	-	-	-	-
IL&FS Transportation Networks Ltd	-	9,306.19	-	-	-	-
IL&FS Tamil Nadu Power Co Ltd	-	5,000.00	-	-	-	-
Investments matured / sold						
IL&FS Energy Development Co Ltd	-	12,964.99	-	-	-	-
Long-term / Short-term Loans given (Assets)						
IL&FS Energy Development Co Ltd	-	10,350.00	-	-	-	-
IL&FS Financial Services Ltd	-	30,783.70	-	-	-	-
IL&FS Transportation Networks Ltd	-	21,537.49	-	-	-	-

Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
Long-term / Short-term Loans repaid (Assets)						
IL&FS Financial Services Ltd	-	30,783.70	-	-	-	-
IL&FS Transportation Networks Ltd	-	21,537.49	-	-	-	-
Long-term / Short-term Loans taken (Liabilities)						
Life Insurance Corporation of India	500.00	-	-	-	-	-
IL&FS Energy Development Co Ltd	-	170.00	-	-	-	-
IL&FS Renewable Energy Ltd	-	855.68	-	-	-	-
Long-term / Short-term Loans repaid (Liabilities)						
Life Insurance Corporation of India	1,000.00	-	-	-	-	-
IL&FS Renewable Energy Ltd	-	855.68	-	-	-	-
Subscription to NCRCPs						
Mr Manu Kochhar	-	-	-	-	-	1.50
Dividend Paid						
Life Insurance Corporation of India	65.08	-	-	-	-	-
Orix Corporation, Japan	61.46	-	-	-	-	-
Guarantees / Letter of Credits						
IL&FS Water Limited	-	828.62	-	-	-	-
IL&FS Tamil Nadu Power Company Limited	-	630.00	-	-	-	-
IL&FS Engineering and Construction Company Limited	-	-	3,108.74	-	-	-
Purchase of Assets						
IL&FS Investment Trust I	-	-	-	-	266.70	-
Sale of Assets						
IL&FS Financial Services Ltd	-	0.10	-	-	-	-
IL&FS Maritime Infrastructure Co Ltd	-	0.03	-	-	-	-
IL&FS Renewable Energy Ltd	-	0.04	-	-	-	-

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- (d) Related Party Transactions with individuals owning, directly or indirectly an interest in the voting powers of the Company that gives them control or significant influence over the Company and relatives of any such individual:

NIL

- (e) Related Party Transactions with the Company in which Key Management Personnel of the Company are able to exercise significant influence:

NIL

(30) THE COMPANY HAS JOINT CONTROL OVER THE FOLLOWING ENTITIES AS PER ACCOUNTING STANDARD 27 (AS – 27)

Jointly Controlled Entity (All Incorporated In India)	Percentage of Ownership Interest as at March 31, 2017	Percentage of Ownership Interest as at March 31, 2016
Bihar e-Governance Services & Technologies Limited	50.00%	50.00%
Gujarat International Finance Tec-City Company Limited	50.00%	50.00%
Haldia Integrated Development Agency Limited	42.54%	42.54%
IKG Associates	40.00%	40.00%
IL&FS DoC Project Development Fund	50.00%	50.00%
Jharkhand e-Governance Solutions & Services Limited	50.00%	50.00%
Karnataka Enterprise Solutions Limited	50.00%	50.00%
Odisha e-Governance Services Limited	50.00%	50.00%
Road Infrastructure Development Company of Rajasthan Limited	50.00%	50.00%

The aggregate amount of assets, liabilities, income and expenditure of jointly controlled entities, based on Management Accounts prepared by respective entities is as follows:

	₹ in million	
As at March 31,	2017	2016
Liabilities	22,201.18	19,451.03
Assets	19,936.82	16,387.18
Capital & Others Commitments	2,406.11	2,220.37
Contingent Liability	418.09	417.87

	₹ in million	
For the Year Ended March 31,	2017	2016
Income	2,102.86	1,815.20
Expenses (including tax)	1,312.46	2,232.95

(31) SUPPORT TO GROUP COMPANIES

- (a) Letter of Support has been issued to three Subsidiary Companies to ensure that their operations are not adversely affected
- (b) Guarantees/Letter of Credit

The Group Companies have availed third party limits carved out of the Company's limits from Banks for Letters of Credit, Performance Guarantees and other Financial Guarantees facilities (collectively referred to as 'third party

Notes Forming part of the accounts (Contd.)

guarantees') amounting to ₹ 13,348.56 million (Previous Year : ₹ 5,346.05 million). These third party guarantees have been issued by the Company's bankers on behalf of such Group Companies in the normal course of business after due credit assessments. The Company has also received Counter Guarantees from the respective Group Companies against such third party guarantees

- (c) Group Companies have availed borrowing facilities from Banks and other Lenders and the arrangements include (i) Letter of Comfort (ii) Parent Support Agreement (iii) Debt Servicing Reserve Arrangements. In the event of failure by the Borrowing entity as well as / or its Promoter Entity to comply with the facility payment terms, the Company has to assist in arranging the funds before payment due date

The Company has carried out a detailed assessment with respect to the current status of each underlying transactions as well as of the cash flow of the Projects undertaken by the Group Company as at March 31, 2017. Based on such assessment and confirmation obtained, there is only a remote possibility of devolvement of any obligation on the Company to assist in arranging such funds

- (32) The Company is in the business of providing financial services relating to the commercialisation of infrastructure including loans and investments in Group Companies. As such, all activities undertaken by the Company are incidental to the main business. There are no separate reportable business segments as per Accounting Standard 17 (AS-17) on "Segment Reporting"

- (33) Corresponding figures for the previous year have been reclassified and presented in accordance with the current year presentation, wherever necessary

- (34) Additional Disclosures in terms of RBI's Master Direction - Core Investment Companies (Reserve Bank) Directions, 2016 vide Master Direction DNBR. PD.003/03.10.119/2016-17 dated August 25, 2016 are annexed as Annexure I

The Notes to Accounts hereto form Part of the Standalone Financial Statements

For and on behalf of the Board

Ravi Parthasarathy	Chairman (DIN : 00002392)
Hari Sankaran	Vice Chairman & Managing Director (DIN: 00002386)
Arun K Saha	Joint Managing Director & CEO (DIN: 00002377)
Maharudra Wagle	Group Chief Financial Officer
Avinash Bagul	Company Secretary
Mumbai, April 26, 2017	

ANNEXURE I

ADDITIONAL DISCLOSURES IN TERMS OF RBI'S MASTER DIRECTION - CORE INVESTMENT COMPANIES (RESERVE BANK) DIRECTIONS, 2016 VIDE MASTER DIRECTION DNBR. PD.003/03.10.119/2016-17 DATED AUGUST 25, 2016

(A) Liabilities Side

Particulars	Amount Outstanding	₹ in Lakhs Amount Overdue
(1) Loans and Advances availed by the CIC inclusive of interest accrued thereon but not paid :		
(a) Debentures : Secured	844,738	-
: Unsecured	-	-
(other than falling within the meaning of Public Deposits)		
(b) Deferred Credits	-	-
(c) Term Loans	279,610	-
(d) Inter Corporate Loans and Borrowings	56,232	-
(e) Commercial Paper (net of discount)	49,926	-
(f) Other Loans (specify nature)		
- Subordinated Debt	2,385	-
- Covered Warrants	19,430	-
- Loan repayable on Demand	2,883	-

(B) Assets Side

Particulars	₹ in Lakhs Amount Outstanding
(2) Break-up of Loans and Advances including Bills Receivables (other than those included in (3) below) * :	
(a) Secured	351,268
(b) Unsecured #	48,292
(3) Break-up of Leased Assets and Stock on Hire and other assets counting towards AFC activities	
(i) Lease assets including lease rentals under Sundry Debtors :	
(a) Financial Lease	-
(b) Operating Lease	-
(ii) Stock on Hire including hire charges under Sundry Debtors :	
(a) Assets on Hire	-
(b) Repossessed Assets	-
(iii) Other Loans counting towards AFC activities	
(a) Loans where assets have been repossessed	-
(b) Loans other than (a) above	-

* Excluding interest accrued thereon but not paid

Includes advance towards investments of ₹ 9,830 lakhs

ADDITIONAL DISCLOSURES IN TERMS OF RBI'S MASTER DIRECTION - CORE INVESTMENT COMPANIES (RESERVE BANK) DIRECTIONS, 2016 VIDE MASTER DIRECTION DNBR. PD.003/03.10.119/2016-17 DATED AUGUST 25, 2016 (CONTD.)

Particulars	₹ in Lakhs	
	Amount	Outstanding
(4) Break up of Investments		
(A) Current Investments		
(1) Quoted :		
(i) Shares : (a) Equity	-	
(b) Preference	-	
(ii) Debentures and Bonds	-	
(iii) Units of Mutual Funds	-	
(iv) Government Securities	-	
(v) Others (please specify)	-	
(2) Unquoted :		
(i) Shares : (a) Equity	-	
(b) Preference *	1,000	
(ii) Debentures and Bonds *	360	
(iii) Units of Mutual Funds	-	
(iv) Government Securities	-	
(v) Others (please specify)	-	
(B) Long Term Investments :		
(1) Quoted :		
(i) Shares : (a) Equity **	167,448	
(b) Preference	-	
(ii) Debentures and Bonds	-	
(iii) Units of Mutual Funds	-	
(iv) Government Securities	-	
(v) Others (please specify)	-	
(2) Unquoted :		
(i) Shares : (a) Equity **	799,956	
(b) Preference	-	
(ii) Debentures and Bonds	167,120	
(iii) Units of Mutual Funds	-	
(iv) Government Securities	-	
(v) Others (please specify)	-	
- Investment in Units of Trust	51,141	

* Represents current portion of Long-term Investments

** Excludes provision for diminution in value investments of ₹ 11,260 lakhs

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ADDITIONAL DISCLOSURES IN TERMS OF RBI'S MASTER DIRECTION - CORE INVESTMENT COMPANIES (RESERVE BANK) DIRECTIONS, 2016 VIDE MASTER DIRECTION DNBR. PD.003/03.10.119/2016-17 DATED AUGUST 25, 2016 (CONTD.)

₹ in Lakhs

Particulars	Amount net of provisions		
	Secured	Unsecured	Total
(5) Borrower Group-wise Classification of assets financed as in (2) and (3) above :			
(A) Related Parties *			
(a) Subsidiaries #	143,495	34,246	177,741
(b) Companies in the Same Group *	207,693	14,046	221,739
(c) Other Related Parties	3.9	-	3.9
(B) Other than Related Parties	76	-	76
TOTAL	351,268	48,292	399,560

₹ in Lakhs

Particulars	Market value/ Break up or fair value or NAV**	Book value (Net of Provisions)
(6) Investor group-wise classification of all Investments (Current and long term in shares and securities) (both quoted and unquoted) :		
(1) Related Parties *		
(a) Subsidiaries	1,187,566	1,050,016
(b) Companies in the Same Group *	119,882	125,749
(c) Other Related Parties	-	-
(2) Other than Related Parties	0.1	0.1
TOTAL	1,307,448	1,175,766

₹ in Lakhs

Particulars	Amount Outstanding
(7) Other information	
(A) Gross Non- performing Assets	
(a) Related parties	-
(b) Other than related parties	-
(B) Net Non- performing Assets	
(a) Related parties	-
(b) Other than related parties	-
(C) Assets acquired in satisfaction of debt	

* As defined in the Core Investment Companies (Reserve Bank) Directions, 2016

** Quoted shares are considered at market value, whereas unquoted shares are considered at book value and net of provision for diminution, if any

Includes advance towards investments of ₹ 9,830 lakhs

EXPOSURE TO REAL ESTATE SECTOR, BOTH DIRECT AND INDIRECT AS AT MARCH 31, 2017

Category	₹ in Crores	
	As at 31-Mar-17	As at 31-Mar-16
(A) Direct exposure		
(i) Residential Mortgages -		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to ₹ 15 lakh may be shown separately)	-	-
(ii) Commercial Real Estate -		
Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund bases (NFB) limits;	1,633.15	1,693.90
(iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
(a) Residential	-	-
(b) Commercial Real Estate	-	-
(B) Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	-	-

Notes:

The exposure disclosed in point (ii) above, includes only the secured portion of the loans given and investments in Fully Convertible Debentures & Optionally Convertible Debentures secured by mortgage of commercial properties

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MATURITY PATTERN OF CERTAIN ITEMS OF ASSETS AND LIABILITIES AS AT MARCH 31, 2017

(₹ in crores)

Liabilities	1 day to 30/31 days	Over 1 month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Borrowings from banks	-	-	50.00	217.50	646.33	1,205.00	360.00	-	2,478.83
Market Borrowings (Note 5)	125.00	25.00	91.58	664.20	958.60	2,282.93	2,755.22	2,740.89	9,643.42
TOTAL	125.00	25.00	141.58	881.70	1,604.93	3,487.93	3,115.22	2,740.89	12,122.25
Assets									
Loans & Advances (Note 1, 2)	1,278.13	0.29	48.07	21.00	979.95	1,206.08	167.77	294.31	3,995.60
Investments (Note 3, 4)	640.00	148.40	68.40	42.90	286.40	7.20	1,674.48	10,107.48	12,975.26
TOTAL	1,918.13	148.69	116.47	63.90	1,266.35	1,213.28	1,842.25	10,401.78	16,970.86

Notes :

- (1) Certain long-term loans extended by the Company have an option wherein the Company has right to call the loans on specific dates. Maturity pattern of Advances has been determined based on cash flows as stipulated in the repayment schedule adjusted for earliest exercisable date of embedded options, which is earlier than actual contractual maturity date
- (2) Loans and Advances include Advance towards Investments of ₹ 98.30 crores
- (3) Investments include Investments in Equity Shares, Preference Shares, Debt Instruments and Fixed Deposits (including ₹ 1,105 crores, placed with Bank under Lien)
- (4) Investments in listed equity shares are considered in 3-5 years bucket whereas it is considered in over 5 year bucket for unlisted investments. Identified Investments are considered in relevant bucket based on expected cash flows
- (5) Market borrowings includes borrowings from other than Banks

Key Financial Ratios

For the year ended	31-Mar-17	31-Mar-16	31-Mar-15	31-Mar-14	31-Mar-13
Operating Ratios					
Profit Before Tax / Total Revenue	20.12%	20.87%	22.80%	29.46%	32.10%
Profit After Tax / Total Revenue (Refer Foot Note 1)	21.41%	14.33%	21.31%	20.86%	25.61%
Balance Sheet Ratio					
Debt to Net Worth Ratio (Refer Foot Note 2)	2.07	2.30	2.05	1.87	2.37
Net Worth / Total Assets (Refer Foot Note 2)	29.02%	27.90%	30.00%	31.23%	26.17%
Ratio>Returns					
Profit After Tax / Average Net Worth (Refer Foot Note 1 & 2)	6.68%	5.18%	6.91%	9.68%	13.58%
Dividend payout (Refer Foot Note 3)	14.26%	0.00%	33.70%	0.00%	26.49%
Data - Per Share					
Basic Earnings per Share	18.89	12.26	17.50	27.00	30.44
Diluted Earnings per Share	18.89	12.26	17.50	27.00	29.97
Book Value	389.27	370.25	339.33	288.02	234.38
Dividend %	42.50	-	80.00	-	80.00

Foot Notes :

- PAT is before any appropriation
- Net Worth excludes Revaluation Reserves and Cash Flow Hedging Reserve but includes Preference Share Capital
- Dividend payout excludes Dividend Distribution Tax

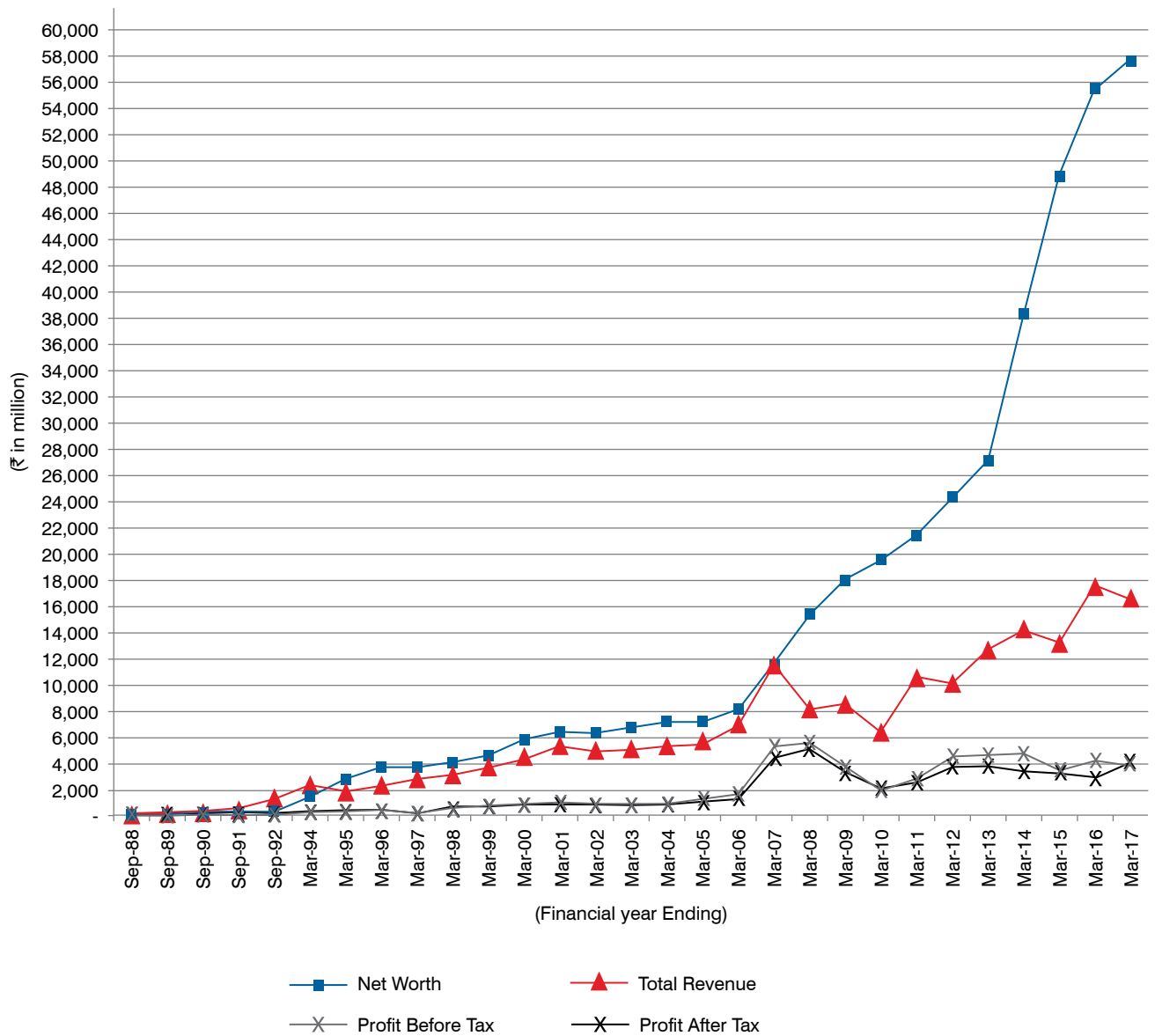
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30 Years at a Glance



Shareholding Pattern

IL&FS incorporated in 1987, initially promoted by Central Bank of India, Housing Development Finance Corporation Limited and erstwhile Unit Trust of India. IL&FS is registered as “Systemically Important Non-Deposit Accepting Core Investment Company (CIC-ND-SI) and is engaged in lending to and investing in IL&FS Group Companies. Over the years, IL&FS has broad-based its shareholding and inducted institutional shareholders including ORIX Corporation, Japan, State Bank of India, Life Insurance Corporation of India and Abu Dhabi Investment Authority

The Shareholding Pattern of IL&FS as at March 31, 2017 is provided below :

(A) Fully Paid-up Equity Shares of ₹ 10/- each

No	Name of Shareholder	Number	%
1	Life Insurance Corporation of India	32,541,123	25.34
2	ORIX Corporation, Japan	30,227,509	23.54
3	Abu Dhabi Investment Authority	16,129,252	12.56
4	IL&FS Employees Welfare Trust	15,406,092	12.00
5	Housing Development Finance Corporation Ltd	11,587,194	9.02
6	Central Bank of India	9,843,386	7.67
7	State Bank of India	8,237,967	6.42
8	UTI - Unit Linked Insurance Plan - UTI Asset Management Co Ltd	1,051,111	0.82
9	India Discovery Fund	1,104,211	0.86
10	Others	2,275,431	1.77
TOTAL		128,403,276	100.00

(B) Redeemable Cumulative Preference Shares ₹ 10/- each fully paid up

No	Name of Shareholder	Number	%
1	ORIX Corporation, Japan	5,000,000	100.00

(C) Redeemable Cumulative Preference Shares ₹ 7,500/- each fully paid up

No	Name of Shareholder	Number	%
1	Body Corporates and Others	1,133,000	100.00

**DISCLOSURE UNDER REGULATION 53 (F) OF THE SEBI
(LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS)
LOANS AND ADVANCES IN THE NATURE OF LOANS GIVEN TO SUBSIDIARIES, ASSOCIATES AND OTHERS:**

(₹ in million)

Sr No	Name of the Company	Amount Outstanding as at		Maximum outstanding during	
		March 31, 2017	March 31, 2016	2016-17	2015-16
A	Loans and Advances in the nature of Loans given to Subsidiaries:				
1	Andhra Pradesh Expressway Limited **	-	1,123.40	1,123.40	1,123.40
2	Barwa Adda Expressway Limited	-	-	-	1,250.00
3	East Delhi Waste Processing Company Limited	-	410.00	410.00	410.00
4	IL&FS Airport Limited	-	-	-	68.00
5	IL&FS Education & Technology Services Limited *	80.00	-	580.00	1,170.00
6	IL&FS Energy Development Company Limited *	5,392.98	810.24	6,642.98	10,040.00
7	IL&FS Environmental Infrastructure & Services Limited *	302.36	987.67	1,004.68	1,003.05
8	IL&FS Financial Services Limited *	-	-	3,467.50	13,010.00
9	IIDC Limited **	50.60	150.00	150.00	150.00
10	IL&FS Investment Trust -I	-	-	-	35.00
11	IL&FS Maritime Infrastructure Company Limited *	6,650.00	5,632.80	7,450.00	6,335.80
12	IL&FS Paradip Refinery Water Limited	-	-	-	746.50
13	IL&FS Renewable Energy Limited	1,545.30	95.40	2,795.40	3,380.00
14	IL&FS Transportation Networks Limited * (Foot Note 4)	8.30	-	3,210.00	11,492.49
15	IL&FS Township & Urban Assets Limited *	2,134.02	2,232.76	2,835.01	3,109.77
16	IL&FS Technologies Limited	-	-	-	644.00
17	ITNL Road Infrastructure Development Company Limited	180.00	500.00	500.00	1,000.00
18	Jharkhand Road Projects Implementation Company Limited	-	-	-	1,557.00
19	Khed Sinnar Expressway Limited	-	-	-	1,100.00
20	Moradabad Bareilly Expressway Limited	-	-	-	4,300.00
21	Pune Sholapur Road Development Company Limited (Foot Note 4)	310.00	-	3,210.00	1,000.00
22	Tamil Nadu Water Investment Company Limited	49.38	88.88	88.88	128.38
23	Tierra Enviro Limited	88.16	-	185.00	-
24	Vansh Nimay Infraprojects Limited	-	-	-	7.05
25	Vaspeth Wind Energy Private Limited	-	57.59	57.59	57.59
26	West Gujarat Expressway Limited	108.00	144.00	144.00	180.00
B	Loans and Advances in the nature of Loans given to Associates :				
1	Gujarat Road and Infrastructure Company Limited	-	725.09	725.09	725.09
2	Hill County Properties Limited *	8,958.16	8,436.35	9,513.63	9,744.99
3	IL&FS Engineering & Construction Company Limited	10,128.61	9,836.10	10,378.61	11,913.74
4	New Tirupur Area Development Corporation Limited (Foot Note 3)	1,157.05	1,239.25	1,239.25	1,258.17
5	Iridium India Telecom Limited (Foot Note 5)	-	-	-	0.02
6	Urban Mass Transit Company Limited	-	5.00	5.00	5.00
C	Loans and advances in the nature of loans to firms/ companies in which directors are interested by name and amount Refer Foot Note 2				

DISCLOSURE UNDER REGULATION 53 (F) OF THE SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) LOANS AND ADVANCES IN THE NATURE OF LOANS GIVEN TO SUBSIDIARIES, ASSOCIATES AND OTHERS: (CONTD.)

Foot Note :

- (1) Loans & Advances includes Loans, Non Convertible Debentures, Bonds and PTCs, but excludes advance towards investment
- (2) * Companies in which directors had interest during FY 2017 and FY 2016
** Companies in which directors had interest during FY 2016
- (3) The Company where the repayment schedule is beyond 7 years as at March 31, 2017 and March 31, 2016
- (4) Assignment of loan of ₹ 3,210 mn from IL&FS Transportation Networks Limited to Pune Solapur Road Development Company Limited in December 2016
- (5) Iridium India Telecom Limited has been discontinued as Associate w.e.f. March 22, 2016

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INVESTMENT BY THE LOANEE IN THE SHARES OF PARENT COMPANY AND SUBSIDIARY COMPANY, WHEN
THE COMPANY HAS MADE A LOAN OR ADVANCE IN THE NATURE OF LOAN**

(₹ in million)

Sr No	Name of the Company	FY 2016-17			FY 2015-16		
		No of Shares	Amount of Investment	Maximum Investment amount	No of Shares	Amount of Investment	Maximum Investment amount
1	IL&FS Education & Technology Services Limited						
	IL&FS Cluster Development Initiative Limited	12,000,000	600.00	600.00	12,000,000	600.00	600.00
	IL&FS Skills Development Corporation Limited	34,538,600	390.39	390.39	33,538,600	335.39	335.39
	Skill Training Assessment Management Partners Limited	5,000,000	50.00	50.00	5,000,000	50.00	50.00
2	IL&FS Energy Development Company Limited						
	IL&FS Hydro Energy Limited	100,000	1.00	1.00	100,000	1.00	1.00
	IL&FS Renewable Energy Limited	157,181,000	5,639.00	5,639.00	157,181,000	5,639.00	5,639.00
	IL&FS Renewable Energy Limited (Preference Shares)	20,200,000	202.00	202.00	20,200,000	202.00	202.00
	IL&FS Tamilnadu Power Company Limited	160,797,509	42,263.32	42,263.32	160,797,509	42,263.32	42,263.32
	Khandke Wind Energy Private Limited	-	-	-	-	-	1,716.66
	Lalpur Wind Energy Limited	-	-	-	-	-	3,302.67
	Nana Layja Power Company Limited (Foot Note 1)	20,050,000	220.50	220.50	20,050,000	200.50	200.50
	Wind Urja India Private Limited	-	-	-	-	-	994.08
	IL&FS Wind Energy Limited	490,050,000	4,900.50	4,900.50	490,050,000	4,900.50	4,900.50
	Malwa Solar Power Generation Limited	100,000	1.00	1.00	-	-	-
	Mota Layja Gas Power Company Limited	50,000	0.50	0.50	50,000	0.50	0.50
	Maritime International Offshore Pte Limited	32,483	1.53	1.53	32,483	1.53	1.53
	Ratedi Wind Power Private Limited	-	-	-	-	-	1,564.43
	Tadas Wind Energy Private Limited	-	-	-	-	-	2,774.24
	Etesian Urja Limited (Formely known as Bhojpur Biomass Power Company Limited)	110,865,313	1,108.65	1,108.65	-	-	-
	East Delhi Waste Processing Company Limited	-	-	0.16	-	-	-
	East Delhi Waste Processing Company Limited (Preference Shares)	-	-	595.65	-	-	-
3	IL&FS Environmental Infrastructure & Services Limited						
	Kanak Resources Management Limited	12,177,999	121.78	121.78	12,177,999	121.78	121.78
	Unique Waste Processing Company Limited	2,375,000	23.75	23.75	2,375,000	23.75	23.75
	Unique Waste Processing Company Limited (Preference Shares)	810,000	8.10	8.10	810,000	8.10	8.10
	Tierra Enviro Private Limited	4,500,437	45.00	45.00	4,500,437	45.00	45.00
	RDF Power Projects Limited	54,773,200	350.00	350.00	54,773,200	350.00	350.00
	Dakshin Dilli Swachh Initiative Limited	10,000	0.10	0.10	10,000	0.10	0.10
	Dakshin Dilli Swachh Initiative Limited (Preference Shares)	14,000,000	140.00	140.00	5,000,000	50.00	50.00
	Swayam Swachhta Initiative Limited	5,100	0.05	0.05	-	-	-
4	IL&FS Financial Services Limited						
	IL&FS AMC Trustee Limited	-	-	2.50	250,000	2.50	2.50
	IL&FS Broking Services Private Limited	5,000,000	80.13	80.13	3,800,000	80.13	80.13
	IL&FS Broking Services Private Limited (Preference Shares)	2,521,600	249.53	249.53	2,252,000	225.20	225.20
	IL&FS Capital Advisors Limited	10,000,000	100.00	100.00	10,000,000	100.00	100.00
	IL&FS Global Financial Services (HK) Limited	1,725,000	128.59	128.59	1,725,000	128.59	128.59

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INVESTMENT BY THE LOANEE IN THE SHARES OF PARENT COMPANY AND SUBSIDIARY COMPANY, WHEN
THE COMPANY HAS MADE A LOAN OR ADVANCE IN THE NATURE OF LOAN (CONTD.)**

(₹ in million)

Sr No	Name of the Company	FY 2016-17			FY 2015-16		
		No of Shares	Amount of Investment	Maximum Investment amount	No of Shares	Amount of Investment	Maximum Investment amount
	IL&FS Global Financial Services (ME) Limited	800,000	35.94	35.94	800,000	35.94	35.94
	IL&FS Global Financial Services (UK) Limited	400,001	30.25	30.25	400,001	30.25	30.25
	IL&FS Global Financial Services Pte Limited	3,050,001	122.12	122.12	3,050,001	122.12	122.12
	IL&FS Infra Asset Management Limited	-	-	168.00	16,800,000	168.00	168.00
	IL&FS Transportation Networks Limited	4,266,368	577.96	577.96	4,266,368	577.96	577.96
	IL&FS Transportation Networks Limited (Preference Shares)	100,000,000	2,000.00	2,000.00	100,000,000	2,000.00	2,000.00
5	IIDC Limited						
	IL&FS Nepal Infrastructure Development Company Private Limited	-	-	-	-	-	3.44
6	IL&FS Maritime Infrastructure Company Limited						
	Gujarat Integrated Maritime Complex Private Limited	90,000	1,064.75	1,064.75	90,000	1,064.75	1,064.75
	IL&FS Kamal International Container Terminal Limited	-	-	0.19	510	0.19	0.19
	IL&FS Maritime International FZE	1,000	2.19	2.19	1,000	2.19	2.19
	IL&FS Prime Terminals FZC (Foot Note 1)	481,333	1,074.92	1,074.92	481,333	1,074.92	1,074.92
	IMICL Dighi Maritime Limited	190,711,095	1,907.11	1,907.11	190,711,095	1,907.11	1,907.11
	India Tourist & Heritage Village Private Limited	9,540,000	2,530.00	2,530.00	9,540,000	2,530.00	2,530.00
	Porto Novo Maritime Limited	70,700,000	707.00	707.00	70,700,000	707.00	707.00
	Sealand Warehousing Private Limited	9,349,614	97.52	97.52	4,674,807	46.75	46.75
	Avash Logistic Park Private Limited	20,000,000	621.40	621.40	-	-	-
	IL&FS Transportation Networks Limited (Preference Shares)	100,000,000	2,000.00	2,000.00	100,000,000	2,000.00	2,000.00
7	IL&FS Renewable Energy Limited						
	East Delhi Waste Processing Company Limited	-	-	0.16	7,839	0.16	0.16
	East Delhi Waste Processing Company Limited (Preference Shares)	-	-	595.65	5,956,496	595.65	595.65
	Shendra Green Energy Limited	3,665,894	240.40	240.40	3,665,894	240.40	240.40
	IL&FS Solar Power Limited	50,000	0.50	0.50	50,000	0.50	0.50
	IL&FS Wind Farms Limited	17,297,000	31.80	31.80	17,297,000	31.80	31.80
	Tadas Wind Energy Private Limited	97,473,352	974.74	974.74	97,473,352	974.74	3,739.98
	Ratedi Wind Power Private Limited	54,966,600	549.67	549.67	54,966,600	549.67	2,114.10
	Sipla Wind Energy Limited	80,000	0.80	0.80	80,000	0.80	0.80
	Etesian Urja Limited (Formerly known as Bhojpur Biomass power Company Limited)	2,320,000	23.20	23.20	50,000	0.50	0.50
	Patiala Bio Power Company Limited	50,000	0.50	0.50	50,000	0.50	0.50
	Rohtas Bio Energy Limited	50,000	0.50	0.50	50,000	0.50	0.50
	Kaze Energy Limited (Formerly known as Vaspeth Wind Energy Limited)	6,550,000	65.50	65.50	50,000	0.50	0.50
	IL&FS Wind Power Services Limited	2,000,000	20.00	20.00	2,000,000	20.00	20.00
	Mahidad Wind Energy Private Limited	10,000	0.10	0.10	10,000	0.10	0.10
	Jogihali Wind Energy Private Limited	10,000	0.10	0.10	10,000	0.10	0.10
	Cuddalore Solar Power Private Limited	50,000	0.50	0.50	50,000	0.50	0.50

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THE COMPANY HAS MADE A LOAN OR ADVANCE IN THE NATURE OF LOAN (CONTD.)**

(₹ in million)

Sr No	Name of the Company	FY 2016-17			FY 2015-16		
		No of Shares	Amount of Investment	Maximum Investment amount	No of Shares	Amount of Investment	Maximum Investment amount
8	IL&FS Transportation Networks Limited						
	Amravati Chikhli Expressway Limited	18,049,994	180.50	180.50	11,549,994	115.50	115.50
	Andhra Pradesh Expressway Limited	-	-	42.93	4,293,440	42.93	42.93
	Andhra Pradesh Expressway Limited (Preference Shares)	-	-	2,200.00	220,000,000	2,200.00	2,200.00
	Badarpur Tollway Operations Management Limited	49,994	0.50	0.50	49,994	0.50	0.50
	Baleshwar Kharagpur Expressway Limited	178,590,000	1,785.90	1,785.90	178,590,000	1,785.90	1,785.90
	Barwa Adda Expressway Limited	104,999,940	1,050.00	1,050.00	84,999,940	850.00	850.00
	Charminar Robopark Limited	4,680,000	46.80	46.80	4,680,000	46.80	46.80
	Chenani Nashri Tunnelway Limited	372,000,000	3,720.00	3,720.00	372,000,000	3,720.00	3,720.00
	East Hyderabad Expressway Limited	21,689,400	216.89	216.89	21,689,400	216.89	216.89
	Elsamex S.A. (Foot Note 1)	-	-	2,722.34	260,949	2,722.34	2,722.34
	Fagne Songadh Expressway Limited	14,149,994	141.50	141.50	8,549,994	85.50	85.50
	Futureage Infrastructure India Limited	3,000,000	30.00	30.00	3,000,000	30.00	30.00
	GIFT Parking Facilities Limited	-	-	0.50	49,994	0.50	0.50
	GRICL Rail Bridge Development Company Limited (Foot Note 1)	3,200,000	42.00	42.00	50,000	0.50	0.50
	Hazaribagh Ranchi Expressway Limited	130,986,900	1,362.64	1,362.64	130,986,900	1,362.64	1,362.64
	IL&FS Rail Limited	688,174,376	6,881.74	6,881.74	550,139,182	5,501.39	5,501.39
	ITNL Africa Projects Limited	2,500,000	0.86	0.86	2,500,000	0.86	0.86
	ITNL International Pte Limited	126,632,481	7,799.24	7,799.24	66,398,625	3,667.63	3,667.63
	ITNL Offshore Pte Limited	3,370,500	208.44	208.44	3,370,500	208.44	208.44
	ITNL Offshore Two Pte Limited	50,000	3.12	3.12	50,000	3.12	3.12
	ITNL Offshore Three Pte Limited	1	0.00	0.00	1	0.00	0.00
	ITNL Road Infrastructure Development Company Limited	140,000,000	1,400.00	1,400.00	140,000,000	1,400.00	1,400.00
	Jharkhand Infrastructure Implementation Company Limited	44,999,940	450.01	450.01	12,450,000	124.50	124.50
	Jharkhand Road Projects Implementation Company Limited	242,448,000	2,424.48	2,424.48	242,448,000	2,424.48	2,424.48
	Karyavattom Sports Facilities Limited	43,119,940	431.20	431.20	43,119,940	431.20	431.20
	Khed Sinnar Expressway Limited	294,189,994	2,941.90	2,941.90	294,190,000	2,941.90	2,941.90
	Kiratpur Ner Chowk Expressway Limited	500,810,000	5,008.10	5,008.10	415,950,000	4,159.50	4,159.50
	Moradabad Bareilly Expressway Limited	221,660,000	2,216.60	2,216.60	221,660,000	2,216.60	2,216.60
	MP Border Checkposts Development Company Limited	110,278,130	1,102.78	1,102.78	110,278,130	1,102.78	1,102.78
	North Karnataka Expressway Limited	7,720,823	77.21	77.21	7,720,823	77.21	77.21
	Pune Sholapur Road Development Company Limited	160,000,000	1,600.00	1,600.00	160,000,000	1,600.00	1,600.00
	Rajasthan Land Holdings Limited	2,000,000	25.00	25.00	2,000,000	25.00	25.00
	Rapid MetroRail Gurgaon Limited	18,239,128	182.39	182.39	18,239,128	182.39	2,208.42
	Rapid MetroRail Gurgaon South Limited	230,300,000	2,303.00	2,303.00	155,977,500	1,559.78	1,559.78
	Sikar Bikaner Highway Limited	124,050,000	1,240.50	1,240.50	124,050,000	1,240.50	1,240.50
	Srinagar Sonamarg Tunnelway Limited	5,676,068	56.76	56.76	-	-	-
	Vansh Nimay Infraprojects Limited	14,300,000	145.00	145.00	14,300,000	145.00	145.00

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THE COMPANY HAS MADE A LOAN OR ADVANCE IN THE NATURE OF LOAN (CONTD.)**

(₹ in million)

Sr No	Name of the Company	FY 2016-17			FY 2015-16		
		No of Shares	Amount of Investment	Maximum Investment amount	No of Shares	Amount of Investment	Maximum Investment amount
	West Gujarat Expressway Limited	14,799,985	100.50	100.50	14,799,985	100.50	100.50
	West Gujarat Expressway Limited (Preference Shares)	20,000,000	296.90	296.90	20,000,000	296.90	296.90
9	IL&FS Township & Urban Assets Limited						
	Bhutan Education City Private Limited	-	-	32.78	327,837	32.78	32.78
	Sabarmati Capital One Limited	49,900,000	499.00	499.00	49,900,000	499.00	499.00
	Sabarmati Capital Two Limited	23,000,000	230.00	230.00	23,000,000	230.00	230.00
10	IL&FS Technologies Limited						
	Bhopal E- Governance Limited	50,000	0.50	0.50	50,000	0.50	0.50
	Bhopal E Governance Limited (Preference Shares)	8,450,000	84.50	84.50	8,450,000	84.50	84.50
	IL&FS Technologies Philippines, Inc, Philippines	9,132,846	8.17	8.17	9,132,846	8.17	8.17
	ITTIL (FZC), Sharjah, UAE (Foot Note 2)	-	-	0.13	114	0.13	1.45
	Land Registration Systems, Inc, Philippines	8,967,692	844.65	844.65	8,967,692	844.65	844.65
	LIVIA India Limited	4,827,368	38.06	38.06	4,827,368	38.06	38.06
	ITL Infrasoft DMCC	50	0.86	0.86	50	0.86	0.86
	LIVIA India Limited (Preference Shares)	13,000,000	130.00	130.00	13,000,000	130.00	130.00
11	Hill County Properties Limited (Foot Note 2)						
	Jeedimetla Residential Homes Private Limited	10,000	0.10	0.10	10,000	0.10	0.10
	Maytas Logiparks (Isnapur) Private Limited	10,000	0.10	0.10	10,000	0.10	0.10
	Maytas Logiparks (Malkapur) Private Limited	10,000	0.10	0.10	10,000	0.10	0.10
	Downtown Recreations Private Limited (Formerly known as Hill County Hospitality services Private Limited)	10,000	0.10	0.10	10,000	0.10	0.10
	Maytas Properties ME FZE	-	-	-	1	-	1.00
	Hill County SEZ Private Limited (Formerly Maytas Hill County Properties Limited)	10,000	0.10	0.10	10,000	0.10	0.10
12	IL&FS Engineering & Construction Company Limited						
	Angeerasa Greenfields Private Limited	1,000	0.10	0.10	1,000	0.10	0.10
	Ekadanta Greenfields Private Limited	1,000	0.10	0.10	1,000	0.10	0.10
	Maytas Infra Assets Limited	50,000	0.50	0.50	50,000	0.50	0.50
	Maytas Infra Saudi Arabia Company LLC	27,500	331.90	331.90	27,500	331.90	331.90
	Maytas Metro Limited	49,995	-	-	49,995	-	-
	Maytas Vasista Varadhi Limited	50,000	0.50	0.50	50,000	0.50	0.50
	Saptaswara Agro - Farms Private Limited	1,000	0.10	0.10	1,000	0.10	0.10

Foot Note :

- (1) Investment includes advance towards investment
- (2) (a) Following subsidiaries are merged with Hill County Properties Limited with effect from April 1, 2015 as per the Honorable Andhra Pradesh Telangana High Court order received in November 2016
 - Mandakini Realty Private Limited (Formerly Mandakini Agro-Tech Private Limited)
 - Maytas Avenues Private Limited
 - Maytas Buildtech Private Limited
 - Maytas Constructions Private Limited
 - Maytas Developers Private Limited
 - Maytas Enterprises Residences Private Limited

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Maytas Enterprises SEZ Private Limited
Maytas Hill County Residences Private Limited
Hill County Homes Private Limited (Formerly Maytas Homes Private Limited)
Hill County Ventures SEZ Private Limited (Formerly Maytas Ventures SEZ Private Limited)
Maytas Mansion Private Limited
Maytas Townships Private Limited
Maytas Ventures India Private Limited
Maytas Venture Residences Private Limited
Maytas Villas Private Limited
Plavanga Realty Private Limited (Formerly Plavanga Agro-Farms Private Limited)
Malayagiri Realty Private Limited (Formerly Malayagiri Agro Farms Private Limited)
Manas Homes India Private Limited (Formerly Manas Greenlands Private Limited)
Mahendragiri Realty Private Limited (Formerly Mahendragiri Greenlands Private Limited)
Chandrabhaga Homes Private Limited

- (b) Kondapur Residential Homes Private Limited has been merged with Jeedimetla Residential Homes Private Limited with effect from April 1, 2015 as per the Honorable Andhra Pradesh Telangana High Court order

INVESTMENT BY THE COMPANY

(₹ in million)							
Name of Company	Investment	Quantity	Cost As at	Quantity	Cost As at	Maximum Investment amount	Maximum Investment amount
	Type	Mar 31,2017	Mar 31,2017	Mar 31,2016	Mar 31,2016	Mar 31,2017	Mar 31,2016
Subsidiaries							
Andhra Pradesh Expressway Limited	Equity	-	-	4,468,620	44.69	44.69	44.69
Avash Logistic Park Private Limited	Equity	-	-	20,000,000	571.13	571.13	571.13
IL&FS Academy of Applied Development	Equity	4,550,000	45.50	4,000,000	40.00	45.50	40.00
IL&FS Environmental Infrastructure and Services Limited	Equity	41,419,254	1,942.52	39,979,254	1,852.52	1,942.52	1,852.52
IL&FS Global Pte Limited	Equity	430,000	286.10	137,500	90.46	286.10	90.46
Jharkhand Infrastructure Implementation Company Limited	Equity	-	-	49,940	0.50	0.50	0.50
Rapid MetroRail Gurgaon Limited	Equity	-	-	300,211,197	5,103.59	5,103.59	5,103.59
Sealand Warehousing Private Limited	Equity	-	-	4,674,807	53.18	53.18	53.18
IL&FS Technologies Limited	RCPF	10,000,000	100.00	10,000,000	100.00	100.00	100.00
West Gujarat Expressway Limited	NCD	108	108.00	144	144.00	144.00	180.00
Associates							
IL&FS Engineering and Construction Company Limited	Equity	27,486,243	2,429.48	22,505,040	2,164.48	2,429.48	2,164.48
Ascend Telecom Infrastructure Private Limited	Equity	-	-	4,488,887	1,401.91	1,401.91	1,401.91
Gorakhpur Expressway Limited	Equity	-	-	25,000,000	250.00	250.00	250.00
Gujarat Road and Infrastructure Company Limited	NCD	-	-	2,400	120.00	120.00	120.00
Gujarat Road and Infrastructure Company Limited	Bonds	-	-	10,217	605.18	605.18	605.18
Joint Ventures							
Noida Toll Bridge Company Limited	Equity	-	-	1,900,000	21.32	21.32	21.32
Others							
IL&FS Infrastructure Incubation Trust - Class A	Units	105.53	10.55	-	-	10.55	-
IL&FS Infrastructure Incubation Trust - Class B-1 Scheme Railway Metro	Units	510.36	5,103.59	-	-	5,103.59	-
RCPF : Redeemable Cumulative Preference Shares							
NCD : Non Convertible Debentures							

Foot Note :

- (1) The above includes only those investments where there is a movement during FY 2017. For other investments refer note 13(d) to the Financial Statements

Independent Auditors' Report

TO THE MEMBERS OF INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED

I REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

We have audited the accompanying consolidated financial statements of **INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and jointly controlled entities / operations, comprising of the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

II MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

- 1) The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associates and Jointly controlled entities / operations in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act and the exposure draft on the guidance note on accounting for Service Concession Arrangements issued by the Institute of Chartered Accountants of India ("ICAI") in 2008, to the extent it does not conflict with the current accounting standards in India.
- 2) The respective Governing Board of the entities included in the Group, its associates and jointly controlled entities / operations are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group, its associates and jointly controlled entities / operations and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation

of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

III AUDITOR'S RESPONSIBILITY

- 1) Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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.
- 2) 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 consolidated financial statements are free from material misstatement.
- 3) An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.
- 4) We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraphs VI(1) below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

IV OPINION

In our opinion and to the best of our information and according to the explanations given to us and read with the Emphasis of Matters as explained in paragraph V below and the Other Matters as explained in paragraph VI below, the aforesaid consolidated 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 consolidated state of affairs of the Group, its

associates and jointly controlled entities / operations as at March 31, 2017, and their consolidated profit and their consolidated cash flows for the year ended on that date.

V EMPHASIS OF MATTERS

(1) Our opinion on the consolidated financial statements is not modified in respect of the matters listed below in paragraphs (2)(a) to (g).

(2) We draw attention to:

(a) Note 13(c) to the consolidated financial statements in respect of two associates not considered for consolidation for the reasons explained therein.

(b) Note 11(ii), 11(iii) and 12 to the consolidated financial statements relating to the following elements of the draft guidance note on accounting for Service Concession Arrangements issued by ICAI in 2008, adopted by the Group which, inter-alia, requires accounting based on:

i) Intangible Assets / Intangible Assets under development:

- the technical evaluation made by experts with respect to estimated units of usage and toll rates used over respective concession periods for amortisation of intangible assets and the estimated provision for overlay expenditure / liability and the timing of the same,
- fair value of the construction services arrived at based on internal evaluation by the management of the construction margin.

ii) Financial Assets:

- the technical evaluation made by experts with respect to future estimated operating and maintenance costs and the estimated provision for overlay / renewal costs and the timing of the same, as considered in determining the effective interest rate for revenue recognition.
- fair value of construction services arrived at based on internal evaluation by the management with respect to the construction margin.

(c) Note 40 of the consolidated financial statements, which describes the project development agreement of a subsidiary company which expired on January 28,

2010 which was not extended by the Government of Chhattisgarh ("GoCG"). The subsidiary company has shown ₹ 107.85 mn as recoverable from the GoCG based on the terms of the Project Development Agreement. An "Emphasis of Matter" is given by the auditors in their report on the said subsidiary company.

(d) Note 41 of the consolidated financial statements, which describes non-receipt of confirmations from three related parties of an associate company for trade receivables aggregating ₹ 223.25 mn and trade payable and other liabilities aggregating ₹ 2,365.52 mn (not being related parties of the Holding Company). An "Emphasis of Matter" is given by the auditors in their report on the said associate company.

(e) Note 42 of the consolidated financial statements, which describes the basis of management's estimate about recoverability of intangible and other assets, aggregating ₹ 1,573.68 mn of a jointly controlled entity, in context of the uncertainty relating to outcome of the matter pending with the Hon'ble Supreme Court of India against the order of the Hon'ble High Court of Allahabad which directed the jointly controlled entity to stop collecting the user fee on their toll road. An "Emphasis of Matter" is given by the auditors in their report on the said jointly controlled entity.

(f) Note 43 of the consolidated financial statements, which states that pursuant to a Scheme of Arrangement and Amalgamation as approved by the Supreme Court of Mauritius between two wholly owned foreign subsidiaries of the Group, certain intangible assets of one of the foreign subsidiary company amounting to ₹ 985.01 mn (USD 14.50 mn) has been directly adjusted against the said foreign subsidiary company's retained earnings as on the Appointed Date.

(g) Note 44 of the consolidated financial statements, which describes the basis of management's estimate (based on the technical and legal opinion by Independent Experts) about the recoverability of Intangible Assets of ₹ 10,469.60 mn of a subsidiary company, in light of its notice to the Authority as per the provisions of the Concession to cure the Material defaults and failing which its intention to terminate the concession agreement. An "Emphasis of Matter" is given by the auditors in their report on the said subsidiary company.

VI OTHER MATTERS

- (1) We did not audit the financial statements/financial information of :
 - (a) One hundred and eleven subsidiaries whose financial statements reflect total assets of ₹ 416,576.88 mn as at March 31, 2017, total revenues of ₹ 84,596.06 mn and net cash inflows amounting to ₹ 1,887.78 mn for the year ended on that date.
 - (b) Thirty-six jointly controlled entities which reflect the Group's share of total assets of ₹ 98,536.64 mn as at March 31, 2017, total revenues of ₹ 20,998.11 mn and net cash inflows of ₹ 979.48 mn for the year ended on that date.
 - (c) Eleven associates in which the Group's share of net loss of ₹ 127.01 mn for the year ended on March 31, 2017.

These financial statements have been audited by other auditors and whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements and our report in terms of sub section (3) and (11) of Section 143 of the Act, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and jointly controlled entities, is based solely on the reports of the other auditors.

- (2) Certain of the subsidiaries and jointly controlled entity included in paragraph (1) above, are located outside India and whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Group has converted these financial statements in accordance with the accounting principles generally accepted in India. We have audited the conversion adjustments only. Our opinion in so far as it relates to the balances and affairs of these entities are based on the report of other auditors and conversion adjustments prepared by the Management and audited by us.
- (3) We did not audit the financial information of:
 - (a) Thirteen subsidiaries, whose financial information reflect total assets of ₹ 2,641.85 mn as at March 31, 2017, total revenue of ₹ 938.83 mn and net cash outflows amounting to ₹ 217.84 mn for the year ended on that date.
 - (b) Two jointly controlled entities, whose financial information reflect total assets of ₹ 11,463.63

mn as at March 31, 2017, total revenue of ₹ 1,689.20 mn and net cash outflows amounting to ₹ 4.71 mn for the year ended on that date.

- (c) Six associates, wherein the Group's share of net loss of ₹ 38.00 mn for the year ended March 31, 2017.

These financial information are unaudited and have been furnished to us by the Holding Company's management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and jointly controlled entities, is based solely on such unaudited financial information certified by the respective entities management. Based on the information and explanations given to us by the Holding Company's management, it is our opinion that these financial information are not material to the Group.

- (4) The consolidated financial statements include the Group's share in the losses of two associate companies only upto year ended March 31, 2016, for the reasons explained in Note 49 (c) to the consolidated financial statements.

Our opinion on the consolidated financial statements, and our report on other Legal and Regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done, the reports of the other auditors, the unaudited financial information certified by the respective entities management and the limited financial information in respect of two associate companies.

VII REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- (1) As required by Section 143(3) of the Act, based on our audit and on the consideration of reports of the other auditors on separate financial statements and the other unaudited financial information of subsidiaries, associates and jointly controlled companies and limited financial information in respect of two associate companies, as noted in the 'Other Matters' paragraph above we report, to the extent applicable, that:
 - a) We / the other auditors whose reports we have relied upon, 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 of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the

aforesaid consolidated financial statements have been kept in so far as it appears from our examination of those books and the reports of the other auditors.

- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under Section 133 of the Act, as applicable.
- e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2017, taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly controlled companies incorporated in India, none of the directors of the Group companies, its associate companies and jointly controlled companies incorporated in India is disqualified as on March 31, 2017 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 and the operating effectiveness of such controls, refer to our Report in "Annexure A", which is based on the auditors' reports of the Holding Company, subsidiary companies, associate companies and jointly controlled companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of the Holding Company, subsidiary companies, associate companies and jointly controlled companies incorporated in India.
- 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 and based on the consideration of the report of the other auditors on the separate financial statements as also the other unaudited financial information of the subsidiaries, associates and jointly controlled entities / operations, as noted in the 'Other Matters' paragraph:

- i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group, its associates and jointly controlled entities / operations.
- ii. The Group, its associates and jointly controlled entities / operations did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiary companies, associate companies and jointly controlled companies incorporated in India.
- iv. The Holding Company has provided requisite disclosures in the consolidated financial statements as regards the holding and dealings in Specified Bank Notes (SBN) as defined in the Notification S.O. 3407(E) dated the November 08, 2016 of the Ministry of Finance, during the period from November 08, 2016 to December 30, 2016 of the Group entities as applicable. Based on the audit procedures performed and the representations provided to us by the Management, we / the other auditors whose reports we have relied upon, report that the disclosures are in accordance with the relevant books of accounts maintained by those entities which were used for the purpose of preparation of the consolidated financial statements and as produced to us and other auditors by the Management of the respective Group entities.

However, in respect of one subsidiary company, the auditors have reported that one subsidiary company is unable to provide sufficient and appropriate audit evidence to report on whether the disclosures of SBN are in accordance with the books of accounts maintained by the said subsidiary company.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Udayan Sen
Partner
Membership No. 31220

MUMBAI, August 24, 2017

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING 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 **INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED** (hereinafter referred to as "the Holding Company") its subsidiary companies, its associate companies and jointly controlled companies, which are companies incorporated in India, as of March 31, 2017 in conjunction with our audit of the consolidated financial statements of the Holding Company as of and for the year then ended.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The respective Board of Directors of the Holding Company, its subsidiary companies, its associate companies and jointly controlled companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India. 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 the respective 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.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company, its subsidiary companies, its associate companies and its jointly controlled companies, which are companies incorporated in India, based on our audit and in terms of the reports of the other auditors referred to in the Other Matters paragraph below. We conducted our audit in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India 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. 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 and the audit evidence obtained by the other auditors of the subsidiary companies, associate companies and jointly controlled companies, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the aforesaid companies.

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 to the best of our information and according to the explanations given to us and taking into consideration the reports of the other auditors referred to in the Other Matters paragraph (a) below and read with our comments referred to in the Other Matters paragraph (b) and (c) below, the Holding Company, its subsidiary companies, its associate companies and jointly controlled companies, which are companies incorporated in India, have, 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, 2017, based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note issued by the Institute of Chartered Accountants of India.

OTHER MATTERS

- a) Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to seventy two subsidiary companies, ten associate companies and twenty eight jointly controlled

companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. There are six subsidiary entities and four jointly controlled entities which are incorporated in India, to whom the aforesaid reporting is not applicable and no reporting under the Section has been made.

- b) In respect of five subsidiary companies, one jointly controlled entity and three associate companies, which have been included in the consolidated financial statements based on unaudited financial information provided to us by the Management of the Holding Company and since these entities are unaudited, the possible effects of the same on our reporting under Section 143(3)(i) has not been considered.
- c) In respect of two associate companies, limited financial information is available for the year ended March 31, 2017, with the Management of the Holding Company and the consequent possible effects of the same on our reporting under Section 143(3)(i) has not been considered.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Udayan Sen
Partner
Membership No. 31220

MUMBAI, August 24, 2017

Consolidated Balance Sheet

As at March 31, 2017

₹ in million

Particulars	Notes	As at March 31, 2017		As at March 31, 2016	
EQUITY AND LIABILITIES					
Shareholder's Funds					
Share Capital	2	9,831.53		9,831.53	
Reserves and Surplus	3	65,417.19	75,248.72	62,594.68	72,426.21
Minority Interest	4		43,883.29		42,167.68
Non-current Liabilities					
Long-Term Borrowings	5	597,640.34		546,651.81	
Deferred Tax Liabilities (Net)	6	1,460.23		1,447.42	
Other Long-Term Liabilities	7	13,412.60		13,258.38	
Long-Term Provisions	8	16,650.36	629,163.53	15,627.58	576,985.19
Current Liabilities					
Current Maturities of Long-Term Borrowings	5	97,449.00		64,443.08	
Short-Term Borrowings	5	105,087.93		92,649.58	
Trade Payables					
- Total outstanding dues of micro enterprises and small enterprises		38.88		7.83	
- Total outstanding dues of creditors other than micro enterprises and small enterprises		23,918.15		20,859.92	
Other Current Liabilities	7	59,407.77		49,328.79	
Short-Term Provisions	8	10,500.39	296,402.12	8,268.50	235,557.70
			<u>1,044,697.66</u>		<u>927,136.78</u>
ASSETS					
Non-current Assets					
Fixed Assets					
- Tangible Assets (Net)	10	191,385.79		134,317.27	
- Intangible Assets (Net)	11	180,540.47		148,835.31	
- Capital Work-in-Progress		35,769.65		68,807.39	
- Intangibles under Development		80,366.96	488,062.87	81,697.98	433,657.95
Receivable against Service Concession Arrangements	12	87,431.44		90,061.39	
Goodwill on Consolidation (Net)		17,566.68		18,175.61	
Non-current Investments	13	51,432.77		49,979.15	
Deferred Tax Assets (net)	15	5,290.55		3,427.07	
Long-Term Loans and Advances	16	120,938.61		102,893.63	
Other Non-Current Assets	18	15,957.44	298,617.49	14,382.41	278,919.26
Current Assets					
Current Portion of Non-Current Investments	13	1,722.56		5,028.35	
Current Investments	14	6,139.00		9,742.70	
Inventories	19	12,574.18		9,144.52	
Trade Receivables	20	41,892.58		30,851.85	
Cash and Cash Equivalents	21	94,800.15		77,043.01	
Short-Term Loans and Advances	17	32,553.67		33,998.13	
Current Portion of Long-Term Loans and Advances	16	15,079.90		12,728.97	
Other Current Assets	18	53,255.26	258,017.30	36,022.04	214,559.57
			<u>1,044,697.66</u>		<u>927,136.78</u>

Notes 1 to 50 forms part of the Consolidated Financial Statements
In terms of our report attached.

For and on behalf of the Board

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants

Udayan Sen
Partner
(Membership No. 31220)
Mumbai, August 24, 2017

Ravi Parthasarathy Chairman (DIN : 00002392)
Hari Sankaran Vice Chairman & Managing Director (DIN: 00002386)
Arun K Saha Joint Managing Director & CEO (DIN: 00002377)
Maharudra Wagle Group Chief Financial Officer
Avinash Bagul Company Secretary

Consolidated Statement of Profit and Loss

For the year ended March 31, 2017

		₹ in million	
For the Year Ended March 31,	Notes	2017	2016
INCOME			
Revenue from Operations	26	154,927.57	140,611.28
Other Income		16,637.67	10,366.84
Total Revenue		171,565.24	150,978.12
EXPENSES			
Cost of Raw Materials		14,641.85	6,854.46
Purchase of Stock-in-Trade		1,510.82	2,034.37
Changes in Inventories		1,329.64	396.14
Sub-contracted Construction Cost		29,319.19	36,121.32
Employee Benefit Expenses	28	11,484.22	11,063.54
Borrowing Costs	29	65,156.91	54,979.16
Other Operating and Administrative Expenses	30	29,885.36	25,963.74
Depreciation and Amortisation Expense		12,060.10	8,356.90
Total Expenses		165,388.09	145,769.63
Profit Before Tax		6,177.15	5,208.49
Tax Expense	31	3,251.36	4,719.34
Profit After Tax		2,925.79	489.15
Share of Minority Interest (net)		(1,443.29)	(116.98)
Share of (Loss) / Profit (net) of Associates		(64.16)	76.45
Profit for the Year		1,418.34	448.62
Earning per Equity Share :			
Basic & Diluted	32	(6.32)	(10.03)
(Face Value ₹ 10 per Share)			

Notes 1 to 50 forms part of the Consolidated Financial Statements
In terms of our report attached.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants

Udayan Sen
Partner
(Membership No. 31220)
Mumbai, August 24, 2017

Ravi Parthasarathy
Hari Sankaran

Arun K Saha

Maharudra Wagle
Avinash Bagul

For and on behalf of the Board

Chairman (DIN : 00002392)
Vice Chairman & Managing Director (DIN: 00002386)
Joint Managing Director & CEO (DIN: 00002377)
Group Chief Financial Officer
Company Secretary

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Consolidated Cash Flow Statement For the year ended March 31, 2017

₹ in million

For the Year Ended March 31,	2017	2016
(A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	6,177.15	5,208.49
Adjustments for:		
Depreciation and Amortisation	11,993.00	8,356.90
Amortisation of Goodwill and Toll Receivable	67.10	199.13
Provisions and Contingencies	2,871.88	1,423.20
Provision for Employee Benefits (Net)	71.90	158.84
Provision for Overlay Expenses (Net of the reversal)	611.59	1,087.47
Bad Debts Written Off	1,506.22	1,442.71
Amortisation of Capital Grants received	(98.01)	(44.26)
Change in Fair Value of Derivatives (Net)	32.29	-
Transfer from capital reserve (depreciation on assets)	-	(80.68)
Claims from authority	(8,299.94)	(1,583.50)
Net Profit on sale of Investments	(4,980.95)	(4,782.81)
Net Profit on sale of Fixed Assets	(138.32)	(18.52)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	9,813.91	11,366.97
Adjustments for changes in:		
(Increase) / Decrease in Other Current Assets, Other Non-current Assets	(7,162.92)	1,271.60
Increase in Inventories	(1,470.09)	(2,453.36)
Increase in Trade Receivables	(12,570.80)	(4,705.89)
Increase in Other Current Liabilities, Other Non-current Liabilities	3,278.23	18,017.87
Increase in Trade Payables	3,064.60	5,757.90
	(5,047.07)	29,255.09
Payment of Taxes	(5,322.43)	(7,345.47)
NET CASH USED IN / GENERATED FROM OPERATING ACTIVITIES	(10,369.50)	21,909.62
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of Shares in Subsidiaries	(5.72)	(383.64)
Investment in Other Long Term Investments	(8,189.49)	(4,159.72)
Proceeds from sale of Investment in Subsidiary	7,518.07	9,855.61
Proceeds from sale of Other Non-current Investments	9,896.92	2,843.11
Decrease / (Increase) in Current Investments	1,430.18	(310.96)
Investment in Associates	(530.32)	(720.77)
Proceeds from sale of Investment in Associates	3,926.74	-
Dividend received from Associates	145.44	2.40
Proceeds on renunciation of rights in Joint Venture	-	552.00
Acquisition of Preference Shares from Minority	(24.30)	-
Increase in Deposits with Banks (Under lien more than 12 months)	(5,773.09)	(26,055.39)
Purchase of Fixed Assets (including Other Intangible Assets)	(20,014.14)	(34,277.02)
Proceeds from Sale of Fixed Assets	1,681.95	517.46
Increase in Rights under Service Concession Arrangements (Intangible Assets)	(38,141.48)	(45,782.81)
Increase in Receivable Against Service Concession Arrangements (Financial Assets)	(7,145.43)	(12,199.17)
NET CASH USED IN INVESTING ACTIVITIES	(55,224.67)	(110,118.90)

Consolidated Cash Flow Statement For the year ended March 31, 2017 (Contd.)

For the Year Ended March 31,		₹ in million	
		2017	2016
(C) CASH FROM FINANCING ACTIVITIES			
Increase in Long Term Borrowings		83,831.41	55,133.49
Increase in Short Term Borrowings		12,438.35	25,533.88
Increase in Long Term Loans and Advances		(17,758.34)	(19,249.32)
Decrease in Short Term Loans and Advances		1,694.86	8,149.41
Grant received		2,920.47	975.31
Proceeds from Issue of Preference Shares		-	4,995.00
Proceeds from Minority		136.84	4,735.43
Dividend paid (including tax thereon)		(3,583.29)	(2,732.99)
Dividend paid to Minority (including tax thereon)		(782.01)	(873.74)
NET CASH GENERATED FROM FINANCING ACTIVITIES	C	78,898.29	76,666.47
(D) Net increase in Cash and Cash Equivalents (A+B+C)			
Cash and Cash Equivalents at the beginning of the year		36,940.31	50,146.71
Cash and Cash Equivalents due to investment / divestment / dilution in subsidiaries		(1,320.07)	(1,663.60)
Cash and Cash Equivalents at the end of the year (Refer Note 21)		48,924.36	36,940.31
Net Increase / (Decrease) in Cash and Cash Equivalents		13,304.12	(11,542.80)
Notes :			
(I) Cash & Cash Equivalents as per Cash Flow Statement		48,924.36	36,940.31
Add:			
- Bank Balances for Margin Money / Security / Under lien		45,690.65	39,980.60
- Unclaimed Dividend Account		185.14	122.10
Cash & Cash Equivalents as per Balance Sheet		94,800.15	77,043.01

Notes 1 to 50 forms part of the Consolidated Financial Statements
In terms of our report attached.

For and on behalf of the Board

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants

Udayan Sen
Partner
(Membership No. 31220)
Mumbai, August 24, 2017

Ravi Parthasarathy Chairman (DIN : 00002392)
Hari Sankaran Vice Chairman & Managing Director (DIN: 00002386)
Arun K Saha Joint Managing Director & CEO (DIN: 00002377)
Maharudra Wagle Group Chief Financial Officer
Avinash Bagul Company Secretary

Notes Forming part of the accounts

(1) SIGNIFICANT ACCOUNTING POLICIES

(a) Consolidation :

(i) Basis of Consolidation :

- The Consolidated Financial Statements (CFS) include Infrastructure Leasing & Financial Services Limited (the Holding Company / Company), its Subsidiaries, Jointly Controlled Entities (JCE), Jointly Controlled Operations (JCO) and Associates, which together constitute the Group
- The CFS are prepared under the historical cost convention except for revaluation model used for identified class of property, plant and equipment, in accordance with the Generally Accepted Accounting Principles in India, to comply with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013 and relevant provisions of the Companies Act, 2013 as applicable and Reserve Bank of India Guidelines and Exposure Draft on the Guidance Note on Accounting for Service Concession Agreement (SCA) for Public-to-Private SCA, issued by the Institute of Chartered Accountants of India in financial year 2008, to the extent it does not conflict with the current Accounting Standards. The Accounting Policies adopted in preparation of the CFS are consistent with those followed in the previous year
- The Group adopts the accrual concept in the preparation of the books of accounts. The preparation of the books of accounts of the consolidating entities require the respective entity's Management to make estimates and assumptions in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the respective accounts and the reported income and expenses during the year. Actual results could differ from these estimates. Any changes in such estimates is recognised prospectively

(ii) Principles of Consolidation :

- The Financial Statements of the Company and its Subsidiaries have been consolidated as a single economic entity to show the economic resources controlled by the Group and then on a line-by-line basis by adding together the book values of the like items of assets, liabilities, income and expenses, after eliminating intra-group balances and unrealized profits / losses on intra-group transactions and are presented to the extent possible, in the same manner as the Company's Standalone Financial Statements
- The gains / losses in respect of part dilution of stake in Subsidiary Companies pursuant to issue of additional shares to minority shareholders are recognized directly in Reserves and Surplus in the Balance Sheet
- Investments in Associate Companies have been accounted for by using the equity method, whereby an investment is initially recorded at cost and the carrying amount is adjusted thereafter for post-acquisition change in the Group's share of net assets of the Associate. The carrying amount of investment in Associate Companies is reduced to recognise any decline which is other than temporary in nature and such determination of decline in value, if any, is made for each investment individually. The unrealized profits / losses on transactions with Associate Companies are eliminated by adjusting the carrying amount of investments
- The Group's interest in Joint Ventures are consolidated as follows:

Type of Joint Venture	Accounting treatment
Jointly Controlled Operations (JCO)	The Group's share of revenues, expenses, assets and liabilities are included in revenues, expenses, assets and liabilities respectively
Jointly Controlled Entities (JCE)	The Group's interest in JCE are proportionately consolidated on a line-by-line basis by adding together the book values of assets, liabilities, income and expenses, after eliminating the unrealized profits / losses on intra-group transactions

Notes **Forming part of the accounts** (Contd.)

- The Accounting Policies of the Consolidating Entities have been adjusted as necessary so as to ensure consistent accounting within the Group
- In case of Foreign Subsidiaries and JCE, items of income and expenses are converted at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing as at the end of the year, any resultant difference is recognised in Foreign Currency Translation Reserve
- The Financial Statements of the Subsidiaries, JCE, JCO and Associates used in the CFS are drawn up to the same reporting date as that of the Company i.e. March 31, 2017 except for entities stated in Note 35 (d) (iii)
- Adjustments due to differences between the unaudited accounts and the subsequent audited accounts and prior period errors / omissions, if any, are accounted through the Consolidated Statement of Profit and Loss in the year the accounts of the Consolidating Entity gets audited or errors / omissions are identified

(b) **Minority Interest :**

Minority interest in the net assets of consolidating Subsidiaries consists of the amount of equity attributable to the Minority Shareholders as at the Balance Sheet date

(c) **Property, plant and equipment and Depreciation / Amortisation :**

(i) **Tangible Property, plant and equipment and depreciation :**

Tangible Property, plant and equipment other than those carried under revaluation model, acquired by the Group are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any

The acquisition cost includes the purchase price (excluding refundable taxes) and expenses, such as delivery and handling costs, installation, legal services and consultancy services, directly attributable to bringing the asset to the site and in working condition for its intended use and estimated decommissioning, restoration and similar costs

Where the construction or development of any asset requiring a substantial period of time to set up for its intended use is funded by borrowings, the corresponding borrowing costs are capitalised up to the date when the asset is ready for its intended use

Pursuant to the Revised AS 10, the Company has categorised its Premises held for third party use to other than IL&FS Group entities as a separate class of asset and fair valued under the revaluation model. Accordingly, such Premises are recognised at fair value based on periodic valuations by external independent valuers, less subsequent depreciation / impairment, if any. A revaluation surplus is credited to revaluation surplus in the shareholders' equity

During the current year, pursuant to the revaluation model adopted as aforesaid, property, plant & equipment increased by ₹ 5,661.04 million and Reserves & Surplus increased by ₹ 5,661.04 million. The depreciation charge for the year has increased by ₹ 11.60 million

Depreciation on tangible property, plant and equipment is computed as under :

Asset	Useful life based on SLM
Other Premises	40 - 60 Years
Premises under BOOT model	As per BOOT agreement
Computers and Data Processing Equipment (including Server & Networking)	3 to 5 Years
Plant & Machinery	15 Years
Vehicles	4 – 8 Years

Notes Forming part of the accounts

Asset	Useful life based on SLM
Tank Storage Terminals	10 to 40 Years
Office Equipment	3 to 5 Years
Solar Plant	25 Years
Transmission Line	25 to 40 Years
Electrical Installation	10 to 15 Years
Pipelines	25 Years
Hydraulic works, pipelines & sluices	30 Years
Marine Pipeline Asset – Pipeline Inside Sea	15 Years
TTP Water Membranes	7 Years
Thermal Power Plant	As provided under Electricity Regulatory Commission (ERC) Tariff Regulation
Specialised Office Equipment's	3 Years
Furniture and Fixtures	3 to 10 Years
Leasehold Land	Amortised over the period of Lease
Leasehold Improvement costs	Amortised over the period of Lease
Marine Structures and Navigation Channel	As per Concession agreement
Temporary Structure at Project Site	From the date of completion till the estimated date of commencement of commercial operations
Assets provided to employees	3 Years
Mobile Phones and i Pad / Tablets	Fully depreciated in the year of purchase
All categories of assets costing less than ₹ 5,000 each	Fully depreciated in the year of purchase

The residual value of all the assets is retained at ₹ 1/- each

(ii) Leased Assets :

Type of Lease	Capitalisation	Depreciation Policy
Given on Operating Lease	At Cost including incidental expenses to bring the asset to its working condition for its intended use	Straight Line Method at the rates provided under Schedule II to the Companies Act, 2013
Specifically - Plant & Machinery given on lease related to Telecom Infrastructure	At Cost including incidental expenses to bring the asset to its working condition	
- Tower		20 years
- Civil work & Shelter		15 years
- Power equipment, Electrical work		10 years
- Batteries		4 years
Capital Expenditure on renovation / Improvements to Lease-hold Premises	At Cost	Amortised over the primary period of the Lease

Notes **Forming part of the accounts (Contd.)**

(iii) Intangible Assets :

- Intangible Assets other than Service Concession Arrangement (SCA) are reported at acquisition value with deductions for accumulated amortisation and impairment losses, if any. The Amortisation Policy for various intangible assets is provided below:

Asset Type	Useful Life
Intellectual Property Rights	5 - 7 years
Software	4 years or the useful life of the software, whichever is shorter
Leasehold rights	Over the period of the economic life of the rights
Commercial rights	Over the concession period as per contractual agreement
Licensed Software	Over the license period
Goodwill Acquired	5 years
Business know-how, Management & Advisory Contracts	Over the life of the Fund

- The Accounting Policy for Intangible Assets in the nature of SCA is given in Para (g) below
- Placement Fees included in "Intellectual Property Rights" incurred for the establishment of a Fund are carried as Intangible Assets and are amortised over five years from the commencement date of the Fund to which the placement fee relates
- Carrying value of individual intangible assets are tested for impairment as at each reporting date

(d) Goodwill on Consolidation :

Goodwill on Consolidation is reported at initial recognition value net of deduction for accumulated impairments, if any. Goodwill on Consolidation for entities having a definite concession period is amortised over the balance concession period on a systematic basis. Goodwill on acquisition of Foreign Subsidiary is restated at the rate prevailing at end of the year

(e) Investments :

- Investments are carried at actual cost including costs incidental to the acquisition
- Investments are classified as long term or current at the time of making such investments
- Long term investments are individually valued at cost. Provision is made for diminution in value, other than temporary
- Current investments are valued at lower of cost or fair value, determined on category of investment basis
- Reclassification of investments between current and long term categories are made subject to regulatory provisions if any and at the lower of cost and fair value at the date of transfer and the resultant loss is accounted for in the Statement of Profit and Loss. Profit, if any, is not recognised
- Investment properties includes the property under construction and valued at cost

Classification : Investment properties which are held with the intention of giving the same on operating lease and capital appreciation are disclosed under 'Non Current Investments' as 'Investment Properties'. Investment Properties identified for sale / disposed of as on balance sheet date are classified as 'Inventories'. Cost of Investment Properties includes cost incurred, as applicable, upto the completion of the properties viz. cost of land / development right, rate and taxes, cost of construction, allocated overheads, and other expenses (including borrowing costs) attributable to the properties and net off interest income on surplus fund invested temporarily from the borrowing related to the construction of properties

Depreciation : Investment Properties are depreciated over the estimated useful life based on Straight Line method

Notes Forming part of the accounts

- (vii) Investment in Security Receipts (SR) issued by Security Custodian (SC) / Asset Reconstruction Company (ARC) are recognised at lower of Net Book Value (NBV) (i.e book value less provisions held) of the financial asset and Redemption value of SR. SRs issued by an SC / ARC are valued on the Net Asset Value provided by SC / ARC

(f) Inventories :

- (i) Inventories are valued at cost or net realisable value whichever is lower. Costs are determined on the Weighted Average basis / FIFO basis
- (ii) Inventories of real estate comprises of construction work in progress which is valued at cost. Construction work in progress include costs incurred, as applicable, up to the completion of the project viz. cost of land / development rights, rates and taxes, cost of construction, allocated overheads, and other expenses (including borrowing costs) attributable to the projects and net off interest income on surplus funds invested temporarily from the specific borrowings related to the construction of the real estate. Construction work in progress is net off any adjustment arising due to foreseeable losses

(g) Service Concession Arrangements (SCA) :

- (i) The Group has entered into concession agreements under public-to-private Service Concession Arrangements (SCAs) to construct, operate and maintain infrastructural facilities. Under SCA, the Group recognises Intangible Assets and Financial Assets depending on the terms of Concession granted by the Concessionaire. Further, revenue recognition also requires estimation of construction margin, overlay expenses and operations and maintenance costs

Under SCAs, where the Group has received the right to charge users of the public service, such rights are recognised and classified as Intangible Assets. Where the Group has acquired contractual rights to receive specified determinable amounts, such rights are recognised and classified as Financial Assets

- (ii) Intangible Assets : Intangible Assets are capitalised when the project is complete in all respects and when the Group receives the final completion certificate from the granting authority as specified in the Concession Agreement and not on completion of component basis as the intended purpose of the project is to have the complete project available for use. The economics of the project is for the entire project as per the bidding submitted by the Group. A Component based certification is received as an intermediate mechanism provided in the Concession Agreement to provide a right to collect a discounted toll to compensate the company for delays beyond the control of the Group by allowing cost recovery during the construction period. However, where there is other than temporary delay due to reasons beyond the control of the Group, the management may treat constructed portion of the project as a completed project
- Revenue from construction services is arrived at on the basis of cost incurred during the year based on the stage of the project plus appropriate construction margin on such cost. Receivable for construction service is exchanged to an Intangible toll collection rights under SCA
 - Revenue from Intangible Assets is recognised in the period of collection of toll which generally coincides with the usage of the public service or where from such rights have been auctioned, in the year to which auctioned amount relates
 - The intangible rights which are recognised in the form of right to charge users of the infrastructure or other asset are amortised by taking the proportionate of actual revenue earned for the year over the total projected revenues from the balance concession period of the project applied to the Cost of Intangible assets. The Total Projected Revenues are reviewed at the end of each year and the Total Projected Revenues are adjusted to reflect any changes in the estimates which lead to the actual collection at the end of the concession period
 - The Group has contractual obligations to maintain the infrastructure to a specified level of serviceability or restore the infrastructure to a specified condition before it is handed over to the grantor of the SCA. Such obligations are measured at the best estimate of the expenditure that would be required to settle the

Notes Forming part of the accounts (Contd.)

obligation at the balance sheet date. The timing and amount of such cost are estimated and recognised on an undiscounted basis by charging costs to revenue on the units of usage method i.e. on the number of users expected to use the project facility, over the period at the end of which the maintenance is estimated to be carried out based on technical evaluation by independent experts

- Revenue collected on receipt of component based certification is reduced from the cost of the Intangible Asset as the construction work on remaining portion is still in progress and the entire asset is not ready for its intended purpose, except in cases where the management has treated the constructed portion of the road as the completed project as mentioned above, in which case such revenues are recognised to the Consolidated Statement of Profit and Loss
- Revenue realised from advertisement rights is recognised as follows :
 - Development fees are recognised as income during the year in which the advertisement rights are granted
 - License fees are recognised as income on a "Straight Line" basis over the duration of the license
- Borrowing costs incurred by the Group attributable to the acquisition / construction of the qualifying Intangible Assets under SCA are capitalised as part of the cost of that asset
- Amortisation of Toll Receivable Account : The Group has commenced amortisation of toll receivable account from FY 2013, over the balance estimated period of service concession. Amortisation is done on the basis of revenue for the year to the total estimated revenues over the balance estimated year of service concession for toll road projects

(iii) Financial Assets :

- Revenue from Financial Assets is recognised based on the effective interest rate method from the year in which construction activities commence on the estimated construction, Operation and Maintenance and overlay costs to be incurred over the life of the financial asset
- Revenue from construction services is arrived at on the basis of cost incurred during the year based on the stage of the project plus appropriate construction margin on such cost. Revenue from infrastructure services includes recognition of margin on operation and maintenance for Financial Assets. Receivable for construction service is exchanged for right to receive annuity under SCA
- The Group has contractual obligations to maintain the infrastructure to a specified level of serviceability or restore the infrastructure to a specified condition before it is handed over to the grantor of the SCA. Such obligations are measured at the best estimate of the expenditure that would be required to settle the obligation over the life of the financial asset. Such costs are recognised in the year in which such costs are actually incurred

(iv) The following financial and accounting measurements are carried based on the above assumptions:

- Revenue recognition of financial assets
- Construction margin (being construction revenue less construction costs)
- Allocation of annuity to recovery of financial asset and finance income
- Amortisation of intangible assets
- Amortisation of toll receivable account and
- Provisions for overlay expenses

(h) Revenue Recognition :

- (i) Revenue is recognised on an accrual basis. Revenues of Non Banking Finance Companies (NBFCs) in the Group are recognised in accordance with the guidelines issued by the Reserve Bank of India in respect of NBFCs

Notes **Forming part of the accounts**

- (ii) Revenue from sales of goods / software / hardware are recognised on transfer of significant risks and rewards of ownership to the buyer
- (iii) Income from Services :
 - Revenue from rendering of services is recognised when there is reasonable certainty as to the measurement or collectability of the revenue
 - Income on Services provided in nature of Corporate Advisory, Projects Debt Syndication, Project Finance and other fee based income is recognised on an accrual basis on completion of the service milestones specified in the relevant mandate letters
 - Revenue from infrastructure and development projects services is recognised using the proportionate completion method which is determined by reference to the service milestones achieved as per the terms of the contract. Any expected loss on a contract is recognised immediately in the Consolidated Statement of Profit and Loss
 - Information processing services fees are recognised by the Group once information processing services have been rendered and the corresponding granting authority has collected the corresponding fee from the customer pursuant to the Concession Agreement
- (iv) Dividend income is recognised once the unconditional right to receive the same is established
- (v) Income from investment in units of Private Equity Funds (PEF) is recognised on the basis of the income distributed by the funds
- (vi) When the outcome of a construction contract can be estimated reliably, contract revenue and contract costs associated with the construction contract are recognised as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed upto the reporting date bear to the estimated total contract costs

For the purposes of recognising revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured

The percentage of completion method is applied on a cumulative basis in each accounting year to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognised in the Consolidated Statement of Profit and Loss in the year in which the change is made and in subsequent years

When the outcome of a construction contract cannot be estimated reliably, revenue is recognised only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognised as an expense in the year in which they are incurred

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense in the Statement of Consolidated Profit and Loss in the year in which such probability occurs
- (vii) Receivable for construction service revenue under SCA accounting is exchanged for the rights as explained in paragraph (g) above
- (viii) Revenue from real estate projects undertaken as builder / developer is recognised as per Guidance Note on Accounting for Real Estate Transactions issued by the Institute of Chartered Accountants of India
- (ix) Revenue from sale of power produced on generation of electricity is accounted when energy is delivered at the metering point in terms of the Power Purchase Agreements / tariff rates approved by Central Electricity

Notes **Forming part of the accounts** (Contd.)

Regulatory Commission as modified by the orders of Appellate Tribunal for Electricity to the extent applicable and by Electricity Regulatory Commission. In case of power stations where that tariff rates are yet to be approved, provisional rates are adopted

- (x) Income from Generation Based Incentives (GBI) is recognised when energy is delivered at the metering point in terms of the Power Purchase Agreements and there is reasonable assurance that the Project will comply with the conditions stated in GBI guidelines issued by Indian Renewable Energy Development Agency Limited
- (xi) Income from sale of Certified Emission Reductions (CER) is recognised upon execution of a firm sale contract for the eligible credits
- (xii) Income arising from Renewable Energy Certificates (RECs) is recognised in respect of the approved projects on the basis of quantum of power injected into the grid at the floor price prescribed by Central Electricity Regulatory Commission (CERC)

(i) **Grants :**

- (i) Government Grants are recognised only when it is reasonably certain that the related entity will comply with the conditions stipulated under the Grant and the collection is reasonably certain
- (ii) Grants received as compensation for expenses or losses are taken to the Consolidated Statement of Profit and Loss and accounted in the year to which they relate. Grants in the nature of promoter's contribution are treated as Capital Reserve
- (iii) Grants related to specific fixed assets are treated as deferred income, which is recognised in the Consolidated Statement of Profit and Loss in proportion to the depreciation / amortisation charge over the useful life of the asset

(j) **Derivative Transactions :**

- (i) Pursuant to the issuance of the Guidance Note on Accounting for Derivative Contracts by the Institute of Chartered Accountants of India, the Group has changed its accounting policy on Derivative Contracts to adopt Hedge Accounting with effect from April 1, 2016. Refer note 9 for impact on the consolidated financial statements
- (ii) The Group uses derivative instruments as part of its asset and liability management activities to manage exposures to interest rate and foreign currency risk. It enters into derivative contracts to hedge its assets and liabilities
- (iii) The Group applies either fair value or cash flow hedge accounting when transactions meet the specified criteria for hedge accounting treatment

At the time a financial instrument is designated as a hedge, the Group formally documents the relationship between the hedging instruments and hedged items including the risk management objectives and strategy in undertaking the hedge transactions

The Group regards a hedge as a highly effective only if at the inception of hedge and throughout its life, the hedge is expected to be highly effective in achieving offsetting changes in fair value or cash flows attributable to the hedged risk

All other derivative contracts are marked-to-market based on the category of the contract and are recognised in the Statement of Profit and Loss

Premium received upfront on equity options written by the Group is accounted as a liability. Premium paid on equity options bought by the Group is accounted as Loans and Advances

Initial margin paid on Equity Futures is recognized as Loans and Advances

Notes **Forming part of the accounts**

- (iv) The Group discontinues hedge accounting when it determines that a derivative is not, or has ceased to be, highly effective as a hedge :
- when the derivative has expired or is terminated;
 - when the hedged item is repaid or
 - when forecast transactions are no longer deemed highly probable

(k) Foreign Currency Transactions :

- (i) Foreign Currency Transactions and Balances
- Initial Recognition
Foreign currency transactions are recorded at the rate prevailing on the date of the transaction
 - Conversion
Foreign currency monetary items are restated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction
- (ii) Exchange Differences
- Foreign Currency Short Term Monetary Items
The exchange differences on foreign currency short-term monetary items are recognised as income or as expense in the year in which they arise
 - Foreign Currency Long Term Monetary Items
The Group has exercised the option of amortising / capitalising the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011
- (iii) Forward / Derivative Contract entered into to hedge foreign currency risk of an existing asset / liability
The premium or discount arising at inception of forward contracts is amortised as expense or income over the life of the contract. Any profit or loss arising on cancellation or renewal of forward exchange contract is also recognised in the Consolidated Statement of Profit & Loss
- (iv) The portion of Foreign Currency borrowings swapped into Indian rupees is stated at the rate fixed in the swap transaction and not translated at the year end rate
- (v) Foreign operations of the Group :
- (a) In respect of foreign operations identified as non-integral to the operations of the holdings :
- The transaction of functional currency into reporting currency is performed for balance sheet accounts (both monetary and non-monetary) and contingent liabilities using the exchange rates in effect at closing rate at the balance sheet date and
 - For revenue and expense accounts using an appropriate monthly weighted average exchange rate for the respective periods
 - The gain or loss resulting from such transactions is accumulated in a foreign currency translation reserve
- (b) For those whose operations are treated as integral to the Holding Company :
- The transaction of functional currency into reporting currency is performed for monetary assets and liability using the exchange rates in effect at closing rate at the balance sheet date and non-monetary assets and liability and share capital at historical rates

Notes **Forming part of the accounts** (Contd.)

- For revenue and expense accounts using an appropriate monthly weighted average exchange rate for the respective periods
- The resulting exchange difference is accounted in exchange difference on translation account and charged to the Statement of Profit & Loss

(l) **Employee Benefits :**

(i) **Short Term**

Short term employee benefits are recognised as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Group

(ii) **Long Term**

The Group has both defined-contribution and defined-benefit plans, of which some have assets in special funds or securities. The plans are financed by the Group and in the case of some defined contribution plans by the Group along with its employees

- **Defined-contribution Plans**

These are plans in which the Group pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to the Employees' Provident Fund, Family Pension Fund and Superannuation Fund. The Group's payments to the defined contribution plans are reported as expenses in the period in which the employees perform the services that the payment covers

- **Defined-benefit Plans**

Expenses for defined-benefit plans are calculated as at each balance sheet date by independent actuaries. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees. Incremental liability based on the projected unit credit method as at the reporting date, is charged to the Consolidated Statement of Profit and Loss. The actuarial gains / losses are accounted in the Consolidated Statement of Profit and Loss. Excess of fair value of Plan Assets over Defined Benefit Obligation is not recognised on grounds of prudence

(iii) **Other Employee Benefits**

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment or encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method. The resulting actuarial gains / losses are accounted in the Consolidated Statement of Profit and Loss

(m) **Borrowing Cost :**

Borrowing costs incurred by the Group and allocable to the acquisition / construction of qualifying assets created under project companies of the Group (other than Financial Assets and Intangible Assets mentioned in para (g)) are capitalised as part of the cost of that asset. Other borrowing costs are recognised as expense in the year incurred

(n) **Origination Fees :**

Origination Fees including brokerage payable with respect to funds mobilised by the Group are amortised over the tenure of such borrowings. Commitment Charges paid on borrowings directly attributed to loans received are amortised over the tenor of the specific lending vis-à-vis such borrowing

Notes Forming part of the accounts

(o) Taxation :

- (i) Income Tax comprises of Current Tax and net changes in Deferred Tax Assets or Liability during the year in the consolidating entities. Current Tax is determined as the amount of tax payable in respect of taxable income for the year as per the enacted Tax Regulations
- (ii) The provision for tax has been taken for each consolidating entity on the basis of the standalone financial statements prepared under Indian GAAP by that entity and has been aggregated for the purposes of CFS
- (iii) Deferred Tax Assets and Liabilities are recognised for the future tax consequences of timing differences between the book profit and tax profit. Deferred Tax Assets other than on carry forward losses and unabsorbed depreciation under tax laws are recognised when it is reasonably certain that there will be future taxable income. Deferred Tax Asset on carry forward losses and unabsorbed depreciation, if any, are recognised when it is virtually certain that there will be future taxable profit. Deferred Tax Assets and Liabilities are measured using substantively enacted tax rates. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognised in the Consolidated Statement of Profit and Loss in the year of substantive enactment of the change
- (iv) Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is reasonable evidence that the Group will be able to utilise it against normal tax in the future year

(p) Impairment :

The aggregate carrying value of assets of each cash-generating unit at each balance sheet date are reviewed for impairment. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognised if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at discounting the estimated future cash flows to their present value based on an appropriate discount factor

(q) Provisioning for Non-Performing Assets and Investments :

- (i) Non-Performing Assets (NPAs) are identified and categorised according to the Guidelines issued by the Reserve Bank of India (RBI). Provisions / write offs are made against standard, substandard, doubtful and loss assets at the rates prescribed in the said Directions

Accelerated provision / write-offs on Standard Assets are made where additional risk are identified by the Management. Accelerated provision / write-off are written back when external evidence supporting recoverability is available to the Management and it is reasonably sure of recoverability of such amounts provided / written-off

- (ii) Provisioning for NPAs is dependent upon, inter alia, whether the NPA is secured or unsecured. Loans are considered as secured where the Group has valid recourse to assets / recovery by :
 - equitable mortgage of property and / or
 - pledge of shares, units, other securities, and / or
 - hypothecation of assets and / or
 - bank guarantees, and / or
 - decretal debts where Courts have attached property
 - collateral by way of cash or cash equivalent
 - corporate guarantees backed by assets
- (iii) Impairment in the investment portfolio is provided / written-off, as per the Guidelines unless an accelerated provision / write-off is warranted on a case to case basis
- (iv) In respect of non NBFIs activities provision / write off is done based on evaluation by the Management on case to case basis

Notes Forming part of the accounts (Contd.)

- (v) Provision for Standard Assets is made on the outstanding standard assets in accordance with RBI guidelines
- (vi) The Group carries a significant quantum of long tenor project finance and infrastructure assets on its books. Given the risk profile attendant to such assets, the Group has created a Provision for General Contingency to cover adverse events that may affect the quality of the Group's Assets. Provision for General Contingency at Group level is assessed at the end of each year with respect to the net assets consolidated
- (vii) With regard to restructured credit facilities, the Group has adopted RBI Circular No DNBS (PD) No. 272 dated January 23, 2014 applicable to Non-Banking Financial (Non-Deposit Accepting or Holding) Companies including subsequent amendments thereto. Provision recognition on such restructured facilities is as per the said foregoing circulars
- (viii) The NBFC's in the Group have classified Credit Exposure as Special Mention Account (SMA) in terms of the RBI Circular DNBS (PD) CC.No.371/03.05.02//2013-14 in respect of Early Recognition of Financial Distress, Prompt Steps for Resolution and Fair Recovery for Lenders. Provision recognition on such SMA is as per the said circular as applicable to NBFC in the Group

(r) **Provisions, Contingent Liabilities and Contingent Assets :**

A provision is recognised when the Group has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A Contingent Liability is disclosed unless the possibility of an outflow of resources embodying the economic benefits is remote. Contingent assets are neither recognised nor disclosed in the CFS

Dividend declared after balance sheet date but before the financial statements are approved for issue, are not recognized as a liability at the balance sheet date

The provision for decommissioning, restoration and similar liabilities are recognized without discounting

(s) **Cash Flow Statement :**

- (i) Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information
- (ii) Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

(t) **Earnings per Share :**

- (i) Basic earnings per share is calculated by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders of the Company by weighted average number of equity shares outstanding during the year
- (ii) Diluted earnings per share is calculated by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders of the Company by weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities

(u) **Share Issue Expenses :**

Share issue expense incurred by the Group are adjusted from Securities Premium Account as permissible under Section 52(2) of the Companies Act, 2013

(v) **Redemption Premium :**

The premium on redemption of Preference Shares is applied out of the Preference share premium redemption reserve that is carved out of the Securities Premium account as well as out of the Profit and loss

Notes Forming part of the accounts

(2) SHAREHOLDERS' FUNDS

(a) The Share Capital of the Company consists of:

₹ in million		
As at March 31,	2017	2016
AUTHORISED :		
400,000,000 Equity Shares of ₹ 10 each	4,000.00	4,000.00
1,460,000 Non-Convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹ 7,500 each	10,950.00	10,950.00
5,000,000 NCRCPs of ₹ 10 each	50.00	50.00
Total	15,000.00	15,000.00
ISSUED:		
131,177,210 Equity Shares of ₹ 10 each	1,311.77	1,311.77
1,133,000 NCRCPs of ₹ 7,500 each	8,497.50	8,497.50
5,000,000 NCRCPs of ₹ 10 each	50.00	50.00
Total	9,859.27	9,859.27
SUBSCRIBED AND FULLY PAID-UP :		
128,403,276 Equity Shares of ₹ 10 each	1,284.03	1,284.03
1,133,000 NCRCPs of ₹ 7,500 each	8,497.50	8,497.50
5,000,000 NCRCPs of ₹ 10 each	50.00	50.00
Total	9,831.53	9,831.53

(b) The terms of issue of Non Convertible Redeemable Cumulative Preference Shares (NCRCPs) are as under :

Issued & Paid-up Capital (₹ million)	No. of NCRCPs	Dividend (per annum cumulative)	Allotment date	Tenure (Years)	Redemption date	Redemption Value
50.00	5,000,000	2.00%	Jul 5, 2012	20	Jul 5, 2032	Face Value of ₹ 10 per NCRCPs
50.00	5,000,000					
1,800.00	240,000	16.38%	Mar 14, 2014	7	Mar 14, 2021	Face value of ₹ 7,500/- per NCRCPs plus Redemption Premium of ₹ 5,000/- per NCRCPs
2,662.62	355,016	16.06%	Mar 25, 2014	7	Mar 25, 2021	
152.70	20,360	16.06%	Mar 28, 2014	7	Mar 28, 2021	
1,384.68	184,624	15.99%	May 16, 2014	7	May 16, 2021	
764.13	101,884	16.46%	Sep 24, 2015	7	Sep 24, 2022	
115.20	15,360	16.46%	Sep 29, 2015	7	Sep 29, 2022	Face value of ₹ 7,500/- per NCRCPs plus Redemption Premium of ₹ 7,500/- per NCRCPs
435.71	58,095	16.46%	Sep 30, 2015	7	Sep 30, 2022	
250.00	33,334	16.46%	Oct 05, 2015	7	Oct 05, 2022	
571.13	76,151	16.46%	Oct 15, 2015	7	Oct 15, 2022	
106.13	14,150	16.46%	Oct 19, 2015	7	Oct 19, 2022	
255.20	34,026	16.46%	Oct 30, 2015	7	Oct 30, 2022	
8,497.50	1,133,000					

- (i) Voting Rights: Right to vote only on resolutions placed before the Company which directly affect the rights attached to the Preference Shares, as per the provisions of the Companies Act, 2013 and Articles of Association. If the Company fails to pay the dividends for a period of two years or more, the preference shareholders have the right to vote on all resolutions placed before the Company

Notes Forming part of the accounts (Contd.)

- (ii) Seniority: Senior to all equity shares and rank pari-passu inter-se among all classes of preference shares currently existing or established hereafter, with respect to (a) dividend distribution and (b) repayment of capital upon a liquidation of the Company

- (c) Details of movement in Shareholding of Subscribed Capital and paid up Capital :

- (i) Equity Shares

Particulars	Number of Shares	
	FY 2017	FY 2016
Opening Balance	128,403,276	128,403,276
Add : Allotment during the year	-	-
Closing Balance	128,403,276	128,403,276

- (ii) Non Convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹ 7,500 each

Particulars	Number of Shares	
	FY 2017	FY 2016
Opening Balance	1,133,000	800,000
Add : Allotment during the year	-	333,000
Closing Balance	1,133,000	1,133,000

- (d) List of shareholders holding more than 5% equity shares:

Fully paid-up Shares of ₹10 each

As at March 31,	2017		2016	
Name of Shareholder	Number of Shares	Percentage Holding	Number of Shares	Percentage Holding
Life Insurance Corporation of India	32,541,123	25.34	32,541,123	25.34
ORIX Corporation, Japan	30,227,509	23.54	30,227,509	23.54
Abu Dhabi Investment Authority, Abu Dhabi	16,129,252	12.56	16,129,252	12.56
IL&FS Employees' Welfare Trust	15,406,092	12.00	15,397,938	11.99
Housing Development Finance Corporation Limited	11,587,194	9.02	11,587,194	9.02
Central Bank of India	9,843,386	7.67	9,843,386	7.67
State Bank of India	8,237,967	6.42	8,237,967	6.42

- (e) List of shareholders holding more than 5% NCRCPs :

As at March 31,	2017		2016	
Name of Shareholder	Number of Shares	Percentage Holding	Number of Shares	Percentage Holding
ORIX Corporation, Japan	5,000,000	81.53	5,000,000	81.53

- (f) During the current year, the Holding Company paid interim dividend on NCRCPs as follows:

- (i) On 2% NCRCPs aggregating to ₹ 1.00 mn and dividend distribution tax of ₹ 0.20 mn
- (ii) On 16.38% NCRCPs, 16.06% NCRCPs, 15.99% NCRCPs and 16.46% NCRCPs aggregating to ₹ 1,401.30 mn and dividend distribution tax of ₹ 285.28 mn

Notes Forming part of the accounts (Contd.)

The Board of Directors has proposed the aforesaid interim dividend to be the final dividend on the RCPS subject to approval of the shareholders

- (g) The Board of Directors of the Holding Company has proposed final dividend @ 42.50 % i.e ₹ 4.25 per equity share of ₹ 10 each fully paid up aggregating to ₹ 545.71 million for the year ended March 31, 2017. However, pursuant to the Revised Accounting Standard (AS) 4 - Contingencies and Events Occurring after the Balance Sheet Date, dividend declared after the balance sheet date but before the financial statements are approved for issue are not recognised as a liability at the balance sheet date as no obligation exists at that time

(3) RESERVES AND SURPLUS

The movement in Reserves and Surplus are as under:

- (a) Current Year

₹ in million				
Particulars	Balance as at April 1, 2016	Additions during the Year (Net)	Adjustments during the Year (Net)	Balance as at March 31, 2017
Capital Redemption Reserve	520.00	-	-	520.00
Debenture Redemption Reserve	3,339.81	(210.08)	-	3,129.73
Capital Reserve on Consolidation	273.71	(24.43)	-	249.28
Securities Premium Account	23,181.33	(813.76)	-	22,367.57
Preference Share Premium Redemption Reserve	-	1,182.13	-	1,182.13
Capital Reserve	10,327.91	1,584.19	-	11,912.10
Special Reserve I	12,526.68	1,183.04	-	13,709.72
Special Reserve II	962.65	66.00	-	1,028.65
General Reserve	9,149.13	(0.32)	-	9,148.81
Cash flow hedging Reserve	-	(795.15)	-	(795.15)
Revaluation Reserve	-	5,661.04	-	5,661.04
Self Insurance Reserve	-	7.29	-	7.29
Statutory Reserve	-	10.47	-	10.47
Foreign Currency Translation Reserve	1,213.53	(1,225.33)	-	(11.80)
Foreign Currency Monetary Item Translation Reserve	116.84	(92.29)	-	24.55
Surplus in Consolidated Statement of Profit and Loss	983.09	1,418.34	(5,128.63)	(2,727.20)
TOTAL	62,594.68	7,951.14	(5,128.63)	65,417.19

Notes Forming part of the accounts (Contd.)

(b) Previous Year

₹ in million

Particulars	Balance as at April 1, 2015	Additions during the Year (Net)	Adjustments during the Year (Net)	Balance as at March 31, 2016
Capital Redemption Reserve	520.00	-	-	520.00
Debenture Redemption Reserve	2,913.30	426.51	-	3,339.81
Capital Reserve on Consolidation	261.23	12.48	-	273.71
Securities Premium Account	19,219.46	3,961.87	-	23,181.33
Capital Reserve	9,583.46	744.45	-	10,327.91
Special Reserve I	11,593.03	933.65	-	12,526.68
Special Reserve II	892.65	70.00	-	962.65
General Reserve	9,109.72	39.41	-	9,149.13
Foreign Currency Translation Reserve	854.75	358.78	-	1,213.53
Foreign Currency Monetary Item Translation Reserve	(8.34)	125.18	-	116.84
Surplus in Consolidated Statement of Profit and Loss	4,403.96	448.62	(3,869.49)	983.09
TOTAL	59,343.22	7,120.95	(3,869.49)	62,594.68

Details of Adjustments in Consolidated Statement of Profit and Loss:

₹ in million

Particulars	FY 2017	FY 2016
Dividend Tax Exempt	285.48	289.60
Less: Dividend		
Interim on Equity Shares of Other Group Companies	(171.46)	-
Interim on Preference Shares		
- by Holding Company	(1,402.30)	(1,165.76)
- by Other Group Companies	(29.61)	(17.52)
Proposed on Preference Shares		
- by Other Group Companies	(611.22)	(388.33)
Tax on Dividend	(1,034.46)	(1,525.62)
Transferred from Debenture Redemption Reserve	803.70	-
Less: Transferred to:		
- Debenture Redemption Reserve	(690.74)	(488.01)
- Self Insurance Reserve	(3.67)	-
- Statutory Reserve	(11.63)	-
- Revaluation Reserve	11.60	-
- Preference Share Premium Redemption	(563.29)	-
Reserve		
- Special Reserve I	(1,183.03)	(933.62)
- Special Reserve II	(66.00)	(70.00)
Minority Interest in Redemption Premium of Preference Shares / Transfer of Profit Reserve to Minority shareholders	687.70	(8.90)
Preference Shares / Transfer of Profit Reserve to Minority shareholders		
Dilution Gain / (Loss) in Respect of Subsidiaries	-	583.96
Change in Accounting Policy and Estimates	(473.39)	(69.20)

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Notes Forming part of the accounts (Contd.)

₹ in million

Particulars	FY 2017	FY 2016
Adjustment of Intangible assets pursuant to scheme of Arrangement and Amalgamation	(985.01)	-
Other Consolidation Adjustments	308.70	(76.09)
TOTAL	(5,128.63)	(3,869.49)

- (c) In terms of Section 71(4) of the Companies Act, 2013 read with rule 18(7)(b)(iii) of the Companies (Share Capital and Debentures) Rules 2014, Subsidiaries being Infrastructure Companies are required to create Debenture Redemption Reserve to the extent of 25% of the value of privately placed NCDs until such NCDs are redeemed, to which adequate amounts shall be credited from out of its profits every year

For the year ended March 31, 2017, the net transfer to Debenture Redemption Reserve has been made in accordance with above provisions of the Companies Act, 2013 read with the General Circular amounting to ₹ 690.74 mn (March 31, 2016 ₹ 488.01 mn)

(4) MINORITY INTEREST :

Minority Interest includes Cumulative Redeemable Preference Shares, Compulsorily Convertible Preference Shares, Non Convertible Redeemable Cumulative Preference Shares, share application money and minority share of reserves. Different categories of preference shares issued by the Group are as follows :

- (a) Cumulative Non Convertible Redeemable Preference Shares ("CNCRPS") ₹ 1,764.50 mn (Previous year ₹ 1,764.50 mn)

Series Name	Number of Shares	Face Value per Share (₹)	Premium Received per Share (₹)	Maturity Date	Dividend Payout	Redemption Terms
10.40% ITNL CNCRPS 2017	107,250,000	10	10	June 23, 2017	21.06% per annum	Redemption at face value plus premium of ₹ 10 per share
10.50% ITNL CNCRPS 2018	19,200,000	10	10	December 23, 2018	21.44% per annum	
11% ITNL CNCRPS 2021	50,000,000	10	10	January 17, 2021	22.32% per annum	
TOTAL	176,450,000					

Rights of CNCRPS Holders are as follows :

The holder(s) of CNCRPS have no voting rights other than in respect of matters directly affecting the rights attached to the CNCRPS. In the event of any due and payable dividends on the CNCRPS remaining unpaid for a period of two years prior to the start of any General Meeting of the Equity Shareholders, the holder(s) of CNCRPS shall gain voting rights in respect of all matters placed by the Subsidiary Company at a General Meeting of its Equity Shareholders in accordance with the provisions of the Companies Act and the Articles of Association of the Subsidiary Company. In the event of winding up or repayment of capital, the holder(s) of the CNCRPS shall carry a preferential right vis-à-vis Equity Shareholders to be repaid the amount of paid-up capital, unpaid dividends and fixed premium, in accordance with the provisions of the Companies Act and the Articles of Association of the Company. The claims of holder(s) of CNCRPS shall be subordinated to the claims of all Secured and Unsecured Creditors of the Subsidiary Company but senior to Equity Shareholders and pari passu amongst other Preference Shareholders

Notes Forming part of the accounts (Contd.)

- (b) Non Convertible Redeemable Cumulative Preference Shares ("NCRCPs") ₹ 1,249.99 mn (Previous year ₹ 1,249.99 mn)

Rate of Dividend for Category I and Category II Investors	17.00% p.a. on face value of NCRCPs payable on March 31, every year or 17.39% p.a. if paid on July 31
Additional Dividend on preference shares held by Category II Investors	1.89% p.a. on face value of NCRCPs payable on March 31, every year or 1.98% p.a. if paid on July 31
Category I Investors mean investors which does not fall into category II investors	
Category II Investors mean Resident Individuals, Hindu Undivided Families, Partnership Firms, Private Family Trusts with one or more beneficiaries being individual and Employee Welfare Trusts	
Tenure	5 years
Issue Proceeds	Face Value of ₹ 7,500/- per NCRCPs plus Share Premium of ₹ 7,500/- per share
Date of Allotment	March 30, 2016
Redemption Date	March 30, 2021
Redemption Value	Face Value of ₹ 7,500/- per NCRCPs plus Redemption Premium of ₹ 7,500/- per share
Voting Rights	Right to vote on resolutions as holders of NCRCPs, as per the provisions of Companies Act, 2013 and Articles of Association. If the Company fails to pay the dividend for a period of two years or more, preference shareholders have the right to vote on all resolutions placed before the Company
Seniority	Senior to all equity shares and rank paripassu inter se among all classes of preference shares currently existing or established hereafter, with respect to (a) dividend distribution and (b) repayment of capital upon a liquidation of the Company

- (c) Compulsorily Convertible Preference Shares ("CCPS") ₹ 247.88 mn (Previous year ₹ 247.88 mn)

Series Name	Number of Shares	Face Value per Share (₹)	Premium Received per Share (₹)	Conversion Date	Dividend Payout
0.0001% CCPS	24,787,863	10	44.24	Earlier of (i) the last permissible date on which conversion is required under applicable laws, (ii) the date falling on the 10th anniversary, (iii) receipt of notice in writing by the holder to convert any or all the CCPS into equity	0.0001% per annum

Subject to applicable law, each holder of CCPS shall be entitled to receive notice of, and to attend, any meeting of the Shareholder of the Company and shall be entitled to vote together with holders of equity shares of the Company as if such holder of CCPS held the maximum numbers of equity shares to which the CCPS can be converted. Each CCPS is convertible into one equity share. These CCPS shall be converted to equity shares on the earlier of (i) the last permissible date on which conversion is required under applicable laws, (ii) the date falling on the 10th anniversary, (iii) receipt of notice in writing by the holder to convert any or all the CCPS into equity

Notes Forming part of the accounts (Contd.)

- (d) Cumulative Compulsorily Convertible Preference Shares ("CCCPS") ₹ 11.58 mn (Previous year ₹ 11.58 mn)

Number of Shares	Face Value per Share (₹)	Premium Received per Share (₹)	Conversion Date	Dividend Payout
1,157,978	10	647.68	Earlier of (i) At the end of 20 (twenty) years from the Closing Date (ii) At the latest permissible time prior to closing of the Initial Offering (iii) The holder of such New CCPS Investor electing to convert (iv) On any corporate restructuring of the Company being approved by the Shareholders in accordance with the provisions of the SHA	0.01% per annum

CCPS issued by the subsidiary have the right to participate in dividend along with the Equity Shareholders, pro-rata to their shareholding in the Company on a fully diluted basis

(5) BORROWINGS

- (a) Borrowings outstanding as at March 31, 2017:

₹ in million

As at March 31	2017				2016			
	Short term	Long Term		Total	Short term	Long Term		Total
		Current	Non-current			Current	Non-current	
Debentures	-	24,585.85	167,259.74	191,845.59	-	14,362.28	132,222.88	146,585.16
Bonds	-	-	-	-	-	-	7,304.55	7,304.55
Term Loans	58,733.51	70,613.98	418,006.70	547,354.19	38,015.71	49,791.51	395,082.63	482,889.85
Sub-ordinated Debt	-	-	11,632.75	11,632.75	-	-	10,707.75	10,707.75
Inter Corporate Deposits	14,349.01	2,140.00	741.15	17,230.16	5,685.59	200.00	1,334.00	7,219.59
Commercial Papers	32,005.41	-	-	32,005.41	48,948.28	-	-	48,948.28
Finance Lease Obligation	-	109.17	-	109.17	-	89.29	-	89.29
TOTAL	105,087.93	97,449.00	597,640.34	800,177.27	92,649.58	64,443.08	546,651.81	703,744.47

- (b) Long Term Borrowings outstanding as at March 31, 2017 are as under:

₹ in million

As at March 31	2017				2016			
	Short term	Long Term		Total	Short term	Long Term		Total
		Current	Non-current			Current	Non-current	
Secured								
Debentures								
- From Banks / Financial Institutions	-	4,201.00	7,010.00	-	-	3,955.89	2,380.00	-
- From Related Parties	-	50.00	5,400.00	-	-	500.00	5,450.00	-
- From Other Parties	-	8,391.15	104,277.64	-	-	8,890.45	90,787.58	-
Term Loans								
- From Banks / Financial Institutions	26,630.90	58,861.86	386,197.46	14,438.02	39,698.08	364,611.84		
- From Other Parties	2,798.69	432.18	4,116.51	3,598.65	387.45	2,412.26		
Unsecured								
Subordinated Debt								
- From Other Parties	-	-	11,632.75	-	-	-	10,707.75	-
Debentures								
- From Bank / Financial Institutions	-	-	6,850.00	-	-	-	-	-
- From Other Parties	-	11,943.70	43,722.10	-	-	1,015.94	33,605.30	-

Notes Forming part of the accounts (Contd.)

₹ in million

As at March 31	2017			2016		
	Short term	Long Term		Short term	Long Term	
		Current	Non-current		Current	Non-current
Bonds						
- From Other Parties	-	-	-	-	-	7,304.55
Term Loans						
- From Banks / Financial Institutions	28,006.68	10,764.54	22,199.30	19,780.79	8,129.54	25,635.88
- From Related Parties	21.90	-	7.57	-	-	-
- From Other Parties	1,275.34	555.40	5,485.86	198.26	1,576.44	2,422.65
Inter Corporate Deposits						
- From Other Parties	14,349.01	2,140.00	741.15	5,685.59	200.00	1,334.00
Commercial Papers (CP)						
- From Banks	250.00	-	-	2,200.00	-	-
- From Other Parties	32,450.00	-	-	48,100.00	-	-
Less: Unexpired discount on CP	(694.59)	-	-	(1,351.73)	-	-
Finance Lease Obligation						
- From Other Parties	-	109.17	-	-	89.29	-
Sub Total	105,087.93	97,449.00	597,640.34	92,649.58	64,443.08	546,651.81
TOTAL			800,177.27			703,744.47

- (c) Foreign currency borrowing swapped with Rupee borrowing in India

The Holding Company had raised USD 25 mn by way of Floating Rate Promissory Notes (FRPN) from the United States Capital Market guaranteed by United States Agency for International Development (USAID) in the financial year 1997 and availed a loan of USD 25 mn from the International Bank for Reconstruction and Development (IBRD) in the financial year 1998. The Holding Company had on the same date of borrowing deposited USD 25 mn each with the overseas branch of the two Scheduled Commercial Bank (SCoB) and obtained Rupee term loan in India aggregating ₹ 1,792.82 mn. All the payments in foreign currency is the responsibility of the Company. In terms of the above Agreements, the Company's foreign exchange liability is protected

During the current year, the last instalment of the loan availed from IBRD was repaid

- (d) The terms of repayment of long term borrowing as at March 31, 2017 :

- (i) Debentures :

Previous Years figures are in (brackets)

₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Secured					
7.00% to 9.00%	11,971.05 (12,347.83)	21,150.80 (11,340.36)	20,420.00 (13,405.19)	53,541.85 (37,093.38)	M / Q / HY / Y / On Maturity
9.01% to 11.00%	23,517.52 (14,123.60)	16,999.10 (17,009.50)	17,429.17 (22,640.00)	57,945.79 (53,773.10)	M / Q / HY / Y / On Maturity
11.01% to 14.00%	1,400.00 (2,558.80)	- (1,325.30)	- (567.00)	1,400.00 (4,451.10)	Quarterly / Yearly
Zero Coupon	3,800.00 (3,300.00)	- (-)	- (-)	3,800.00 (3,300.00)	M / Q / HY / Y / On Maturity
TOTAL	40,688.57 (32,330.23)	38,149.90 (29,675.16)	37,849.17 (36,612.19)	1,16,687.64 (98,617.58)	

Notes Forming part of the accounts (Contd.)

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Unsecured					
< = 7.00%	3,900.00 (9,814.02)	3,000.00 (-)	3,000.00 (-)	9,900.00 (9,814.02)	M / Q / HY / Y / On Maturity
7.01% to 9.00%	- (7,010.91)	- (-)	- (-)	- (7,010.91)	On Maturity
9.01% to 11.00%	4,574.08 (4,626.33)	3,931.37 (1,909.93)	13,158.00 (497.50)	21,663.45 (7,033.76)	Q / HY / Y / On Maturity
11.01% to 14.00%	3,173.74 (4,206.49)	2,303.68 (2,279.28)	8,031.23 (760.84)	13,508.65 (7,246.61)	Q / On Maturity
Zero Coupon	750.00 (-)	4,750.00 (2,500.00)	- (-)	5,500.00 (2,500.00)	On Maturity
TOTAL	12,397.82 (25,657.75)	13,985.05 (6,689.21)	24,189.23 (1,258.34)	50,572.10 (33,605.30)	

(ii) Sub Debts / Bonds :

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Unsecured - Sub Debts					
< = 7.00%	1,632.75 (-)	- (-)	- (1,707.75)	1,632.75 (1,707.75)	M / Q / HY / Y / On Maturity
7.01% to 9.00%	- (-)	4,000.00 (-)	1,350.00 (350.00)	5,350.00 (350.00)	M / Q / HY / Y / On Maturity
9.01% to 11.00%	- (-)	- (-)	4,650.00 (8,650.00)	4,650.00 (8,650.00)	M / Q / HY / Y / On Maturity
TOTAL	1,632.75 (-)	4,000.00 (-)	6,000.00 (10,707.75)	11,632.75 (10,707.75)	
Unsecured - Bonds					
11.00 % to 14.00%	- (-)	- (-)	- (7,304.55)	- (7,304.55)	Q
TOTAL	- (-)	- (-)	- (7,304.55)	- (7,304.55)	

Notes Forming part of the accounts (Contd.)

(iii) Term Loan :

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Secured					
< = 7.00%	942.05 (526.74)	1,558.34 (1,432.80)	4,779.40 (835.16)	7,279.79 (2,794.70)	Q / HY
7.01 % to 9.00%	2,497.50 (-)	6,753.37 (-)	- (-)	9,250.87 (-)	M / Q / HY / Y / On Maturity
9.01 % to 11.00%	63,734.56 (61,886.05)	30,738.35 (24,391.98)	65,086.22 (37,646.12)	1,59,559.13 (123,924.16)	M / Q / HY / Y / On Maturity
11.01 % to 14.00%	45,175.87 (49,522.06)	41,102.41 (49,254.04)	1,09,088.42 (124,847.86)	1,95,366.70 (223,623.96)	On Maturity
More than 14%	199.51 (238.74)	914.62 (108.76)	4,987.95 (5,567.96)	6,102.08 (5,915.46)	M / Q
TOTAL	112,549.49 (112,173.59)	81,067.09 (75,187.58)	183,941.99 (168,897.10)	377,558.57 (3,56,258.27)	
Unsecured					
< = 7.00%	151.84 (444.77)	13.94 (13.94)	1,002.89 (1,003.09)	1,168.67 (1,461.80)	M / On Maturity
7.01% to 9.00%	26.28 (26.84)	228.57 (-)	665.50 (665.50)	920.35 (692.34)	On Maturity
9.01% to 11.00%	8,798.20 (9,516.91)	1,568.38 (187.56)	- (-)	10,366.58 (9,704.47)	M / Q / HY / Y / On Maturity
11.01% to 14.00%	10,597.52 (10,105.75)	- (1,055.11)	- (-)	10,597.52 (11,160.86)	M / Q / HY / Y / On Maturity
TOTAL	19,573.84 (20,094.27)	1,810.89 (1,256.61)	1,668.39 (1,668.59)	23,053.12 (23,019.47)	

(iv) Foreign Currency Loan :

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
Secured					
Eur + 3.25%	165.22 (261.12)	66.91 (66.91)	- (-)	232.13 (328.03)	M / Q / HY / Y / On Maturity
Euribor + 3.20%	50.52 (50.52)	- (-)	- (-)	50.52 (50.52)	On Maturity
LIBOR + 10 bps	90.00 (90.00)	90.00 (90.00)	225.00 (270.00)	405.00 (450.00)	Q
LIBOR + 60 bps	435.72 (318.37)	435.72 (318.37)	889.23 (803.38)	1,760.67 (1,440.12)	HY
LIBOR+ 400 bps	308.99 (211.97)	376.68 (271.85)	8,988.83 (7,338.33)	9,674.50 (7,822.15)	Q / On Maturity
3 M USD LIBOR + 540 bps	566.81 (605.09)	- (-)	- (-)	566.81 (605.09)	Q / Y / On Maturity
2MM: 6.628%	-	39.88	22.15	62.03	M
718K: 6.969%	(-)	(39.88)	(24.47)	(64.34)	

Notes Forming part of the accounts (Contd.)

Previous Years figures are in (brackets)
₹ in million

Rate of Interest	1 - 3 Years	3 - 5 Years	> 5 Years	Total	Frequency of Repayment
AED 6%	3.74 (5.57)	- (-)	- (-)	3.74 (5.57)	M
TOTAL	1,621.00 (1,542.64)	1,009.19 (787.01)	10,125.21 (8,436.18)	12,755.40 (10,765.83)	
Unsecured					
Euribor +3.5%	1,957.15 (2,536.05)	- (-)	- (-)	1,957.15 (2,536.05)	M
Fixed 6.40%	35.15 (35.15)	- (-)	- (-)	35.15 (35.15)	M
EURIBOR + 137 bps	152.34 (140.56)	38.09 (105.35)	- (-)	190.43 (245.91)	HY
EUR 1 + 3.5%	11.14 (-)	- (-)	- (-)	11.14 (-)	M
Fixed (4.092%) Variable	-	-	-	-	M
EUR 1 + 3.5%	(11.14)	(-)	(-)	(11.14)	
1st Yr 4.95%, rest EUR +4.50%	14.48 (14.48)	- (-)	- (-)	14.48 (14.48)	M
0 to 24 month 3% / Eur 1Y + 3%	1.07 (1.07)	- (-)	- (-)	1.07 (1.07)	M
EUR + 2.5%	27.94 (27.94)	- (-)	- (-)	27.94 (27.94)	M
Fixed 3.15%	25.71 (25.71)	- (-)	- (-)	25.71 (25.71)	M
Eur 1A+ 2.84%	15.75 (15.75)	- (-)	- (-)	15.75 (15.75)	M
Fixed 75 bps	39.06 (35.86)	39.06 (35.86)	461.66 (441.83)	539.78 (513.55)	HY
Euribor + 3.2%	- (-)	2,562.16 (2,778.50)	- (-)	2,562.16 (2,778.50)	On Maturity
ICAPEURO + 1.30%	- (167.82)	- (-)	- (-)	- (167.82)	On Maturity
TOTAL	2,279.79 (3,011.53)	2,639.31 (2,919.71)	461.66 (441.83)	5,380.76 (6,373.07)	

M : Monthly, Q : Quarterly, HY : Half Yearly, Y : Yearly

Notes Forming part of the accounts (Contd.)

(6) DEFERRED TAX LIABILITIES (NET) :

- (a) Major components of Deferred Tax Liabilities (net) arising as at March 31, 2017 on account of timing differences are:

₹ in million

Particulars	March 31, 2016	Adjustments for the year*	March 31, 2017
Deferred Tax Liabilities / (Assets) :			
Difference Between Book and Tax Depreciation	982.57	1,151.74	2,134.31
Unabsorbed Depreciation	248.94	(865.20)	(616.26)
Provisions	(704.23)	698.14	(6.09)
Timing Differences in respect of Income	714.68	(758.48)	(43.80)
Others, Net	205.46	(213.39)	(7.93)
Net Deferred Tax Liabilities	1,447.42	12.81	1,460.23

₹ in million

Particulars	March 31, 2015	Adjustments for the year*	March 31, 2016
Deferred Tax Liabilities / (Assets) :			
Difference Between Book and Tax Depreciation	1,271.40	(288.83)	982.57
Unabsorbed Depreciation	(3.90)	252.84	248.94
Provisions	(393.46)	(310.77)	(704.23)
Timing Differences in respect of Income	609.25	105.43	714.68
Others, Net	321.39	(115.93)	205.46
Net Deferred Tax Liabilities	1,804.68	(357.26)	1,447.42

* Adjustments represent the net amount debited to the Statement of Profit and Loss of ₹ (1,941.55 mn) (Previous Year: ₹ (1,855.51 mn)) and the balance amount on account of acquisition / disposal of Subsidiaries and Jointly Controlled Entities during the year and on account of Foreign Exchange Fluctuation

- (b) Deferred Tax Liabilities (net) include ₹ 157.45 mn (Previous Year: ₹ 159.46 mn) and Deferred Tax Assets (net) ₹ 1,117.16 mn (Previous Year: ₹ 108.47 mn) being the share of JCEs

Notes Forming part of the accounts (Contd.)

(7) OTHER CURRENT AND LONG TERM LIABILITIES :

₹ in million

As at March 31,	2017		2016	
	Current	Long-term	Current	Long-term
Interest / Redemption Premium Accrued but not due on Borrowings	8,938.91	2,138.37	7,375.83	2,871.21
Interest Accrued and due on Borrowings	278.97	-	261.14	-
Income Received in Advance	459.61	426.67	346.15	401.36
Advance from Customers	2,194.59	-	980.83	-
Deposits from Trading Members	21,758.10	-	24,638.57	-
Security Deposits	341.37	350.69	427.02	291.01
Retention Money	5,527.15	3,164.04	6,077.27	4,286.20
Unclaimed Dividend	155.35	-	122.05	-
Statutory Dues	2,942.04	-	2,206.68	-
Trade Payables	-	191.78	-	192.04
Payable for Purchase of Capital Assets	11,470.06	-	3,896.14	-
Payable to Exchange/Trading Members	2,291.32	-	1,618.17	-
Deferred Payment Liabilities	116.73	-	53.76	-
Advance Towards Development Rights	-	1,576.99	-	1,576.99
Mobilisation Advances Received	-	2,190.47	-	1,996.34
Payable due to fair valuation of derivative contract	-	788.36	-	-
Capital Grant (Refer note 47 & 48)	-	1,148.80	-	983.44
Other Payables *	2,933.57	1,436.43	1,325.18	659.79
Sub total	59,407.77	13,412.60	49,328.79	13,258.38
TOTAL		72,820.37		62,587.17

* Includes ₹ 40.00 mn towards Bank Guarantee (BG) encashed on account of BG invoked by one of the step-down subsidiary. Provision of Interest on such amount being contingent in the nature due to pending settlement and uncertainty of the liability, has not been made

(8) PROVISIONS

(a) Provisions consist of :

₹ in million

As at March 31,	2017		2016	
	Short-term	Long-term	Short-term	Long-term
Provisions for :				
- Employee Benefits	1,709.51	524.32	1,382.85	520.51
- Overlay expenses	1,071.73	3,469.19	675.34	3,500.14
- General Contingencies	-	7,060.31	-	8,540.31
- Standard Assets	-	608.81	-	532.62
- Diminution in value of Investments	741.10	4,311.37	547.68	2,025.79
- Non Performing Assets	1,093.80	-	687.99	-
- Tax (net)	2,705.88	-	1,411.98	-
- Other	1,875.21	676.36	1,670.77	508.21
Proposed Dividend	753.09	-	640.16	-
Dividend Tax	550.07	-	1,251.73	-
Sub total	10,500.39	16,650.36	8,268.50	15,627.58
TOTAL		27,150.75		23,896.08

Notes Forming part of the accounts (Contd.)

- (b) Movement in Provision of Non Performing Assets and Investment Valuation is as follows :

₹ in million

Particulars	Provisions for			
	Non Performing Assets		Diminution in value of Investment	
	FY 2017	FY 2016	FY 2017	FY 2016
Opening Balance	687.99	462.98	2,573.47	2,228.44
Add: Provision made	405.81	589.71	1,382.39*	345.14
Add: Transfer from Provision for General Contingency	-	-	1,097.00	-
Less: Non Performing Assets Written off against Provision / Provision utilised	-	364.70	-	-
Less: Provision reversed	-	-	0.39	-
Less: Reclassification of Provisions	-	-	-	0.11
Closing Balance	1,093.80	687.99	5,052.47	2,573.47
Short Term	1,093.80	687.99	741.10	547.68
Long Term	-	-	4,311.37	2,025.79

* Includes ₹ 207.75 mn which has been adjusted against Capital Reserve in Reserves & Surplus

- (c) Particulars relating to Accounting Standard 15 "Employee Benefits" (Revised) is provided below:

- (i) The Company has charged ₹ 245.51 mn (Previous Year : ₹ 239.26 mn) to the Statement of Profit and Loss as Company's Contribution to Provident Fund and ₹ 91.65 mn (Previous Year : ₹ 92.16 mn) as Company's Contribution to Superannuation Fund
- (ii) The Company has funded post retirement defined benefit plans for Gratuity, details of which are as follows:

Reconciliation of Defined Benefit Obligation

₹ in million

Particulars	FY 2017	FY 2016
Opening Defined Benefit Obligation	1,293.96	1,078.88
Interest Cost	96.91	82.99
Current Service Cost	144.83	131.49
Benefits Paid	(147.38)	(88.66)
Actuarial (Gain)/Loss on Obligations	(21.06)	87.18
Closing Defined Benefit Obligation	1,367.26	1,291.88

Reconciliation of Fair value of Plan Assets

₹ in million

Particulars	FY 2017	FY 2016
Opening Fair Value of Plan Assets	1,070.92	993.22
Expected Return on Plan Assets	77.59	79.15
Contributions	143.47	115.97
Benefits Paid	(98.83)	(84.69)
Actuarial Gain/(Loss)	59.82	(25.16)
Closing Fair Value of Plan Assets	1,252.97	1,078.49

Notes Forming part of the accounts (Contd.)

Amount to be recognised in Balance Sheet and movement in net liability

₹ in million

Particulars	FY 2017	FY 2016
Present Value of Funded Obligation	1,367.26	1,291.88
Fair Value of Plan Assets	1,252.97	1,078.49

Expenses recognised in the Statement of Profit and Loss

₹ in million

Particulars	FY 2017	FY 2016
Current Service Cost	145.84	131.29
Interest Cost	95.56	82.54
Expected Return on Plan Assets	(76.25)	(78.80)
Actuarial Losses/(Gains) (Net)	(72.86)	111.44
Net Gratuity Expenses Included in 'Employee Cost'	92.29	246.47

Description of Plan Assets

The Company's plan assets are fully deployed with an insurer

Summary of Actuarial Assumptions

₹ in million

Particulars	FY 2017	FY 2016
Discount Rate (Current)	6.69% to 8.06%	7.72% to 8.25%
Expected rate of return on Assets (Current)	2.00% to 9.00%	1.00% to 9.00%
Salary Escalation Rate Current	2.00% to 8.80%	5.50% to 11.00%
Mortality	Published notes under the Indian Assured Lives Mortality (2006-08) estimate	Published notes under the Indian Assured Lives Mortality (2006-08) Ultimate

Actual Return on Plan Assets

₹ in million

Particulars	FY 2017	FY 2016
Expected Return on Plan Assets	76.25	78.80
Actuarial Gain/(Loss) on Plan Assets	72.86	(111.44)
Actual Return on Plan Assets	149.11	(32.64)

Experience Adjustment

₹ in million

Particulars	FY 2017	FY 2016	FY 2015	FY 2014	FY 2013
On Liability (Gain) / Loss	(31.79)	(8.55)	(32.91)	43.66	17.14
On Asset Gain /(Loss)	59.13	17.83	62.89	(18.66)	1.81

Notes Forming part of the accounts (Contd.)

(d) Movement in Contingency Provision on Standard Assets :

₹ in million		
Particulars	FY 2017	FY 2016
Opening Balance	532.62	384.41
Add: Provision made	76.19	148.21
Closing Balance	608.81	532.62

(e) Movement in Provision for General Contingencies :

₹ in million		
Particulars	FY 2017	FY 2016
Opening Balance	8,540.31	8,111.10
Add: Provision made	2,097.00	2,300.00
Less: Amount Written Back / Utilised / Classified	3,577.00	1,870.79
Closing Balance	7,060.31	8,540.31

(f) Movement in Provision for Mark to Market on Derivatives Contracts :

₹ in million		
Particulars	FY 2017	FY 2016
Opening Balance	-	11.51
Less: Provision Reversed / Utilisation	-	(11.51)
Closing Balance	-	-

(g) Movement in Provision for Overlay :

₹ in million				
Particulars	FY 2017		FY 2016	
	Short-term	Long-term	Short-term	Long-term
Opening Balance	675.34	3,500.14	429.87	2,900.50
Add: Provision made	437.15	174.44	429.21	658.26
Less: Provision Reversed / Utilised	(40.76)	(169.63)	(248.09)	-
Add / Less: Adjustment for Acquisition / Divestment, reclassification and Exchange difference	-	(35.76)	64.35	(58.62)
Closing Balance	1,071.73	3,469.19	675.34	3,500.14

Provision made during the year includes share of Jointly Controlled Entities ₹ 207.49 mn (Previous year: ₹ 808.32 mn)

(h) Other includes ₹ 112.94 mn (Previous Year : ₹ 126.76 mn) Provision made on Restructured Assets

(9) DERIVATIVE INSTRUMENTS :

(a) Financial Risk Management Objectives

The Group treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the company through financial risk reports which analyses exposures by degree and magnitude of risks. These risks include currency risk and interest rate risk

Notes Forming part of the accounts (Contd.)

The Group seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the RBI and Board approved policies, which provide written principles on foreign exchange risk, interest rate risk, and the use of derivatives instruments. Compliance with the policies and exposure limits are reviewed periodically

The corporate treasury function reports periodically to the Committee of Directors and to an internally delegated committee that monitors risks and policies implemented to mitigate risk exposures

(b) Following types of hedge instruments are entered into by the Group

(i) Interest risk management :

The Group is exposed to interest rate risk as it carries both fixed and floating rates assets and liabilities. The risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings and by the use of derivatives. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite, ensuring the most appropriate strategies are applied

(ii) Foreign currency risk management :

The Group is also exposed to foreign currency risk and floating interest rate risk as it undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. These exposures are managed within approved policy parameters utilizing forward foreign exchange contracts, currency swaps and coupon swaps by ensuring application of appropriate strategies

(c) In accordance with the change in accounting policy and transitional provision of the Guidance Note, following is the impact on the financial statement

₹ in million			
Particulars	Amount Before adoption of Guidance Note	Impact of Guidance Note	Amount After adoption of Guidance Note
Surplus in Statement of Profit & Loss as at April 1, 2016	983.09	5.19	988.28
Cash flow Hedge Reserve	-	(795.15)	(795.15)
Long Term Borrowing	597,133.54	506.79	597,640.34
Current Portion of Long Term Borrowing	97,417.62	31.38	97,449.00
Other Current Liabilities	59,354.85	52.92	59,407.77
Other Long Term Liabilities	13,328.68	83.92	13,412.60
Other Current Asset	53,194.23	61.03	53,255.26
Other Non-Current Asset	15,653.73	303.72	15,957.44
Borrowing Cost	65,122.47	34.44	65,156.91
Deferred Tax Assets (Net)	5,239.27	51.28	5,290.55
Investment in Associates	11,615.53	521.91	12,137.44

Notes Forming part of the accounts (Contd.)

(d) Following are the details of outstanding Derivative Contracts

(i) Fair value hedge

₹ in million

Particulars	March 31, 2017			March 31, 2016		
	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)
Interest Rate Swaps	1	250.00	0.07	2	500.00	(0.98)

(ii) Cash flow hedge

Amounts in million

Particulars	March 31, 2017			March 31, 2016		
	Contracts (Nos.)	Notional Amount of contracts in foreign currency	Fair Value in equivalent Rupee	Contracts (Nos.)	Notional Amount of contracts in foreign currency	Fair Value in equivalent Rupee
USD						
Swaps	40	736.42	(514.23)	18	773.37	673.81
Forward Contract	1	4.11	(10.60)	-	-	-
EURO						
Swaps	7	6.04	4.12	9	17.01	218.74
Forward Contract	3	8.35	(15.71)	2	3.76	5.15
Coupon Swaps	3	0.81	(0.79)	3	1.16	(0.51)

(iii) Other than Fair value hedge

₹ in million

Particulars	March 31, 2017			March 31, 2016		
	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)	Contracts (Nos.)	Notional Amount of contracts	Fair Value gain / (loss)
Interest Rate Swaps	1	1,750.00	(33.58)	5	1,250.00	7.79

(e) The Movement in Cash Flow Hedges for the year ended March 31, 2017 is as follows :

₹ in million

Particulars	Amount
Opening balance	-
Gain / (Loss) recognized during the year	(1,013.86)
Amount transferred to statement of profit and loss account under finance charges	(64.50)
Transfer to Minority	283.21
Closing balance	(795.15)

Notes Forming part of the accounts (Contd.)

- (f) The carrying amounts of foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows :

Amounts in million				
(I) Assets	Foreign Currency	Current Year		
		Exchange Rate	Amount in Foreign Currency	Amount in equivalent Rupee
Receivables (trade and other)	AED	17.5388	0.30	5.20
	EUR	69.2476	0.10	6.77
	USD	64.8386	6.50	412.40
	BIRR	20.8352	11.18	232.88
	BWP	11.1128	0.16	1.73
	CLP	693.0280	0.001	0.92
	BOB	7.0909	0.04	0.28
	DOP	48.3061	0.12	5.96
	MXN	3.2788	0.09	0.28
	Other Monetary assets (e.g. ICDs/Loans given in FC)	EUR	69.2476	5.76
Total Receivables (A)				672.18
Hedges by derivative and forward contracts (B)			-	
Unhedged Receivables (C=A-B)	AED		0.30	
	EUR		0.18	
	USD		6.50	
	BIRR		11.18	
	BWP		0.16	
	CLP		0.001	
	BOB		0.04	
	DOP		0.12	
	MXN		0.09	

Amounts in million				
(II) Liabilities	Foreign Currency	Current Year		
		Exchange Rate	Amount in Foreign Currency	Amount in equivalent Rupee
Payables (trade and other)	USD	64.8386	221.01	14,330.40
	SGD	46.3062	0.98	45.31
	EUR	69.2476	0.42	29.14
External Commercial Borrowings	USD	64.8386	325.48	21,103.69
	EUR	69.2476	14.45	1,000.63
	BWP	6.1470	7.65	47.04
Total Payables (D)				36,556.20
Hedges by derivative and forward contracts (E)	USD		319.66	
	EUR		14.45	
Unhedged Payables (F=D-E)	USD		226.83	
	SGD		0.98	
	EUR		0.42	
	BWP		7.65	

Notes Forming part of the accounts (Contd.)

Amounts in million

(III) Contingent Liabilities and Commitments	Foreign Currency	Current Year		
		Exchange Rate	Amount in Foreign Currency	Amount in equivalent Rupee
Contingent Liabilities	USD	64.8386	52.55	3,407.40
	EUR	69.2476	40.74	2,820.87
	RMB	9.3951	690.00	6,482.61
Total (G)				12,710.88
Hedges by derivative and forward contracts (H)			-	
Unhedged Payables (I=G-H)	USD		52.55	
	EUR		40.74	
	RMB		690.00	
Total unhedged FC Exposures (J=C-F-I)	AED		0.30	
	EUR		(40.98)	
	USD		(272.87)	
	BIRR		11.18	
	BWP		(7.50)	
	CLP		0.00	
	BOB		0.04	
	DOP		0.12	
	MXN		0.09	
	SGD		(0.98)	
	RMB		(690.00)	

Note : BWP = Pula, DOP = Dominican Pesos, EUR = Euro, MXN = Mexican Pesos, SGD = Singapore Dollar, USD = US Dollar, AED = United Arab Emirates Dirham, CLP = Chilean Peso, RMB = Ren Ming Bi, BIRR = Ethioplan Birr, BOB = Bolivian Boliviano

(g) Details of Equity Index option outstanding as at March 31, 2017 :

Particulars	As at March 31, 2017		As at March 31, 2016	
	Long Position	Short Position	Long Position	Short Position
Index Options				
Nifty				
No. of Contracts	-	2,666	-	1,332
No. of Units	-	199,950	-	99,900
Bank Nifty				
No. of Contracts	-	-	1,666	1,666
No. of Units	-	-	49,980	49,980
Total Premium carried forward at the year end including provision made ₹ in million	12.74		16.37	

Notes Forming part of the accounts (Contd.)

(10) TANGIBLE ASSETS :

Item	Gross Block (at cost)				Accumulated Depreciation				Lease/Toll Terminal Adjustment	Net Block As at March 31, 2017
	As at April 1, 2016	Adjustments	Additions	Deductions	As at March 31, 2017	As at April 1, 2016	Adjustments	Additions	Deductions	As at March 31, 2017
Freehold Land	4,895.76	1.66	103.78	17.25	4,983.95	-	-	-	-	4,983.95
Leasehold Land	1,334.70	(1.74)	52.98	-	1,385.94	113.29	-	23.83	-	1,248.82
Road & Bridges	305.22	0.33	24.73	-	330.28	31.83	0.31	53.65	-	244.49
Premises	14,210.04	330.86	9,592.34	89.38	24,043.86	1,759.68	(5.55)	630.20	11.43	21,670.96
Plant & Machinery	73,179.78	(74.48)	41,730.39	307.06	114,528.63	5,032.50	(124.77)	2,652.63	87.08	107,055.35
Windmills	43,496.39	134.99	7,837.55	-	51,468.93	5,401.76	-	1,570.04	-	44,497.13
Vehicles	2,031.08	(83.17)	487.71	143.90	2,291.72	1,501.66	(37.43)	176.26	120.08	771.31
Furniture & Office Equipments	3,388.07	(9.55)	413.42	162.30	3,629.64	2,317.13	(56.67)	406.74	140.29	1,102.73
Railway track and hoppers	1,973.32	-	0.69	-	1,974.01	31.50	-	64.14	-	1,878.37
Transmission Line	3,344.57	1,407.85	14.09	-	4,766.51	34.01	179.32	167.51	-	4,385.67
Hydraulics works, pipelines and sluices	1,825.31	-	1,105.25	-	2,930.56	58.05	-	148.40	-	2,724.11
Improvement to Leasehold Properties	579.35	(1.88)	193.19	29.80	740.86	373.00	(1.35)	73.89	29.47	324.79
Assets taken on Lease										
- Infrastructure	249.44	(19.38)	-	-	230.06	52.17	(4.53)	4.53	-	177.89
- Furniture & Fixtures	1.41	42.06	52.23	-	95.70	0.21	(0.25)	8.09	-	87.65
- Vehicles	98.15	16.79	17.74	13.31	119.37	21.17	(4.44)	31.04	9.87	81.47
- Plant & Machinery	177.40	(75.36)	72.91	-	174.95	52.71	(51.17)	29.53	-	143.88
Assets given on Lease										
- Data Processing Equipments	157.42	-	-	-	157.42	126.59	-	-	30.83	-
- Vehicles	8.93	-	-	-	8.93	2.35	-	-	-	6.58
- Plant & Machinery	1,613.43	-	-	224.61	1,388.82	708.65	-	0.14	224.61	0.64
TOTAL	152,869.77	1,668.98	61,699.00	987.61	215,250.14	17,618.26	(106.53)	6,040.62	622.83	191,385.79

₹ in million

Notes

Forming part of the accounts (Contd.)

For Previous Year

Item	Gross Block (at cost)						Accumulated Depreciation			Lease/Toll Terminal Adjustment	Net Block	
	As at April 1, 2015	Adjustments	Additions	Deductions	As at March 31, 2016	As at April 1, 2015	Adjustments	Additions	Deductions		As at March 31, 2016	As at March 31, 2016
Freehold Land	4,453.71	(20.02)	462.07	-	4,895.76	-	-	-	-	-	4,895.76	4,895.76
Leasehold Land	594.04	331.23	410.32	0.89	1,334.70	34.79	-	78.50	-	-	1,221.41	1,221.41
Road & Bridges	11.67	-	297.56	4.01	305.22	11.65	0.02	24.17	4.01	-	273.39	273.39
Premises	11,212.30	(1,143.37)	4,144.68	3.57	14,210.04	1,636.89	(56.01)	188.91	10.11	-	12,450.36	12,450.36
Plant & Machinery	33,042.87	(6,826.32)	47,427.17	463.94	73,179.78	3,055.89	51.48	1,948.95	23.82	-	68,147.28	68,147.28
Windmills	39,165.98	(125.69)	4,456.10	-	43,496.39	3,929.09	(0.14)	1,472.81	-	-	38,094.63	38,094.63
Vehicles	1,754.31	92.81	227.33	43.37	2,031.08	1,304.16	84.91	135.53	22.94	-	529.42	529.42
Furniture & Office Equipments	3,065.09	148.18	393.86	219.06	3,388.07	2,086.15	37.87	374.44	181.33	-	1,070.94	1,070.94
Railway track and hoppers	-	-	1,973.32	-	1,973.32	-	-	31.50	-	-	1,941.82	1,941.82
Transmission Line	2,651.97	(2,651.97)	3,344.57	-	3,344.57	173.03	(173.03)	34.01	-	-	3,310.56	3,310.56
Hydraulics works, pipelines and sluices	-	-	1,825.31	-	1,825.31	-	-	58.05	-	-	1,767.26	1,767.26
Improvement to Leasehold Properties	559.19	(9.58)	53.97	24.23	579.35	318.52	(3.41)	80.84	22.95	-	206.35	206.35
Assets taken on Lease												
- Infrastructure	225.25	23.76	0.43	-	249.44	34.70	12.99	4.48	-	-	197.27	197.27
- Furniture & Fixtures	6.65	(6.63)	1.39	-	1.41	5.66	(5.66)	0.21	-	-	1.20	1.20
- Vehicles	31.33	3.00	66.73	2.91	98.15	10.88	1.06	10.08	0.85	-	76.98	76.98
- Plant & Machinery	117.17	(14.77)	75.00	-	177.40	57.85	(18.13)	12.99	-	-	124.69	124.69
Assets given on Lease												
- Data Processing Equipments	157.42	-	-	-	157.42	126.59	-	-	-	30.83	-	-
- Vehicles	8.93	-	-	-	8.93	2.35	-	-	-	0.32	6.26	6.26
- Plant & Machinery	1,613.43	-	-	-	1,613.43	708.51	-	0.14	-	903.09	1.69	1.69
TOTAL	98,671.31	(10,199.37)	65,159.81	761.98	152,869.77	13,496.71	(68.05)	4,455.61	266.01	934.24	134,317.27	134,317.27

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Notes Forming part of the accounts (Contd.)

(11) INTANGIBLE ASSETS :

Item	Gross Block (at cost)				Accumulated Amortisation			Net Block	
	As at April 1, 2016	Adjustments	Additions	Deductions	As at March 31, 2017	As at April 1, 2016	Additions	Deductions	As at March 31, 2017
Rights under Service Concession Arrangements	139,629.89	(1,633.87)	39,547.16	244.74	177,298.44	6,744.89	(165.25)	32.12	10,729.28
Software	18,181.20	(1,859.50)	1,897.93	1.73	18,217.90	5,204.75	(529.25)	(0.48)	5,907.37
Intellectual Property Right	5,254.48	56.63	7.01	993.95	4,324.17	2,500.87	(21.00)	29.93	2,873.63
Goodwill	283.40	-	-	-	283.40	63.15	-	10.01	73.16
TOTAL	163,348.97	(3,436.74)	41,452.10	1,240.42	200,123.91	14,513.66	(715.50)	61.57	19,583.44
									180,540.47

For Previous Year

Item	Gross Block (at cost)				Accumulated Amortisation			Net Block	
	As at April 1, 2015	Adjustments	Additions	Deductions	As at March 31, 2016	As at April 1, 2015	Additions	Deductions	As at March 31, 2016
Rights under Service Concession Arrangements	86,392.99	(4,371.35)	57,610.28	2.03	139,629.89	4,185.72	210.98	0.18	6,744.89
Software	16,759.65	409.55	1,043.05	31.05	18,181.20	3,977.17	80.18	30.38	5,204.75
Intellectual Property Right	5,864.98	118.20	111.36	840.06	5,254.48	2,803.82	59.40	839.61	2,500.87
Goodwill	27.94	5.18	250.28	-	283.40	-	33.12	30.03	63.15
TOTAL	109,045.56	(3,838.42)	59,014.97	873.14	163,348.97	10,966.71	383.68	870.17	14,513.66
									148,835.31

Notes Forming part of the accounts (Contd.)

Foot notes :

- (i) Adjustments includes additions to Gross Block and Accumulated Depreciation towards acquisition of new Subsidiaries / Jointly Controlled Entities during the year and deductions to Gross Block and Accumulated Depreciations towards sale / cessation of Subsidiaries / Jointly Controlled Entities and regrouping of previous year figures
- (ii) Estimates under Service Concession Arrangement - Right under Service Concession Arrangements / Intangible assets under Developments

Under Service Concession Arrangement (SCA), where a Special Purpose Vehicle (SPV) has received the right to charge users of a public service, such rights are recognized and classified as "Intangible Assets". Such a right is an unconditional right to receive consideration; however the amounts are contingent to the extent that the public uses the service

The book value of such an Intangible Asset is recognized by the SPV at the fair value of the constructed asset which comprises of the actual construction cost plus the margins as per the SCA

The Intangible Asset is amortised on the basis of units of usage method over the lower of the remaining concession period or useful life of such intangible asset, in terms of each SCA

Estimates of margins are based on internal evaluation by the Management. Estimates of units of usage, toll rates, contractual liability for overlay expenditure and the timing of the same are based on technical evaluations and / or traffic study estimates by external agencies

These factors are consistent with the assumptions made in the previous years

The key elements have been tabulated below:

₹ in million		
As at March 31,	2017	2016
Cumulative Margin on construction in respect of Intangible Assets / Intangible Assets under Development	22,977.17	20,348.57

₹ in million		
Particulars	FY 2017	FY 2016
Amortisation Charge in respect of Intangible Assets for the year	5,279.02	3,380.74

- (iii) Intangible Assets under SCA are capitalised when the project is complete in all respects and when the Company receives the final completion certificate from the authority as specified in the Concession Agreement and not on completion of component basis as the intended purpose of the project is to have the complete length of the road available for use. Accordingly Intangible Assets under Development includes the following items which have been capitalised post receipt of provisional completion certificate pending final completion of the project :

₹ in million				
Particulars	Year ended March 31, 2017	Year ended March 31, 2016	Cumulative as at March 31, 2017	Cumulative as at March 31, 2016
Revenue				
Toll Revenue	123.49	1,061.49	3,384.45	3,260.96
Other Revenue	2.07	0.74	2.90	0.83
Total Revenue	125.56	1,062.23	3,387.35	3,261.79
Expenses				
Operating & Maintenance Expenses	65.71	519.49	966.98	901.27
Interest & finance cost	250.00	2,097.73	5,447.19	5,197.19
Total expenses	315.71	2,617.22	6,414.17	6,098.46
Total Expenses Capitalised (net)	190.15	1,554.99	3,026.82	2,836.67

Notes Forming part of the accounts (Contd.)

(12) RECEIVABLE UNDER SCA :

Under SCA, where a Special Purpose Vehicle (SPV) has acquired contractual rights to receive specified determinable amounts (Annuity) for use of an asset, such amounts are recognised as "Financial Assets" and are disclosed as "Receivable against Service Concession Arrangements"

The value of a Financial Asset covered under a SCA includes the fair value estimate of the construction services which is estimated at the inception of the contract and is based on the fair value of the constructed asset and comprises of the actual construction cost, a margin as per the SCA, estimates of the future operating and maintenance costs, including overlay / renewal costs

The cash flow from a Financial Asset commences from the Provisional / Final Commercial Operation Date as certified by the granting authority for the SCA

The cash flow from a Financial Asset is accounted using the effective interest rate method. The intrinsic interest element in each Annuity receipt is accounted as finance income and the balance amount is accounted towards recovery of dues from the "Receivable against Service Concession Arrangements"

These factors are consistent with the assumptions made in the previous years

The key elements have been tabulated below:

	₹ in million	
As at March 31,	2017	2016
Cumulative Margin on Construction, Operation & Maintenance and Renewal services recognised in respect of Financial Assets	8,051.72	7,291.14
Future operation & maintenance and renewal services considered in respect of Financial Assets	20,964.40	24,561.00
Cumulative Revenue Recognised on Receivables against Service Concession Arrangement on the basis of effective interest method	43,469.00	36,323.03

(13) NON-CURRENT INVESTMENTS :

(a) The details of Non-Current Investments are as under :

	₹ in million	
As at March 31,	2017	2016
Investment in Associates [See Note 13 (b) & (c) below]	12,137.45	14,447.42
Trade Investments		
Equity Shares - Unquoted	2,531.02	93.72
Preference Shares	73.99	607.46
Units of Mutual Funds	1,704.00	2,160.00
Units of Other Funds	5,673.14	559.00
Debentures		
- Non Convertible	-	80.00
- Optionally Convertible	333.99	333.99
Bonds	-	371.88
Investment Property Entitlement	2,066.14	3,737.33
Sub Total	24,519.73	22,390.80

Notes Forming part of the accounts (Contd.)

	₹ in million	
As at March 31,	2017	2016
Other than Trade Investments		
Equity Shares		
- Unquoted	6,660.85	6,500.18
- Quoted	5,305.08	6,020.46
Preference Shares	955.59	953.92
Government Securities	0.12	0.12
Units of Mutual Funds	656.71	10.00
Units of Other Funds	3,576.87	4,201.95
Investment Property Entitlement	5,282.98	4,986.26
Covered Warrant	-	2.00
Debentures		
- Fully Convertible	294.94	1,558.94
- Non Convertible	2,000.01	0.01
- Optionally Convertible	2,160.34	3,354.50
Pass Through Certificates	19.55	0.01
Sub Total	26,913.04	27,588.35
TOTAL	51,432.77	49,979.15

- (b) Investment in Associates includes Goodwill : ₹ 2,016.12 mn (Previous Year : ₹ 3,200.16 mn) and Capital Reserve : ₹ 38.00 mn (Previous Year : ₹ 38.00 mn) recognised on consolidation of Associates
- (c) With respect to the Groups' investments in IL&FS Engineering & Construction Company Ltd (IECCL 42.25%) and Hill County Properties Ltd (HCPL 49%), following is stated (refer Foot Note (ii) to Note 35 (d)) :

The Company has acquired management control of IECCL and HCPL vide Orders of the Company Law Board (CLB) dated August 31, 2009 and January 13, 2011 respectively, in order to protect the credit exposure of the Company and its subsidiaries to IECCL and IECCL's exposure to HCPL. Towards this objective, the Group subscribed to the preferential allotments of shares in IECCL. The Group's exposure as on March 31, 2017 in above entities in equity shares is disclosed in Note 13(a) and loans as disclosed in Note 33(c). These exposures are exclusively to protect and optimise return on asset and does not form part of a strategy to acquire and retain long term assets / investments

- (d) The Group has given Non-Disposal Undertaking to the Lenders and / or Equity Investors of certain Infrastructure Companies promoted by it with regard to its investments in the Equity Share Capital of these Companies as a part of promoter's undertaking
- (e) Aggregate Value of Investments :

	₹ in million	
As at March 31,	2017	2016
Quoted		
Aggregate Cost	10,554.42	11,458.36
Market Value	8,715.33	8,617.76
Unquoted		
Aggregate Cost	40,878.35	38,520.79

Notes Forming part of the accounts (Contd.)

- (f) The details of Current portion of Non-Current Investments are as under :

₹ in million		
As at March 31,	2017	2016
Other than Trade Investments		
Bonds – Related party	-	233.31
Investment Property Entitlement	-	900.00
Debentures		
- Fully Convertible	1,700.00	3,680.00
- Non Convertible - Related Party	-	40.00
- Non Convertible - Other Party	-	160.00
- Optionally Convertible	22.56	15.04
TOTAL	1,722.56	5,028.35

- (g) Aggregate Value of Investments :

₹ in million		
As at March 31,	2017	2016
Unquoted		
Aggregate Cost	1,722.56	5,028.35

(14) CURRENT INVESTMENTS :

- (a) The details of Current Investments are as under :

₹ in million		
As at March 31,	2017	2016
Equity Shares – Unquoted (Refer note 14(c))	1,162.50	2,677.37
Equity Shares – Quoted	2,600.21	2,586.56
Units of Mutual Funds – Unquoted	1,176.44	1,584.04
Units of Mutual Funds – Quoted	-	88.09
Units of Other Funds	-	160.89
Government Securities – Quoted	1,199.85	2,645.75
TOTAL	6,139.00	9,742.70

- (b) Aggregate value of investments :

₹ in million		
As at March 31,	2017	2016
Quoted		
Aggregate Cost	3,800.06	5,320.40
Market Value	4,026.14	4,828.00
Unquoted		
Aggregate Cost	2,338.94	4,422.30

- (c) The above investment includes Quoted Equity Investment appropriated against margin requirement of the respective stock exchange. As at March 31, 2017, the Group is required to maintain margin of ₹ 14.95 mn (As at March 31, 2016 ₹ 364.45 mn) which is covered by current investments aggregating to ₹ 25.92 mn (As at March 31, 2016 ₹ 407.28 mn)

Notes Forming part of the accounts (Contd.)

- (d) The Group carries a provision for the diminution in value of investments in accordance with the NBFC Prudential Norms which is disclosed under Note no 8 (a) not netted off with the cost of current investments

(15) DEFERRED TAX ASSETS (NET) :

- (a) Major components of Deferred Tax Assets (net) arising as at March 31, 2017 on account of timing differences are:

₹ in million			
Particulars	March 31, 2016	Adjustments for the year*	March 31, 2017
Deferred Tax Assets / (Liabilities):			
Difference Between Book and Tax Depreciation	(109.28)	(1,626.88)	(1,736.16)
Unabsorbed Depreciation	323.80	273.80	597.60
Provision for NPAs / Doubtful Debts	771.70	1,115.48	1,887.18
Provision for Employee Benefits	99.99	61.62	161.61
Provision for General Contingency	1,021.00	608.49	1,629.49
Others, Net	1,319.86	1,430.97	2,750.83
Net Deferred Tax Assets	3,427.07	1,863.48	5,290.55

₹ in million			
Particulars	March 31, 2015	Adjustments for the year*	March 31, 2016
Deferred Tax Assets / (Liabilities):			
Difference Between Book and Tax Depreciation	(1,883.91)	1,774.63	(109.28)
Unabsorbed Depreciation	2,092.27	(1,768.47)	323.80
Provision for NPAs / Doubtful Debts	263.92	507.78	771.70
Provision for Employee Benefits	55.99	44.00	99.99
Provision for General Contingency	1,187.60	(166.60)	1,021.00
Others, Net	38.67	1,281.19	1,319.86
Net Deferred Tax Assets	1,754.54	1,672.53	3,427.07

* The net amount debited to the Statement of Profit and Loss is ₹ (1,941.55 mn) (Previous Year: ₹ (1,855.51 mn)) and balance amount is on account of acquisition / disposal of Subsidiaries and Jointly Controlled Entities during the year and on account of Foreign Exchange Fluctuation

- (b) Deferred Tax Assets (net) include ₹ 1,117.16 mn (Previous Year: ₹ 108.47 mn) and Deferred Tax Liabilities (net) include ₹ 157.45 mn (Previous Year: ₹ 159.46 mn) share of JCE

(16) LONG TERM LOANS AND ADVANCES :

₹ in million				
As at March 31,	2017		2016	
	Current	Non-current	Current	Non-current
Secured, considered good				
Capital Advances	-	2.72	-	3.42
Loans and Advances				
- Related Parties	1,401.74	25,521.27	64.02	24,810.15
- Other Parties	11,562.20	36,655.24	10,753.39	29,361.40
	12,963.94	62,179.23	10,817.41	54,174.97
Unsecured, considered good				
Capital Advances	-	8,526.32	-	7,387.12
Advance towards investments	-	2,605.23	-	2,069.47

Notes Forming part of the accounts (Contd.)

₹ in million

As at March 31,	2017		2016	
	Current	Non-current	Current	Non-current
Loans and Advances				
- Related Parties	81.89	4,275.77	-	5,916.26
- Other Parties	775.16	25,012.43	724.61	16,747.87
Advance Tax	-	13,477.32	-	11,718.61
MAT Credit Entitlement	-	1,136.60	-	1,448.44
Prepaid Expenses	-	1,984.60	-	1,965.63
Deposits	57.92	466.40	-	646.03
	914.97	57,484.67	724.61	47,899.43
Doubtful				
Security Deposits	-	1.50	-	1.50
Loans and Advances to Other Parties	1,200.99	1,480.12	1,186.95	1,024.64
	1,200.99	1,481.62	1,186.95	1,026.14
Less : Allowance for bad and doubtful Loans and Advances	-	206.91	-	206.91
	1,200.99	1,274.71	1,186.95	819.23
Sub total	15,079.90	120,938.61	12,728.97	102,893.63
TOTAL		136,018.51		115,622.60

(17) SHORT TERM LOANS AND ADVANCES :

₹ in million

As at March 31,	2017	2016
Secured, considered good		
Loans and Advances		
- Related Parties	1,169.28	1,169.27
- Other Parties	10,103.58	11,070.18
	11,272.86	12,239.45
Unsecured, considered good		
Loans and Advances		
- Related Parties	2,769.99	1,958.74
- Other Parties	13,810.78	16,243.70
Advance Tax	414.14	223.77
Prepaid Expenses	1,721.53	1,369.73
Deposits	561.68	835.67
	19,278.12	20,631.61
Doubtful		
Deposits	1.78	1.21
Loans and Advances to Related Parties	220.60	-
Loans and Advances to Other Parties	2,502.58	1,131.13
	2,724.96	1,132.34
Less : Allowance for bad and doubtful Loans and Advances	722.27	5.27
	2,002.69	1,127.07
TOTAL	32,553.67	33,998.13

Notes Forming part of the accounts (Contd.)

(18) OTHER CURRENT AND NON-CURRENT ASSETS :

As at March 31,	2017		2016	
	Current	Non-current	Current	Non-current
Income accrued on Investments, Loans and Advances	7,136.69	5,222.14	8,358.92	4,094.95
Receivable for:				
- Long Term Trade	-	874.31	-	1,692.23
- Toll Receivable	-	330.35	-	330.35
- Sale of Securities	1,409.63	-	1,259.11	-
- Deferred Receivables	-	24.38	-	24.38
- Exchange / Trading Members	2,180.95	-	1,584.18	-
- Grant	98.28	288.59	382.32	384.79
- SCA (Refer Note 12)	13,127.32	-	9,219.93	-
- Others	22,792.43	4,799.52	11,060.56	2,975.79
Unbilled Revenue	6,509.96	16.90	4,157.02	37.84
Project Development Expenditure	-	3,312.09	-	3,417.13
Fixed Deposits under Lien	-	1,089.16	-	1,424.95
Sub total	53,255.26	15,957.44	36,022.04	14,382.41
TOTAL		69,212.70		50,404.45

(19) INVENTORIES : (AT COST OR NRV WHICHEVER IS LOWER)

As at March 31,	2017		2016	
Raw Materials	1,074.43		1,642.15	
Work in Progress	6,577.59		5,267.56	
Finished Goods	3,084.92		1,509.20	
Goods in Transit	1,258.54		596.98	
Stores and Spares	578.70		128.63	
TOTAL	12,574.18		9,144.52	

(20) TRADE RECEIVABLES :

As at March 31,	2017		2016	
Secured, considered good				
- Outstanding for a period exceeding six months	8.60		11.38	
- Others	468.15		562.92	
Unsecured, considered good				
- Outstanding for a period exceeding six months	14,555.69		10,212.05	
- Others	25,039.73		18,496.10	
Doubtful				
- Doubtful	1,820.41		1,569.40	
TOTAL	41,892.58		30,851.85	

The Group carries a provision for doubtful debts in accordance with the NBFC Prudential Norms which is disclosed under Note no 8 (a) not netted off with trade receivables of ₹ 1,820.41 mn (As at March 31, 2016 ₹ 1,569.40 mn)

Notes Forming part of the accounts (Contd.)

(21) (a) Cash and Cash Equivalents :

₹ in million		
As at March 31,	2017	2016
Cash on Hand	71.12	52.88
Cheques, Drafts on Hand	2,939.50	467.84
Balances with Banks in Current Account	34,685.95	20,651.49
Certificate of Deposit	173.59	171.63
Balance with Bank in Demand Deposit	10,761.08	15,464.57
Balance in Deposit account with Banks maturing beyond 12 months	293.12	131.90
Cash and Cash Equivalent as per AS 3	48,924.36	36,940.31
Bank Balances for Margin Money / Security / under Lien	45,690.65	39,980.60
Unclaimed Dividend Account	185.14	122.10
TOTAL	94,800.15	77,043.01

- (b) In terms of Notification issued by Ministry of Corporate Affairs dated March 30, 2017, the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December 30, 2016 as follows

₹ in million			
	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	29.03	23.96	52.99
Add : Permitted receipts	124.70*	624.49	749.19
Add : Withdrawal from banks	-	5.48	5.48
Less : Permitted payments	0.04	36.12	36.16
Less : Amount deposited in Banks	153.69	566.16	719.85
Closing cash in hand as on December 30, 2016	-	51.65	51.65

* includes amount of ₹ 0.13 mn deposited by customers into one of Subsidiary's bank account towards outstanding dues for DP charges and employee advances returned by the employees. The Subsidiary has obtained relevant details of deposit from bank and from deposit slips provided by the customers and accordingly provided in the details in the table above

(22) COMMITMENTS :

₹ in million		
As at March 31,	2017	2016
(a) Estimated amount of contracts remaining to be executed on capital account and not provided (net off advances paid) [including ₹ 3,124.21 mn (Previous Year ₹ 2,708.61 mn) pertaining to Jointly Controlled Entities]	83,586.37	121,583.37
(b) Other Commitments [including ₹ 268.92 mn (Previous Year : ₹ 265.50 mn) pertaining to Jointly Controlled Entities]	57,667.77	59,565.43
(c) Estimated amount of contracts remaining to be executed on operating account and not provided (net off advances paid)	-	6.10
(d) Put Option on Sale of Investments	Unascertainable	Unascertainable

- (e) During the previous year, one of the Group's Subsidiary has entered into share purchase agreement ('the agreement') for sale of shares in its Eight Wind Power Project Companies wherein 1,004 Mega Watt Wind Power Project is housed

Notes Forming part of the accounts (Contd.)

As per the agreement, the Subsidiary Company consummated the sale of 49% shares in five Wind Power Project Companies, wherein 775 MW of projects are housed. The shares in other three Wind Power Project Companies wherein the balance 229 MW wind projects are housed will be sold after the Wind Energy Converters ('WEC's) are commissioned

Further, as per the terms of the agreement, the Subsidiary Company has guaranteed certain generation from these 1,004 MW Wind Power Project over the period of next five years starting from financial year ended 31 March, 2017. In case the actual generation varies in comparison to the guaranteed generation by more than 5% either side, then the Subsidiary Company would receive / pay compensation

(23) (a) Contingent Liabilities :

		₹ in million	
As at March 31,		2017	2016
(i) Guarantees issued on behalf of the Group [including ₹ 0.19 mn (Previous Year : ₹ 0.19 mn) pertaining to Jointly Controlled Entities]		10,022.18	9,023.77
(ii) Guarantees issued on behalf of third parties [including ₹ 1.61 mn (Previous Year : ₹ 2.09 mn) pertaining to Jointly Controlled Entities]		724.31	797.32

(b) Guarantees / Letter of Credit

The Associate Companies have availed third party limits carved out of the Holding Company limits from Banks for Letters of Credit, Performance Guarantees and other Financial Guarantees facilities (collectively referred to as 'third party guarantees') amounting to ₹ 5,963.42 mn (Previous Year : ₹ 3,108.74 mn). These third party guarantees have been issued by the Holding Company's bankers on behalf of such Associate Companies in the normal course of business after due credit assessments. The Holding Company has also received Counter Guarantees from the respective Associate Companies against such third party guarantees

The Holding Company has carried out a detailed assessment with respect to the current status of each underlying transactions as well as of the cash flow of the Projects undertaken by the Associate Companies as at March 31, 2017. Based on such assessment and confirmation obtained, the Associate Companies would be in a position to honour the attendant obligations, Letters of Credits and consequently there is only a remote possibility of devolvement of any liability on such third party guarantees

(24) CLAIMS AGAINST THE GROUP NOT ACKNOWLEDGED AS DEBTS :

(a) Demands against which appeals have been preferred;

				₹ in million	
As at March 31,	2017		2016		
	JCE	Other Group Companies	JCE	Other Group Companies	
Indirect Tax	51.43	1,308.83	52.47	1,005.08	
Direct Tax	3,588.29	1,545.94	1,662.77	1,061.99	
Third Party	386.93	1,408.25	402.33	4,534.14	

(b) The group has various litigations in respect of its various infrastructure projects with various parties and local authorities. These litigations are on various operational matters for which the respective group companies have been legally advised and the management of these company's believe that there is reasonable probability of success in these matters and do not have any impact on the financial position of the group at this stage

Notes Forming part of the accounts (Contd.)

(25) FINANCE LEASES :

The Group has taken assets under Finance Leases. The values of contractual maturities of such leases are set out below:

₹ in million

Particulars	FY 2017		
	JCE	Others	Total
Gross Investment in Lease	-	332.38	332.38
	(-)	(322.40)	(322.40)
Unearned Finance Income	-	16.72	16.72
	(-)	(23.40)	(23.40)
Present value of Minimum Lease Payments	-	315.66	315.66
	(-)	(299.00)	(299.00)

Gross Investment in Lease and present value of Minimum Lease Payments as at March 31, 2017 for each of the following periods are as follows:

₹ in million

Particulars	Gross Investment in Lease			Net Present Value of MLP		
	JCE	Others	Total	JCE	Others	Total
Less than one year	-	117.72	117.72	-	109.17	109.17
	(-)	(100.20)	(100.20)	(-)	(89.30)	(89.30)
One to five years	-	214.66	214.66	-	206.49	206.49
	(-)	(222.20)	(222.20)	(-)	(209.70)	(209.70)
Later than five years	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)

* Figures in bracketed are for Previous Year

(26) REVENUE FROM OPERATIONS :

(a) Revenue from Operations includes :

₹ in million

Particulars	FY 2017	FY 2016
Infrastructure Services	115,577.55	101,839.98
Financial Services	22,025.50	23,195.35
Other Services	17,324.52	15,575.95
TOTAL	154,927.57	140,611.28

(b) During the year the Group has received specific grant funding amounting to ₹ 1,200.00 mn from Ministry of Environment, Forest and Climate Change towards viability gap funding (i.e immediate financial support). As the grant was awarded for the purpose of giving immediate financial support and not to undertake any specific capital expenditure, the Group has recognised the grant received in the Statement of Profit and Loss for the year

Notes Forming part of the accounts (Contd.)

(27) OPERATING LEASE INCOME :

The Group has entered into Operating Lease arrangements for vehicles, plant and machinery and business centres. The minimum future lease receipts during non-cancellable periods under the foregoing arrangements in the aggregate for each of the following periods is as follows:

Particulars	₹ in million	
	FY 2017	FY 2016
Not later than one year	315.04	203.03
Later than one year and not later than five years	558.61	120.51
Later than five years	-	-

Financial Services Income (Note No 26) includes operating lease income of ₹ 451.23 mn (March 31, 2016 ₹ 403.17 mn) accrued during the year ended March 31, 2017

(28) EMPLOYEE BENEFIT EXPENSES :

Employee Benefit Expense includes:

Particulars	₹ in million	
	FY 2017	FY 2016
Salaries and Allowances	9,913.79	9,337.83
Contribution to Provident Fund and Other Funds	1,201.01	1,399.07
Staff Training and Welfare Expenses	369.42	326.64
TOTAL	11,484.22	11,063.54

(29) BORROWING COSTS :

Borrowing Costs include:

Particulars	₹ in million	
	FY 2017	FY 2016
Borrowing Expense	75,114.97	66,733.64
Other Finance Charges	2,702.91	2,104.54
Less : Group Borrowing Cost Capitalised	(12,660.97)	(13,859.02)
TOTAL	65,156.91	54,979.16

(30) OTHER OPERATING AND ADMINISTRATIVE EXPENSES :

(a) Other Operating and Administrative Expenses include :

Particulars	₹ in million	
	FY 2017	FY 2016
Operating Expenses		
Operation and Maintenance	9,522.61	7,580.47
Programme Implementation	3,017.35	3,220.39
Provision for Overlay Expenses	611.59	1,087.47
Sub Total	13,151.55	11,888.33
Administrative Expenses		
Repairs and Maintenance	957.38	858.02
Rent	1,566.49	1,303.88
Rates and Taxes	560.23	680.76
Travelling and Conveyance	1,020.59	1,091.28
Electricity	521.75	508.87

Notes Forming part of the accounts (Contd.)

₹ in million		
Particulars	FY 2017	FY 2016
Printing and Stationery	104.06	119.38
Communication Expenses	270.44	247.63
Insurance	564.62	588.05
Legal and Consultation	2,339.25	2,575.76
Bad Debts	1,506.22	1,305.29
Other Service Charges	163.12	126.24
Miscellaneous Expenses	4,604.13	3,972.53
	14,178.28	13,377.69
Less: Allocated to Capital Expenditure	(316.35)	(685.88)
Sub Total	13,861.93	12,691.81
Provisions and Contingencies	2,871.88	1,383.60
TOTAL	29,885.36	25,963.74

- (b) The Group has entered into Operating Lease Arrangements of assets. The minimum future lease payments during non-cancellable periods under the foregoing arrangements in the aggregate for each of the following periods is as follows :

₹ in million		
Particulars	FY 2017	FY 2016
Not later than one year	729.63	848.02
Later than one year and not later than 5 years	673.21	671.75
Later than five years	5,383.63	5,857.89

The Operating Lease expense incurred during the year ended March 31, 2017 included in Rent above is ₹ 1,005.09 mn (March 31, 2016 ₹ 895.02 mn)

- (c) Provisions and Contingencies includes :

₹ in million		
Particulars	FY 2017	FY 2016
Provisions for :		
Loans / Assets Written off	1,612.00	241.18
General Contingencies Created	2,097.00	2,300.00
Non-Performing Assets Created	405.81	589.71
Standard Restructured Assets	(13.82)	(5.77)
Other NBFC Prudential Norms	76.19	148.21
Mark to Market on Derivatives	-	(7.17)
(Write Back)/ Provision for Diminution in :		
- Long-term Investments	981.28	260.11
- Current Investments	193.42	85.03
General Contingencies Written Back	(2,480.00)	(1,863.00)
Non-Performing Assets Written Back	-	(364.70)
TOTAL	2,871.88	1,383.60

Notes Forming part of the accounts (Contd.)

(31) TAX EXPENSES :

Particulars	₹ in million	
	FY 2017	FY 2016
Current Tax	5,274.00	7,081.38
Deferred Tax (Net) [Note 6(a) & 15(a)]	(1,941.55)	(1,855.51)
MAT Credit	(81.09)	(506.53)
TOTAL	3,251.36	4,719.34

Tax Expenses includes share of Jointly Controlled Entities ₹ (164.69) mn (Previous Year: ₹ (735.08) mn)

- (32) In accordance with the Accounting Standard on 'Earnings Per Share' (AS – 20), the Basic Earnings Per Share and Diluted Earnings Per Share (EPS) has been computed by dividing the Profit / (Loss) After Tax by number of equity shares for the respective years as under:

Particulars	₹ in million	
	FY 2017	FY 2016
Net Profit for the Year	1,418.34	448.62
Less : Interim Preference Dividend	(1,431.91)	(1,183.28)
Less : Proposed Preference Dividend of Subsidiaries & Jointly Controlled Entities (Minority Interest)	(611.22)	(382.07)
Less : Provision for Dividend Distribution Tax on Preference Shares	(186.66)	(171.39)
Net Loss for the Year attributable to Equity shareholders (₹ in million)	(811.45)	(1,288.12)
Weighted Average Number of Equity Shares	128,403,276	128,403,276
Nominal Value per Share (₹)	10.00	10.00
Basic / Diluted Earnings per share (₹)	(6.32)	(10.03)

(33) RELATED PARTY TRANSACTIONS :

- (a) As per the Accounting Standard on 'Related Party Disclosure' (AS-18) the related parties are as follows :

(i) Investing Parties :

Life Insurance Corporation of India
ORIX Corporation, Japan

(ii) Associates :

Direct :

Ascend Telecom Infrastructure Private Limited (upto December 15, 2016) *
Dighi Port Limited
Dighi Project Development Company Limited
Gorakhpur Expressway Limited (upto November 14, 2016)
IL&FS Engineering & Construction Company Limited
Iridium India Telecom Limited (upto March 22, 2016)
Mangalore SEZ Limited

Notes **Forming part of the accounts** (Contd.)

Indirect :

Bengal Aerotropolis Projects Limited

Canopy Housing & Infrastructure Limited

CGI-8, S.A

Elsamex Infrastructure Company WLL (from July 2, 2015)

Elsamex Road Technology Company Limited

Gujarat Road and Infrastructure Company Limited

Hill County Properties Limited

Investment Trustee Company (Orissa) Private Limited (upto March 30, 2016)

ITNL Toll Management Services Limited

New Tirupur Area Development Corporation Limited

Punjab Biomass Power Limited (upto March 30, 2016)

Ramky Elsamex Hyderabad Ring Road Limited

Sara Fund Trustee Company Private Limited (upto March 30, 2016)

Srinagar Sonamarg Tunnelway Limited

Sociedad Concesionaria Autovia A-4 Madrid

Thiruvananthapuram Road Development Company Limited

Urban Mass Transit Company Limited

Urjankur Shree Datta Power Company Limited

Urjankur Shree Tatyasaheb Kore Warana Power Company Limited

VCS Enterprises Limited (upto February 18, 2016)

Vizag Agriports Private Limited

Warora Chandrapur Ballarpur Toll Road Limited

(iii) (a) Key Management Personnel:

Mr Ravi Parthasarathy, Chairman

Mr Hari Sankaran, Vice Chairman & Managing Director

Mr Arun K Saha, Joint Managing Director & CEO

Mr M M Wagle, Group Chief Financial Officer (from February 23, 2016)

Mr Manu Kochhar, Group Chief Financial Officer (upto February 22, 2016)

Mr Avinash Bagul, Chief Operating Officer and Company Secretary

(b) Transactions with Relatives of KMP

Ms Rhea Parthasarathy

Mrs Vishpala Parthasarathy

* Indirect Associate from December 15, 2016 upto March 30, 2017

Notes Forming part of the accounts (Contd.)

(b) The nature and volume of transactions during the year with the above related parties were as follows :

				₹ in million
Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives	2016-17
INCOME				
Financial Services	-	4,156.09	0.01	4,156.10
Infrastructure Services	-	1,468.24	-	1,468.24
EXPENSES *				
Finance Costs	567.53	(15.97)	-	551.56
Other Operating and Administrative Expenses	0.00	(27.80)	2.04	(25.76)
Remuneration				298.14
Mr Ravi Parthasarathy			116.24	
Mr Hari Sankaran			76.19	
Mr Arun K Saha			72.58	
Mr M M Wagle			20.23	
Mr Avinash Bagul			10.94	
Ms Rhea Parthasarathy			1.96	
Balance as at year ended :				
ASSETS				
Non-current Assets				
Non-current Investments (Preference Shares, Debentures, Bonds)	-	3,124.22	-	3,124.22
Long-term Loans and Advances (Loans, Other Loans & Advances)	-	29,797.04	-	29,797.04
Other Non-current Assets (Interest Accrued on Investments, Loans and Advances)	-	5,180.07	0.64	5,180.71
Current Assets				
Current portion of Long-term Loans and Advances (Loans, Other Loans & Advances)	-	1,478.24	5.39	1,483.63
Short-term Loans and Advances (Loans, Other Loans & Advances)	-	3,939.26	-	3,939.26
Trade Receivables	-	3,702.69	-	3,702.69
Other Current Assets (Interest Accrued on Investments, Loans and Advances)	-	2,518.75	0.10	2,518.85
LIABILITIES				
Share Capital				
Redeemable Cumulative Preference Share (RCPS)	50.00	-	-	50.00
Non-current Liabilities				
Long-term Borrowings (Debentures, Term Loan)	5,400.00	7.57	-	5,407.57
Other Long-term Liabilities (Interest Accrued But Not Due)	-	885.35	-	885.35

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₹ in million

Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives	2016-17
Current Liabilities				
Short-term Borrowings (Short-term Deposit)	-	21.90	-	21.90
Current maturities of Long-term Debt (Inter Corporate Deposits)	50.00	-	-	50.00
Trade Payables	-	829.72	0.12	829.84
Other Current Liabilities (Interest payable, Advances Received, Premium, Security Deposits)	78.79	80.13	0.01	158.93
Transactions during the year :				
Investments made / purchase (including advances)	-	265.00	-	265.00
Investments matured / sold	-	725.18	-	725.18
Long-term / Short-term Loans given (Assets)	-	3,954.97	-	3,954.97
Long-term / Short-term Loans repaid (Assets)	-	2,587.89	-	2,587.89
Long-term / Short-term Loans repaid (Liabilities)	500.00	230.00	-	730.00
Dividend Paid	1.00	-	-	1.00
Guarantees / Letter of Credit	-	5,963.42	-	5,963.42

\$ Transaction during the year excludes reimbursement of expenses with related parties

For Previous Year

₹ in million

Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives	2015-16
INCOME				
Financial Services	-	3,622.95	0.05	3,623.00
Infrastructure Services	2,519.61	1,182.84	-	3,702.45
EXPENSES \$				
Finance Costs	602.94	1.53	-	604.47
Other Operating and Administrative Expenses	0.00	4,407.93	-	4,407.93
Remuneration				314.47
Mr Ravi Parthasarathy			116.67	
Mr Hari Sankaran			80.82	
Mr Arun K Saha			72.96	
Mr Manu Kochhar *			29.42	
Mr M M Wagle **			2.10	
Mr Avinash Bagul			10.94	
Ms Rhea Parthasarathy			1.46	
Mrs Vishpala Parthasarathy			0.10	

Notes Forming part of the accounts (Contd.)

				₹ in million
Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives	2015-16
Balance as at year ended :				
ASSETS				
Non-current Assets				
Non-current Investments (Preference Shares, Debentures, Bonds)	-	4,407.50	-	4,407.50
Long-term Loans and Advances (Loans, Capital Advance, Advance towards Investments, Other Loans & Advances)	-	32,790.49	5.35	32,795.84
Other Non-current Assets (Interest Accrued on Bonds & Debentures)	-	934.13	-	934.13
Current Assets				
Current portion of Long-term Investments (Debentures, Bonds)	-	273.31	-	273.31
Current portion of Long-term Loans and Advances (Loans & Advances)	-	63.78	0.24	64.02
Short-term Loans and Advances (Loans, Other Loans & Advances)	-	3,127.59	0.43	3,128.01
Trade Receivables	-	3,079.85	-	3,079.85
Other Current Assets (Interest Accrued, Income Accrued)	0.45	4,445.92	-	4,446.37
LIABILITIES				
Share Capital				
Redeemable Cumulative Preference Share (RCPS)	50.00	-	-	50.00
Non-current Liabilities				
Long-term Borrowings (Debentures)	5,450.00	-	-	5,450.00
Other Long-term Liabilities (Interest Accrued But Not Due)	-	779.04	-	779.04
Current Liabilities				
Current maturities of Long-term Debt (Debentures)	500.00	-	-	500.00
Trade Payables	-	854.32	-	854.32
Other Current Liabilities (Interest payable, Advances Received, Premium, Security Deposits)	108.72	699.72	-	808.44
Transactions during the year :				
Investments made / purchase (including advances)	-	720.77	-	720.77
Investments matured / sold	9,201.22	40.00	-	9,241.22
Long-term / Short-term Loans given (Assets)	-	9,797.48	0.58	9,798.06

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₹ in million

Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives	2015-16
Long-term / Short-term Loans repaid (Assets)	-	4,688.70	10.13	4,698.83
Long-term / Short-term Loans taken (Liabilities)	500.00	-	-	500.00
Long-term / Short-term Loans repaid (Liabilities)	1,000.00	-	-	1,000.00
Subscription to RCPS	-	-	1.50	1.50
Dividend Paid	126.54	-	0.50	127.04
Guarantees / Letter of Credit	-	3,108.74	-	3,108.74

* Amount for the period April 1, 2015 to February 22, 2016

** Amount from February 23, 2016 to March 31, 2016

\$ Transaction during the year excludes reimbursement of expenses with related parties

(c) Statement of Material Transactions during the year :

₹ in million

Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives
INCOME			
Financial Services			
IL&FS Engineering and Construction Company Limited	-	1,981.54	-
Hill County Properties Limited	-	1,735.15	-
Infrastructure Services			
Gujarat Road and Infrastructure Company Limited	-	464.41	-
Srinagar Sonamarg Tunnelway Limited	-	488.30	-
IL&FS Engineering and Construction Company Limited	-	246.30	-
Thiruvananthapuram Road Development Company Limited	-	231.03	-
Others			
Thiruvananthapuram Road Development Company Limited	-	21.52	-
EXPENSES^{\$}			
Finance Costs			
Life Insurance Corporation of India	567.53	-	-
Balance as at year ended :			
ASSETS			
Non-current Assets			
Non-current Investments			
(Preference Shares, Debentures, Bonds)			
Urjankur Shree Dutta Power Co Limited	-	492.33	-
Urjankur Shree Tatyasaheb Kore Warana Power Company Limited	-	339.85	-
IL&FS Engineering and Construction Company Limited	-	2,278.42	-

Notes Forming part of the accounts (Contd.)

₹ in million			
Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives
Long-term Loans and Advances (Loans, Capital Advance, Advance towards Investments, Other Loans & Advances)			
Hill County Properties Limited	-	13,385.61	-
IL&FS Engineering and Construction Company Limited	-	10,595.76	-
Other Non-current Assets (Interest Accrued on Bonds & Debentures)			
Gujarat Road and Infrastructure Company Limited	-	750.05	-
Hill County Properties Limited	-	1,330.98	-
IL&FS Engineering and Construction Company Limited	-	2,893.01	-
Current Assets			
Current portion of Long-term Loans and Advances (Loans & Advances)			
IL&FS Engineering and Construction Company Limited	-	1,419.90	-
Short-term Loans and Advances (Loans, Other Loans & Advances)			
Dighi Port Ltd	-	1,328.83	-
Thiruvananthapuram Road Development Company Limited	-	1,133.81	-
Srinagar Sonamarg Tunnelway Limited	-	535.00	-
IL&FS Engineering and Construction Company Limited	-	500.85	-
Trade Receivables			
Srinagar Sonamarg Tunnelway Limited	-	2,986.19	-
Other Current Assets (Interest Accrued, Income Accrued)			
Dighi Port Ltd	-	477.03	-
Thiruvananthapuram Road Development Company Limited	-	295.54	-
Srinagar Sonamarg Tunnelway Limited	-	402.61	-
IL&FS Engineering and Construction Company Limited	-	1,265.71	-
LIABILITIES			
Share Capital			
Redeemable Cumulative Preference Share (RCPS)			
ORIX Corporation, Japan	50.00	-	-
Non-current Liabilities			
Long-term Borrowings (Subordinated Debt, Debentures, Inter Corporate Deposits, Covered Warrants)			
Life Insurance Corporation of India	5,450.00	-	-
Other Long-term Liabilities (Interest Accrued But Not Due)			
Srinagar Sonamarg Tunnelway Limited	-	775.65	-
IL&FS Engineering and Construction Company Limited	-	107.08	-

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₹ in million			
Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives
Current maturities of Long-term Debt (Debentures)			
Life Insurance Corporation of India	50.00	-	-
Trade Payables			
IL&FS Engineering and Construction Company Limited	-	815.21	-
Other Current Liabilities (Interest payable, Advances Received, Premium, Security Deposits)			
Life Insurance Corporation of India	78.79	-	-
IL&FS Engineering and Construction Company Limited	-	70.14	-
Transactions during the year :			
Investments made / purchase (including advances)			
IL&FS Engineering and Construction Company Limited	-	265.00	-
Investments matured / sold			
Gujarat Road and Infrastructure Company Limited	-	725.18	-
Long-term / Short-term Loans given (Assets)			
Hill County Properties Limited	-	1,369.71	-
IL&FS Engineering and Construction Company Limited	-	692.51	-
Thiruvananthapuram Road Development Company Limited	-	1,217.75	-
Long-term / Short-term Loans repaid (Assets)			
Thiruvananthapuram Road Development Company Limited	-	1,282.79	-
Hill County Properties Limited	-	817.90	-
IL&FS Engineering and Construction Company Limited	-	400.00	-
Long-term / Short-term Loans taken (Liabilities)			
Life Insurance Corporation of India	500.00	-	-
Long-term / Short-term Loans repaid (Liabilities)			
Life Insurance Corporation of India	1.00	-	-
Guarantees / Letter of Credit			
IL&FS Engineering and Construction Company Limited	-	5,963.42	-

\$ Transaction during the year excludes reimbursement of expenses with related parties

Notes Forming part of the accounts (Contd.)

For Previous Year

₹ in million			
Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives
INCOME			
Financial Services			
IL&FS Engineering and Construction Company Limited	-	1,886.23	-
Hill County Properties Limited	-	1,041.73	-
Infrastructure Services			
Srinagar Sonamarg Tunnelway Limited	-	408.77	-
Thiruvananthapuram Road Development Company Limited	-	216.06	-
Dighi Port Limited	-	211.16	-
ORIX Corporation, Japan	2,519.61	-	-
EXPENSES *			
Finance Costs			
Life Insurance Corporation of India	602.94	-	-
Other Operating and Administrative Expenses			
IL&FS Engineering and Construction Company Limited	-	4,398.83	-
Balance as at year ended :			
ASSETS			
Non-current Assets			
Non-current Investments			
(Preference Shares, Debentures, Bonds)			
IL&FS Engineering and Construction Company Limited	-	2,013.42	-
Ascend Telecom Infrastructure Private Limited	-	1,186.64	-
Long-term Loans and Advances			
(Loans, Capital Advance, Advance towards Investments, Other Loans & Advances)			
Hill County Properties Limited	-	12,006.61	-
IL&FS Engineering and Construction Company Limited	-	11,651.04	-
Other Non-current Assets			
(Interest Accrued on Bonds & Debentures)			
IL&FS Engineering and Construction Company Limited	-	351.48	-
Gujarat Road and Infrastructure Company Limited	-	304.62	-
New Tirpur Area Development Corporation Limited	-	200.00	-
Current Assets			
Current portion of Long-term Investments			
(Debentures, Bonds)			
Gujarat Road and Infrastructure Company Limited	-	273.31	-
Current portion of Long-term Loans and Advances			
(Loans & Advances)			
New Tripur Area Development Corporation Limited	-	63.78	-
Short-term Loans and Advances			
(Loans, Other Loans & Advances)			
Dighi Port Limited	-	1,169.28	-
Thiruvananthapuram Road Development Company Limited	-	830.62	-

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₹ in million			
Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives
Urjankur Shree Tatyasaheb Kore Warana Power Company Limited	-	323.78	-
Trade Receivables			
Srinagar Sonamarg Tunnelway Limited	-	2,589.32	-
Other Current Assets			
(Interest Accrued, Income Accrued)			
IL&FS Engineering and Construction Company Limited	-	2,547.54	-
Ascend Telecom Infrastructure Private Limited	-	825.73	-
Hill County Properties Limited	-	527.60	-
Dighi Port Limited	-	477.03	-
LIABILITIES			
Share Capital			
Redeemable Cumulative Preference Share (RCPS)			
ORIX Corporation, Japan	50.00	-	-
Non-current Liabilities			
Long-term Borrowings			
(Subordinated Debt, Debentures, Inter Corporate Deposits, Covered Warrants)			
Life Insurance Corporation of India	5,450.00	-	-
Other Long-term Liabilities			
(Interest Accrued But Not Due)			
Srinagar Sonamarg Tunnelway Limited	-	775.75	-
Current Liabilities			
Current maturities of Long-term Debt (Debentures)			
Life Insurance Corporation of India	500.00	-	-
Trade Payables			
IL&FS Engineering and Construction Company Limited	-	837.89	-
Other Current Liabilities			
(Interest payable, Advances Received, Premium, Security Deposits)			
Life Insurance Corporation of India	108.72	-	-
IL&FS Engineering and Construction Company Limited	-	673.59	-
Transactions during the year :			
Investments made / purchase (including advances)			
IL&FS Engineering and Construction Company Limited	-	718.20	-
Investments matured / sold			
ORIX Corporation, Japan	9,201.22	-	-
Long-term / Short-term Loans given (Assets)			
Hill County Properties Limited	-	7,426.99	-
IL&FS Engineering and Construction Company Limited	-	1,237.74	-
Long-term / Short-term Loans repaid (Assets)			
Hill County Properties Limited	-	2,331.64	-
IL&FS Engineering and Construction Company Limited	-	2,150.64	-
Long-term / Short-term Loans taken (Liabilities)			
Life Insurance Corporation of India	500.00	-	-

Notes Forming part of the accounts (Contd.)

₹ in million

Nature of Transactions	Investing Parties	Associates	Key Management Personnel and Relatives
Long-term / Short-term Loans repaid (Liabilities)			
Life Insurance Corporation of India	1,000.00	-	-
Subscription to RCPS			
Mr Manu Kochhar	-	-	1.50
Dividend Paid			
Life Insurance Corporation of India	65.08	-	-
ORIX Corporation, Japan	61.46	-	-
Guarantees / Letter of Credit			
IL&FS Engineering and Construction Company Limited	-	3,108.74	-

\$ Transaction during the year excludes reimbursement of expenses with related parties

- (d) Related Party Transactions with individuals owning, directly or indirectly an interest in the voting powers of the Company that gives them control or significant influence over the Company and relatives of any such individual

NIL

- (e) Related Party Transactions with the Company in which Key Management Personnel of the Company are able to exercise significant influence

NIL

(34) SEGMENT REPORTING :

The Group has disclosed Business Segment as the primary segment. The segments have been identified taking into account the nature of the products, the differing risks and returns, the organisational structure and internal reporting system. The categories included in each of the reported business segments are as follows:

(a) Financial Services	– Commercialisation of Infrastructure; Investment Banking including Corporate Finance, Advisory Services, Capital Market Activities and Securities Trading; Venture Capital, Trusteeship Operations and other Financial Services
(b) Infrastructure Services	– Building and operating infrastructure assets like Road, Bridges, Ports, Water and Power Plants, and also includes other related infrastructure activities like Project Consultancy, Environment, Environmental Services, Real Estate and SEZ Development
(c) Others	– Social Infrastructure and Technology Services

Notes Forming part of the accounts (Contd.)

Segment Disclosure for the year ended March 31, 2017

A. Primary Business Segment		₹ in million	
	External	Inter Segment	Total
1 Segment Revenue			
Financial Services	22,025.50	20,524.78	42,550.28
Infrastructure Services	115,577.55	201.10	115,778.65
Others	17,324.52	1,340.13	18,664.65
Group Total	154,927.57	22,066.01	176,993.58
Less: Inter Segment			(22,066.01)
Add : Unallocated Revenue			16,637.67
Consolidated Total			171,565.24
2 Segment Result			
Financial Services			614.21
Infrastructure Services			40,002.16
Others			4,488.73
Total			45,105.10
Add : Unallocated Revenue			16,637.67
Less : Unallocated Expenses			55,565.62
3 Profit Before Tax			6,177.15
Income Tax Expense			(3,251.36)
4 Profit After Tax before Minority Interest and Share of Associates			2,925.79
Minority Interest			(1,443.29)
Share of Associates			(64.16)
5 Profit for the Year			1,418.34
Other Information			
	Segment Assets		Segment Liabilities
Financial Services	245,198.83		328,972.56
Infrastructure Services	715,302.16		62,069.14
Others	33,308.81		6,860.15
Segment Total	993,809.80		397,901.85
Unallocated Assets / Liabilities	50,887.86		571,547.09
	1,044,697.66		969,448.94
	Capital Expenditure	Depreciation & Amortisation	Non Cash Expenditure other than Depreciation
Financial Services	207.65	411.97	2,449.17
Infrastructure Services	67,748.03	10,209.02	2,286.11
Others	1,846.41	1,439.11	255.32
Segment Total	69,802.09	12,060.10	4,990.61
B. Geographical Segment			
	India		Outside India
Revenue	132,459.36		22,468.20
Segment Assets	935,131.85		58,677.95
Capital Expenditure	65,154.30		4,647.79

Notes Forming part of the accounts (Contd.)

For Previous Year

A. Primary Business Segment

₹ in million

	External	Inter Segment	Total
1 Segment Revenue			
Financial Services	23,195.35	16,934.89	40,130.24
Infrastructure Services	101,839.98	308.54	102,148.52
Others	15,575.95	470.34	16,046.29
Group Total	140,611.28	17,713.77	158,325.05
Less: Inter Segment			(17,713.77)
Add : Unallocated Revenue			10,366.84
Consolidated Total			150,978.12
2 Segment Result			
Financial Services			815.10
Infrastructure Services			32,158.76
Others			3,066.87
Total			36,040.73
Add : Unallocated Revenue			10,366.84
Less : Unallocated Expenses			41,199.08
3 Profit Before Tax			5,208.49
Income Tax Expense			(4,719.34)
4 Profit After Tax before Minority Interest and Share of Associates			489.15
Minority Interest			(116.98)
Share of Associates			76.45
5 Profit for the Year			448.62
Other Information			
	Segment Assets		Segment Liabilities
Financial Services	210,854.97		315,254.57
Infrastructure Services	637,943.24		46,004.31
Others	32,008.95		6,480.04
Segment Total	880,807.16		367,738.92
Unallocated Assets / Liabilities	46,329.62		486,971.65
	927,136.78		854,710.57
	Capital Expenditure	Depreciation & Amortisation	Non Cash Expenditure other than Depreciation
Financial Services	119.29	511.81	1,488.89
Infrastructure Services	83,692.54	6,438.25	2,075.06
Others	911.01	1,406.84	214.83
Segment Total	84,722.84	8,356.90	3,778.78
B. Geographical Segment			
	India		Outside India
Revenue	120,334.59		20,276.69
Segment Assets	832,620.34		48,186.82
Capital Expenditure	82,289.87		2,432.97

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(35) The following entities are considered in Consolidated Financial Statements (CFS) :

(a) Subsidiaries :

The Subsidiaries considered in the preparation of the CFS are:

Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
DIRECT :			
Avash Logistic Park Private Limited (upto September 8, 2016)	India	-	100.00
Chattisgarh Highway Development Company Limited	India	74.00	74.00
Chhotagovindpur & Bagbera Drinking Water Supply Project Limited	India	99.90	99.90
IIDC Limited	India	100.00	100.00
IL&FS Airports Limited	India	100.00	100.00
IL&FS Education & Technology Services Limited	India	68.93	68.93
IL&FS Energy Development Company Limited	India	91.61	91.61
IL&FS Environmental Infrastructure & Services Limited	India	96.64	96.52
IL&FS Financial Services Limited	India	100.00	100.00
IL&FS Global Pte Limited	Singapore	100.00	100.00
IL&FS Infrastructure Equity Fund	India	100.00	100.00
IL&FS Investment Managers Limited	India	50.42	50.42
IL&FS Investment Trust – I	India	100.00	100.00
IL&FS Maritime Infrastructure Company Limited	India	90.02	90.02
IL&FS Paradip Refinery Water Limited	India	100.00	100.00
IL&FS Portfolio Management Services Limited	India	95.00	95.00
IL&FS Securities Services Limited	India	81.24	81.24
IL&FS Transportation Networks Limited	India	73.22	73.22
IL&FS Township & Urban Assets Limited	India	100.00	100.00
IL&FS Technologies Limited	India	58.29	58.29
IL&FS Water Limited	India	95.00	95.00
Jharkhand Accelerated Road Development Company Limited	India	74.00	74.00
Khambhat Port Limited	India	95.90	95.90
M P Toll Roads Limited	India	80.00	80.00
Sealand Warehousing Private Limited (upto September 8, 2016)	India	-	100.00
Tamil Nadu Water Investment Company Limited	India	53.85	53.85
INDIRECT :			
Alcantarilla Fotovoltaica S.L.U.	Spain	100.00	100.00
Amravati Chikhli Expressway Limited	India	100.00	100.00
Andhra Pradesh Expressway Limited (upto February 19, 2017)	India	-	100.00
Andhra Pradesh Urban Infrastructure Asset Management Limited (from July 15, 2016)	India	51.00	-

Notes Forming part of the accounts (Contd.)

Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
Antenea Seguridad y Medio Ambiente SAU	Spain	100.00	100.00
Apptex Marketing Services & Solutions Limited	India	100.00	100.00
Area de Servicio Coiros S.L.U.	Spain	100.00	100.00
Area de Servicio Punta Umbria S.L.U.	Spain	100.00	100.00
Avash Logistic Park Private Limited (from September 9, 2016)	India	100.00	-
Badarpur Tollway Operations Management Limited	India	100.00	100.00
Baleshwar Kharagppur Expressway Limited	India	100.00	100.00
Barwa Adda Expressway Limited	India	100.00	100.00
Bhopal e-Governance Limited	India	100.00	100.00
Beasolarta SLU	Spain	100.00	100.00
Etesian Urja Limited (erstwhile Bhojpur Biomass Power Company Limited)	India	100.00	100.00
Bhutan Education City Private Limited (upto April 14, 2016)	Bhutan	-	51.00
Charminar Robopark Limited	India	100.00	100.00
Chenani Nashri Tunnelway Limited	India	100.00	100.00
CISEM – INTEVIA SA	Spain	100.00	100.00
Conservacion Sde Infraestructuras De Mexico SA DE CV	Mexico	96.40	96.40
Control 7, SAU	Spain	100.00	100.00
Chirayu Kath Real Estate Private Limited	India	100.00	100.00
Cuddalore Solar Power Private Limited	India	100.00	100.00
Dakshin Dilli Swachh Initiative Limited	India	100.00	100.00
Devika Buildestate Private Limited	India	100.00	100.00
East Delhi Waste Processing Company Private Limited (Note 2)	India	100.00	100.00
East Hyderabad Expressway Limited	India	74.00	74.00
Elsamex Colombia SAS	Colombia	100.00	100.00
Elsamex Construção e Manutenção LTDA	Brazil	99.99	99.99
Elsamex India Private Limited	India	99.15	99.15
Elsamex Internacional, SLU	Spain	100.00	100.00
Elsamex LLC (upto April 18, 2016)	USA	-	100.00
Elsamex Maintenance Services Limited	India	99.88	99.88
Elsamex Portugal SA	Portugal	70.35	70.00
Elsamex S A	Spain	100.00	100.00
ESM Mantenimiento Integral SA DE CV	Mexico	100.00	100.00
Fagne Songadh Expressway Limited	India	100.00	100.00
Flamingo Landbase Private Limited	India	100.00	100.00
Free Trade Warehousing Private Limited	India	74.00	74.00
Futureage Infrastructure India Limited	India	58.48	58.48
Gift Parking Facilities Limited (upto September 16, 2016)	India	-	100.00
Gujarat Integrated Maritime Complex Private Limited	India	90.00	90.00

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Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
GRICL Rail Bridge Development Company Limited	India	100.00	100.00
Grusamar Albania SHPK	Albania	51.00	51.00
Grusumar Engenharia & Consultoria Brasil LTDA	Brazil	99.99	99.99
Grusumar Ingenieria y Consulting Colombia SAS	Colombia	100.00	100.00
Grusamar India Limited	India	100.00	100.00
Grusamar Ingenieria y Consulting SLU (Grusamar)	Spain	100.00	100.00
Haldia Free Trade Warehousing Private Limited	India	100.00	100.00
Hazaribagh Ranchi Expressway Limited	India	100.00	100.00
IFIN Realty Trust	India	100.00	100.00
IIML Advisors LLC	Mauritius	100.00	100.00
IIML Asset Advisors Limited	India	66.29	51.00
IIML Fund Managers (Singapore) Pte Limited	Singapore	100.00	100.00
I IPL USA LLC	USA	100.00	100.00
IL&FS Asian Infrastructure Managers Limited	India	51.00	51.00
IL&FS AMC Trustee Limited	India	100.00	100.00
IL&FS Capital Advisors Limited	India	100.00	100.00
IL&FS Cluster Development Initiative Limited	India	100.00	100.00
IL&FS Broking Services Private Limited	India	100.00	76.00
IL&FS Global Financial Services (HK) Limited	Hongkong	100.00	100.00
IL&FS Global Financial Services (ME) Limited	UAE	100.00	100.00
IL&FS Global Financial Services (UK) Limited	UK	100.00	100.00
IL&FS Global Financial Services Pte Limited	Singapore	100.00	100.00
IL&FS Wind Projects Development Limited (formerly IL&FS Hydro Energy Limited)	India	100.00	100.00
IL&FS Africa Infrastructure Development Company (from March 30, 2017)	Mauritius	100.00	-
IL&FS IIDC Fund	India	100.00	100.00
IL&FS Infrastructure Equity Fund - I	India	100.00	100.00
IL&FS Infra Asset Management Limited	India	86.61	86.61
IL&FS Investment Advisors LLC	Mauritius	100.00	100.00
IL&FS Investment Trust – IV	India	100.00	100.00
IL&FS Kamal International Container Terminal Limited (upto November 1, 2016)	Tanzania	-	51.00
IL&FS Maritime International FZE	UAE	100.00	100.00
IL&FS Maritime Offshore Pte Limited	Singapore	100.00	100.00
IL&FS Offshore Natural Resources Pte Limited	Singapore	100.00	100.00
IL&FS ORIX Trust	India	100.00	100.00
IL&FS Prime Terminals FZC	Fujairah, UAE	71.84	71.84
IL&FS Rail Limited	India	83.25	79.89
IL&FS Renewable Energy Limited	India	100.00	100.00

Notes Forming part of the accounts (Contd.)

Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
IL&FS Skills Development Corporation Limited	India	80.01	80.01
IL&FS Solar Power Limited	India	100.00	100.00
IL&FS Tamil Nadu Power Company Limited	India	91.38	91.38
IL&FS Urban Infrastructure Managers Limited	India	100.00	100.00
IL&FS Wind Energy Limited (formerly known as Mandvi LNG Terminal Limited)	India	100.00	100.00
Ramgiri Renewable Energy Limited (formerly IL&FS Wind Farms Ltd)	India	100.00	100.00
IL&FS Wind Power Investment Pte Limited (upto March 31, 2017)	Singapore	100.00	100.00
IL&FS Wind Power Management Pte Limited (upto March 31, 2017)	Singapore	100.00	100.00
IL&FS Wind Power Services Limited	India	100.00	100.00
IL&FS Technologies Philippines Inc.	Philippines	100.00	100.00
IMICL Dighi Maritime Limited	India	100.00	100.00
India Tourist & Heritage Village Private Limited	India	100.00	100.00
Integrated Trans Log Development Company Limited	India	100.00	100.00
Kandla Free Trade Warehousing Pvt Ltd (formerly Integrated Warehousing Kandla Project Development Pvt Ltd)	India	100.00	100.00
Inteval-Gestao Integral Rodoviaria SA	Portugal	100.00	100.00
Kohinoor Investment Trust (formerly Investment Square Trust) (upto March 26, 2017)	India	-	100.00
ISSL Market Services Limited (formerly Development Investment Trustee Company Private Limited)	India	100.00	100.00
ISSL Settlement & Transaction Services Limited	India	100.00	100.00
ISSL CPG BPO Private Limited	India	59.18	59.18
ITNL Africa Projects Limited	Nigeria	100.00	100.00
ITNL Infrastructure Developer LLC	UAE	49.00	49.00
ITNL International DMCC (Formerly ITNL International JLT)	UAE	100.00	100.00
ITNL International Pte Limited	Singapore	100.00	100.00
ITNL Offshore Pte Limited	Singapore	100.00	100.00
ITNL Offshore Two Pte Limited	Singapore	100.00	100.00
ITNL Offshore Three Pte Limited	Singapore	100.00	100.00
ITNL Road Infrastructure Development Company Limited	India	100.00	100.00
ITNL Road Investment Trust	India	100.00	100.00
ITL Infrasoftware DMCC	UAE	100.00	100.00
Jharkhand Infrastructure Implementation Company Limited (from October 20, 2015)	India	100.00	100.00
Jharkhand Road Projects Implementation Company Limited	India	100.00	100.00
Jogihali Wind Energy Private Limited	India	100.00	100.00
Kanak Resources Management Limited	India	94.71	94.71

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Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
Karyavattom Sports Facilities Limited	India	100.00	100.00
Khandke Wind Energy Private Limited	India	51.00	51.00
Khed Sinnar Expressway Limited	India	100.00	100.00
Kiratpur Ner Chowk Expressway Limited	India	100.00	100.00
Lalpur Wind Energy Private Limited	India	51.00	51.00
Land Registration Systems, Inc.	Philippines	67.00	67.00
LIVIA India Limited	India	100.00	100.00
Mahidad Wind Energy Private Limited	India	100.00	100.00
Malwa Solar Power Generation Ltd (from February 27, 2017)	India	100.00	-
Mantenimiento y Conservacion de Vialidades SA DE CV	Mexico	64.00	64.00
Maritime International Offshore Pte Limited	Singapore	100.00	100.00
Moradabad Bareilly Expressway Limited	India	100.00	100.00
Mota Layja Gas Power Company Limited	India	100.00	100.00
MP Border Checkpost Development Company Limited	India	74.00	74.00
Nana Layja Power Company Limited	India	100.00	100.00
North Karnataka Expressway Limited	India	100.00	100.00
Park Line LLC (from May 4, 2016)	UAE	51.00	-
Elsamex Vietnam Joint Stock Company (from May 18, 2016)	Vietnam	65.00	-
Patiala Bio Power Company Limited	India	100.00	100.00
Porto Novo Maritime Limited	India	100.00	100.00
Pt Bangun Asia Persada	Indonesia	100.00	100.00
Pt Mantimin Coal Mining	Indonesia	95.00	95.00
Pune Sholapur Road Development Company Limited	India	90.91	90.91
Rajasthan Land Holdings Limited	India	100.00	100.00
Rapid Metro Rail Gurgaon Limited	India	52.42	100.00
Rapid Metro Rail Gurgaon South Limited	India	100.00	100.00
Ratedi Wind Power Private Limited	India	51.00	51.00
Rohtas Bio Energy Limited	India	100.00	100.00
Sabarmati Capital One Limited	India	100.00	100.00
Sabarmati Capital Two Limited	India	100.00	100.00
Saffron Investment Trust	Mauritius	100.00	100.00
Se7en Factor Corporation	Seychelles	100.00	100.00
Sealand Ports Private Limited	India	100.00	100.00
Senalizacion, Viales e Imagen SAU	Spain	100.00	100.00
Sharjah General Services Company LLC	UAE	49.00	49.00
Shendra Green Energy Limited	India	100.00	100.00
Sikar Bikaner Highway Limited	India	100.00	100.00
Sipla Wind Energy Limited	India	100.00	100.00
Skill Training Assessment Management Partners Limited	India	100.00	100.00

Notes Forming part of the accounts (Contd.)

Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
Sealand Warehousing Private Limited (from September 9, 2016)	India	100.00	-
Swayam Swachhta Initiative Limited (from November 16, 2016)	India	51.00	-
RDF Power Projects Limited	India	77.00	77.00
Tadas Wind Energy Private Limited	India	51.00	51.00
Tierra Enviro Limited	India	100.00	100.00
Unique Waste Processing Company Limited	India	100.00	100.00
Vansh Nimay Infraprojects Limited	India	90.00	90.00
Kaze Energy Limited (erstwhile Vaspeth Wind Energy Limited)	India	100.00	100.00
West Gujarat Expressway Limited	India	100.00	100.00
Wind Urja India Private Limited	India	51.00	51.00
Yala Construction Company Private Limited	India	96.03	96.03

Foot Notes:

- The above interest represents direct and indirect holding by the Group
- During the year ended March 31, 2013 the Group held 49% equity stake in EDWPCPL through its investments. Power of Attorney was executed in favour of the Group for 8,161 equity shares representing 51% stake in EDWPCPL. The Group now holds beneficial interest in 16,000 equity shares presenting 100% equity stake in EDWPCPL

(b) Jointly Controlled Entities :

The Company's interests in Jointly Controlled Entities are:

Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
DIRECT :			
Bihar e-Governance Services & Technologies Limited	India	50.00	50.00
Gujarat International Finance Tec-city Company Limited	India	50.00	50.00
Haldia Integrated Development Agency Limited	India	42.54	42.54
IKG Associates	India	40.00	40.00
IL&FS Doc Project Development Fund	India	50.00	50.00
Jharkhand e-Governance Solutions & Services Limited	India	50.00	50.00
Karnataka Enterprise Solutions Limited	India	50.00	50.00
Odisha e-Governance Services Limited	India	50.00	50.00
Road Infrastructure Development Company of Rajasthan Limited	India	50.00	50.00
INDIRECT :			
Assam Power Project Development Company Limited	India	50.00	50.00
Bengal Integrated Infrastructure Development Limited	India	50.00	50.00
Bengal Urban Infrastructure Development Limited	India	50.00	50.00
Bihar Power Infrastructure Company Private Limited	India	50.00	50.00

Notes Forming part of the accounts (Contd.)

Name of the Company	Country of Incorporation	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
Chongqing Yuhe Expressway Company Limited	China	49.00	49.00
Cross Border Power Transmission Limited	India	38.00	38.00
Consorcio de Obras Civiles Conciviles SRL	Dominican Republic	34.00	34.00
Damodar Valley Tourism Development Private Limited	India	50.00	50.00
Future Retail Destination Limited	India	50.00	50.00
Geotecnia y Control De Qualitat SA	Spain	50.00	50.00
Gujarat Industrial Infrastructure Projects Limited	India	50.00	50.00
Gujarat Tourism Opportunity Limited	India	50.00	50.00
Hubballi Dharwad Water Supply Project Ltd (from January 5, 2017)	India	28.88	-
IL&FS Milestone Realty Advisors Private Limited	India	40.00	40.00
Indraprastha Energy & Waste Management Company Limited	India	50.00	50.00
Infrastructure Development Company of Nagaland Private Limited	India	50.00	50.00
Infrastructure Development Corporation of Assam Limited	India	50.00	50.00
Jharkhand Infrastructure Development Corporation Limited	India	50.00	50.00
Jorabat Shillong Expressway Limited	India	50.00	50.00
KSIIDC-IL&FS Project Development Company Limited	India	50.00	50.00
NAM Expressway Limited	India	50.00	50.00
Noida Toll Bridge Company Limited	India	26.37	26.37
Orissa Project Development Company Limited	India	50.00	50.00
ONGC Tripura Power Company Limited	India	26.00	26.00
PDCOR Limited	India	50.00	50.00
Saurya Urja Company of Rajasthan Limited	India	50.00	50.00
South Coast Infrastructure Development Company of Andhra Pradesh Limited	India	50.00	50.00
Standard Chartered IL&FS Management (Singapore) Pte Limited	Singapore	50.00	50.00
Syniverse Technologies (India) Private Limited	India	26.00	26.00
Uttarakhand Infrastructure Projects Company Limited	India	50.00	50.00
Vias y Construcciones, Viacon SRL	Dominican Republic	50.00	50.00

Foot Note: The above interest represents direct and indirect holding by the Group

Notes Forming part of the accounts (Contd.)

(c) Jointly Controlled Operations :

The financial statement of the Jointly Controlled Operations are prepared by the respective operators in accordance with the requirement prescribed by the joint operating agreements of the Jointly Controlled Operations

The Company's interests in Jointly Controlled Operations are :

Name of the Company (Incorporated outside India)	Interest (%) as on March 31, 2017 \$	Interest (%) as on March 31, 2016 \$
INDIRECT :		
UTE Teruel II Elsamex Api	50.00	50.00
Ute Durango Bi (Vizcaya III)	37.50	37.50
UTE Atenea Consulnima	50.00	50.00
UTE Embalse de Flix	50.00	50.00
UTE Linares	50.00	50.00
UTE Rio Alhama	50.00	50.00
Cons.Jose Saldis	34.00	34.00
UTE Corelsa	50.00	50.00
UTE Dair-Intevia	50.00	50.00
UTE Conservación Cádiz (Martín Casillas)	50.00	50.00
UTE Durango II	45.00	45.00
UTE Elsamex- Cauchill Jaen	80.00	80.00
UTE Elsamex- Ibersenal	60.00	60.00
UTE Orense III	50.00	50.00
UTE Coruña III	70.00	70.00
UTE Argentona Elsamex Rubau	50.00	50.00
UTE Elsamex - ITNL	100.00	100.00
UTE SG 2/2008	24.00	24.00
Grusamar – Progescan UTE Areas De Servicio	100.00	100.00
Grusamar Elsamex Atenea UTE Seguridad Vial Murcia	100.00	100.00
UTE Arucas	40.00	40.00
Intevia-Grusamar-Dair UTE Seguridad Vial Bizkaia	70.00	70.00
UTE Abedul Orihuela	25.00	25.00
UTE Abedul Ponferrada	25.00	25.00
UTE Abedul Villavidel	25.00	25.00
UTE Abedul Zamora	25.00	25.00
UTE Almanzora	65.00	65.00
UTE Ap-7 Ondara	60.00	60.00
UTE Arona	60.00	60.00
UTE Asistencia Molinar	52.00	52.00
UTE Atenea-Paymacotas	40.00	40.00
UTE Atenea-Prevecons	55.00	55.00
UTE Camino Santiago	50.00	50.00
UTE Bizcaya BI	37.50	37.50

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Notes Forming part of the accounts (Contd.)

Name of the Company (Incorporated outside India)	Interest (%) as on March 31, 2017 \$	Interest (%) as on March 31, 2016 \$
UTE Cican Ciesm	50.00	50.00
UTE Conservacion Almeria	70.00	70.00
UTE Conservacion Asturias	50.00	50.00
UTE Conservacion Caceres	50.00	50.00
UTE Cordoba	50.00	50.00
UTE Dallas	50.00	50.00
UTE Elsamex-Lujan Alicante	50.00	50.00
UTE Travesía De Hermigua	50.00	50.00
UTE Grusamar-Eyser	50.00	50.00
UTE Grusamar-Intecsa-Inarsa-Atenea	60.00	60.00
UTE Grusumar – Inserco Rambla Retamar	50.00	50.00
UTE Mantenimient De Cuenca	50.00	50.00
UTE Parking Estacion Intermodal	50.00	50.00
UTE SG-2/2011	24.00	24.00
UTE Sur Sevilla	50.00	50.00
UTE Tren Mallorca	80.00	80.00
Consortio Elsamex-Grusamar Ecuador	100.00	100.00
JV Elsamex - Ascon	50.00	50.00
UTE Elsamex - Pulido	50.00	50.00
UTE AP-7 Ondara 2	60.00	60.00
UTE Ciesm - Intevia-Conurma-Esmovilidad	40.00	40.00
UTE Intevia - Getinsa - Ciesa	34.00	34.00
UTE Etiopia 35	100.00	100.00
UTE Sistema tarifario	50.00	50.00
UTE Elsamex-Rebogar	60.00	60.00
UTE Servicios Energeticos de Antequera	30.00	30.00
UTE Burgos Sur	86.00	86.00
UTE Alumbrado Tegueste	50.00	50.00
UTE Avda. de Daganzo	50.00	50.00
UTE Servicios Energeticos las Palmas	50.00	50.00
UTE Jaen Sur	70.00	70.00
UTE Ciesm - Intevia-Dair-Itsak	42.50	42.50
UTE Elsgroup	100.00	100.00
UTE Santiago AP -9	50.00	50.00
UTE Inspeccion Autobuses Lineas Urbanas Murcia	20.00	20.00
UTE Sevilla Este	70.00	70.00
UTE Malaga Norte	70.00	70.00
UTE Arbrat Badalona	50.00	50.00
UTE Acceso Norte	60.00	60.00

Notes Forming part of the accounts (Contd.)

Name of the Company (Incorporated outside India)	Interest (%) as on March 31, 2017 \$	Interest (%) as on March 31, 2016 \$
UTE Piscinas Zamora	60.00	60.00
UTE Elsamex - Lujan Alicante II	50.00	50.00
UTE Seguridad Vial Murcia II	100.00	100.00
UTE Polideportivos Latina	50.00	50.00
UTE Instalaciones Deportivas	60.00	60.00
UTE STM Terres del LEBre	30.00	30.00
UTE Red Viaria Sevilla	70.00	70.00
UTE Piscina Cubierta	50.00	50.00
UTE Servicio Mantenimiento Las Palmas	50.00	50.00
UTE Auditorias Fis Granada	33.33	33.33
Con Interaniño	50.00	50.00
Cons.Carreteras del Sur	60.00	60.00
UTE Etiopia Bure	50.00	-
UTE Etiopia Nekemte	50.00	-
UTE Bialdeko	34.50	-
UTE LCA - Grusamar	50.00	-
UTE EIS Batalla	80.00	-
UTE Piscinas Zomara II	50.00	-
UTE ES Mercadal	50.00	-
UTE Instalaciones del Cloro	50.00	-
UTE Parque Tentengorra	50.00	-
UTE Mar Menor	50.00	-
UTE Osuna	50.00	-
UTE Montes Occidentales de Granada	50.00	-
UTE Recloracion	50.00	-
UTE Ecija	50.00	-

\$ Proportion of Group interest as at December 31, 2016

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Notes Forming part of the accounts (Contd.)

(d) Associates :

Details of the Associates considered for CFS and the ownership interest are as follows :

Name of the Company	Interest (%) as on March 31, 2017	Interest (%) as on March 31, 2016
DIRECT :		
Ascend Telecom Infrastructure Private Limited (upto December 15, 2016) (refer foot note (iv))	-	15.91
Dighi Port Limited	39.37	39.37
Dighi Project Development Company Limited	28.89	28.89
Gorakhpur Expressway Limited (upto November 14, 2016)	-	49.98
Mangalore SEZ Limited	50.00	50.00
INDIRECT :		
Bengal Aerotropolis Projects Limited	9.63	11.71
Canopy Housing & Infrastructure Limited	26.00	26.00
CGI-8, S.A	49.00	49.00
Elsamex Road Technology Company Limited	23.44	23.44
Elsamex Infrastructure Company WLL	44.00	44.00
Gujarat Road and Infrastructure Company Limited	26.81	41.81
ITNL Toll Management Services Limited	100.00	100.00
New Tirupur Area Development Corporation Limited	43.59	43.59
Punjab Biomass Power Limited (upto March 30, 2016)	-	-
Ramky Elsamex Hyderabad Ring Road Limited	26.00	26.00
Srinagar Sonamarg Tunnelway Limited	49.00	49.00
Sociedad Concesionaria Autovia A-4 Madrid	48.75	48.75
Thiruvananthapuram Road Development Company Limited	50.00	50.00
Urban Mass Transit Company Limited	50.00	50.00
Urjankur Shree Datta Power Company Limited	33.34	33.34
Urjankur Shree Tatyasaheb Kore Warana Power Company Limited	33.33	33.33
Vizag Agriport Private Limited	26.00	26.00
Warora Chandrapur Ballarpur Toll Road Limited	35.00	35.00

Foot Notes :

- (i) The above interest represents direct and indirect holding by the Group
- (ii) IECCL and HCPL are not consolidated in the Consolidated Financial Statements for the reasons stated on Note 13(c)
- (iii) The audited Consolidated Financial Statements of one subsidiary namely Elsamex S A have been drawn up to December 31, 2016
- (iv) The company was indirect Associate from December 16, 2016 to March 30, 2017

Notes Forming part of the accounts (Contd.)

(36) The aggregate amount of assets, liabilities, income and expenditure of the Jointly Controlled Entities included in CFS is as follows :

₹ in million		
As at March 31,	2017	2016
Liabilities	52,016.89	48,617.28
Assets	76,675.17	72,882.45

₹ in million		
Particulars	FY 2017	FY 2016
Income	12,422.29	12,269.78
Expenses	9,588.00	9,596.68

(37) The financial position and results of the Companies which became Subsidiaries / ceased to be Subsidiaries during the year are as follows :

(a) Entities which became subsidiaries during the year :

₹ in million				
Name of Company	Total Liabilities	Total Assets	Total Income	Total Expenses
Park Line LLC	193.40	391.60	403.70	203.60
Andhra Pradesh Urban Infrastructure Asset Management Limited	73.69	281.18	51.07	39.63
Swayam Swachhta Initiative Limited	28.63	29.62	-	0.17
IL&FS Africa Infrastructure Development Company	3.45	69.75	-	2.41
Malwa Solar Power Generation Limited	10.00	0.94	-	10.18
Elsamex Vietnam Joint Stock Company	(4.30)	94.20	24.50	57.60

Previous Year

₹ in million				
Name of Company	Total Liabilities	Total Assets	Total Income	Total Expenses
Jharkhand Infrastructure Implementation Company Limited	4.20	365.30	271.50	46.30
Chhotagovindpur & Bagbera Drinking Water Supply Project Limited	207.01	193.66	107.74	106.08
Amravati Chikhli Expressway Limited	52.90	1,758.90	1,735.70	221.20
Fagne Songadh Expressway Limited	33.80	1,317.40	1,313.00	168.30
ITNL Infrastructure Developer LLC	(14.10)	6.90	-	15.60
GRICL Rail Bridge Development Company Limited	13.50	47.20	-	-
Rajasthan Land Holdings Limited	(21.20)	292.40	0.10	0.20
Flamingo Landbase Private Limited	0.70	110.90	-	-
Devika Buildestate Private Limited	(1.90)	75.90	-	-
Chirayu Kath Real Estate Private Limited	0.20	268.10	-	-
Dakshin Dilli Swachh Initiatives Limited	303.87	195.19	0.44	2.46
Grusumar Ingenieria y Consulting Colombia SAS [#]	-	-	-	-
Elsamex Colombia SAS [#]	-	-	-	-

Note: # Subsidiaries are yet to commence operations

Notes Forming part of the accounts (Contd.)

- (b) Financial Results of Entity that ceased to be subsidiary for the period from April 1, 2016 up to the date of cessation:

Current Year :

Name of Company	₹ in million	
	Income	Expenses
Bhutan Education City Private Limited	-	-
Gift Parking Facilities Limited	-	-
Kohinoor Investment Trust (formerly Investment Square Trust)	-	-
IL&FS Wind Power Investment Pte Limited	-	(2.36)
IL&FS Wind Power Management Pte Limited	-	(1.97)
IL&FS Kamal International Container Terminal Limited	-	-
Eslamex LLC	-	-
Andhra Pradesh Expressway Limited	1,313.34	1177.27

Previous Year

Name of Company	₹ in million	
	Income	Expenses
IL&FS Trust Company Limited	405.21	210.49
ITTIL (FZC), Sharjah	2.62	3.35

(38) DISCLOSURE IN TERMS OF ACCOUNTING STANDARD (AS) 7 – CONSTRUCTION CONTRACTS

Particulars	₹ in million	
	FY 2017	FY 2016
Contract Revenue Recognised for the Year	1,619.42	1,332.25

As at March 31,	₹ in million	
	2017	2016
Aggregate amount of cost incurred and recognized profit	22,412.86	17,067.58
Advances Received	303.99	-
Retention Money	212.29	7.03
Gross amount due from customers for contract work, disclosed as asset	947.24	171.01
Gross amount due to customers for contract work, disclosed as liability	-	-

Notes

Forming part of the accounts (Contd.)

(39) SERVICE CONCESSION ARRANGEMENTS (SCA) :

(i) Significant terms of the Service Concession Arrangements (SCA) of the Group are provided below. These have been used for accounting of SCA by the Group

1	Group Entity	Park Line LLC	Baleshwar Kharagpur Expressway Limited	Charminar Robo Park Limited	Chenani Nashri Tunnelway Limited	Chongqing Yuhe Expressway Company Limited	East Hyderabad Expressway Limited
2	Project	Car Parking Project	Baleshwar Kharagpur Road	Charminar Robo Park Project	Chenani Nashri Tunnel Project	Chongqing Yuhe Expressway China	Hyderabad Outer Ring Road Project
3	Nature of Asset	Intangible	Intangible	Intangible	Financial	Intangible	Financial
4	Year when SCA Granted	2016	2012	2012	2010	2002	2007
5	Period	30 Years	24 years	30 years	20 years	30 Years	15 years
6	Extension of Period	Nil	NA	NA	NA	NA	NA
7	Stage of Completion	Under Construction	Completed	Under Construction	Completed	Completed	Completed
8	Premature Termination	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations
9	Special Terms	Nil	Nil	Nil	Nil	Nil	Nil

1	Group Entity	Gujarat Road and Infrastructure Company Limited		Hazaribagh Ranchi Expressway Limited	IL&FS Environmental Infrastructure and Services Limited		
2	Project	Vadodara Halol Road Project	Ahmedabad Mehsana Road Project	Hazaribagh Ranchi Road Project	Okhla - 200 TOD	Solid Waste Management Compost Plant - Mettupalayam	Solid Waste Management Compost Plant - Udumalpet
3	Nature of Asset	Intangible	Intangible	Financial	Intangible	Intangible	Intangible
4	Year when SCA Granted	1998	1999	2009	2007	2007	2007
5	Period	30 years	30 years	18 years	25 Years	20 Years	10 Years
6	Extension of Period	2 years at a time	2 years at a time	NA	On the mutually agreed time period, terms and conditions	No	No
7	Stage of Completion	Completed	Completed	Completed	Completed	Completed	Completed
8	Premature Termination	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	Force Majeure or on event of default by either party	Nil	Nil
9	Special Terms	The concession agreement guarantees 20% return. In case if designated return is not achieved within 30 years, the tenure of the concession period will extend by 2 years at a time	The concession agreement guarantees 20% return. In case if designated return is not achieved within 30 years, the tenure of the concession period will extend by 2 years at a time	Nil	Nil	Nil	Nil

Notes

Forming part of the accounts (Contd.)

1	Group Entity	IL&FS Environmental Infrastructure and Services Limited				ITNL Road Infrastructure Development Company Limited	N.A.M Expressway Limited
2	Project	Solid Waste Management Compost Plant – Erode	Solid Waste Management Compost Plant - Coonnor	Solid Waste Management Compost Plant - Pollachi	Solid Waste Management Compost Plant - Trichy	The Beawar Gomti Road Project (Refer Note 1)	Narketpally Appanki Project
3	Nature of Asset	Intangible	Intangible	Intangible	Intangible	Intangible	Intangible
4	Year when SCA Granted	2007	2007	2007	2008	2009	2010
5	Period	20 Years	20 Years	20 Years	20 Years	30 years	24 Years
6	Extension of Period	No	No	No	No	NA	NA
7	Stage of Completion	Completed	Completed	Completed	Completed	Completed / Under Construction (Refer Note 1)	Completed
8	Premature Termination	Nil	Nil	Nil	Nil	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations
9	Special Terms	Nil	Nil	Nil	Nil	Nil	Nil

Note 1	Date of Award	Date of Completion
Beaware to Gomti - 2 lane	April 01, 2009	August 25, 2010
Beaware to Gomti - Additional 2 lane	April 01, 2009	Under Construction

1	Group Entity	Jorabat Shillong Expressway Limited	Karyavattam Sports Facilities Limited	Kiratpur Ner Chowk Expressway Limited	Moradabad Bareilly Expressway Limited	MP Border Checkpost Development Company Limited	Jharkhand Road Projects Implementation Company Limited
2	Project	Jorabat Shillong Project	Karyavattam Sports Facilities Project	Kiratpur Ner Chowk Project	Moradabad Bareilly Road Project	MP Border Checkpost Project	Jharkhand Accelerated Road (Refer Note 2)
3	Nature of Asset	Financial	Intangible/ Financial	Intangible	Intangible	Intangible	Financial
4	Year when SCA Granted	2010	2012	2012	2010	2010	Refer Note 2
5	Period	20 years	15 years	28 Years	25 years	12.5 years	Refer Note 2
6	Extension of Period	NA	NA	NA	As per condition mentioned in Concession Agreement	As per condition mentioned in Concession Agreement	Refer Note 2
7	Stage of Completion	Completed	Completed	Under Construction	Completed	Under Construction and partly operational (19 out of 24 check posts)	Refer Note 2
8	Premature Termination	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations
9	Special Terms	Nil	Nil	Nil	Nil	Nil	Nil

Note 2	Ranchi Ring Road Project	Ranchi Patratu Dam Road Project	Patratu Dam Ramgarh Road Project	Adityapur Kandra Road Project	Chaibasa Kandra Chowka Road Project
Year when SCA granted	2009	2009	2009	2011	2011
Period	17.5 years	17.5 years	17.5 years	15.75 years	17.5 years
Extension of period	At the discretion of grantor	At the discretion of grantor	Extended upto June 30,2014	Extended upto January 31,2013	Extended upto March 31,2015
Status	Completed	Completed	Completed	Completed	Completed

1	Group Entity	North Karnataka Expressway Limited	Pune Sholapur Road Development Company Limited	Rapid Metro-rail Gurgaon Limited	Rapid Metro-rail Gurgaon South Limited	Sikar Bikaner Highway Limited	West Gujarat Expressway Limited	Warora Chandrapur Ballarpur Toll Road Limited
2	Project	North Karnataka Expressway Project	Pune Sholapur Road Project	Gurgaon Metro Rail Link	Gurgaon Metro Rail South Extension	Sikar Bikaner Highway Project	Jetpur-Rajkot Gondal Road Project	Warora Chandrapur Ballarpur Road Project
3	Nature of Asset	Financial	Intangible	Intangible	Intangible	Intangible	Intangible	Intangible
4	Year when SCA Granted	2001	2009	2009	2013	2012	2005	2010
5	Period	17.5 Years	19 years and 295 days	99 Years	98 years	25 years	20 years	30 years
6	Extension of Period	NA	NA	NA	NA	As per condition mentioned in concession agreement	NA	NA
7	Stage of Completion	Completed	Completed	Completed	Completed	Completed	Completed	Completed
8	Premature Termination	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations
9	Special Terms	Nil	Nil	Nil	Nil	Nil	The Company has agreed to provide NHAI cash payment of cumulative sum equal to ₹ 2,800 mn and NHAI agree to provide the company cash support by way of Grant cumulative sum equal to ₹ 400 mn	Nil

1	Group Entity	Amravati Chikhli Expressway Limited	Fagne Songadh Expressway Limited	Thiruvananthapuram Road Development Company Limited	Srinagar Sonamarg Tunnelway Limited	Jharkhand Infrastructure Implementation Company Limited	GRICL Rail Bridge Development Company Limited	Land Registration Systems, Inc., (Philippines)	Bhopal e-Governance Limited
2	Project	Amravati Chikhli Road Project	Fagne Songadh Road Project	Thiruvananthapuram City Road Project (Refer Note 3)	Srinagar Sonamarg Tunnel Project	Ranchi Ring Road Project (Section VII)	G-ROB	Land Titling Computerization Project	WEB GIS Project
3	Nature of Asset	Intangible	Intangible	Financial	Financial	Financial	Financial	Intangible	Intangible
4	Year when SCA Granted	2015	2015	Refer Note 3	2015	2015	2015	2000	2013
5	Period	19 Years	19 years	Refer Note 3	20 years	17.5 years	17.5 Years	10 years	5 years
6	Extension of Period	NA	NA	NA	NA	At the discretion of Grantor	NA	At the discretion of Grantor	At the discretion of Grantor
7	Stage of Completion	Under Construction	Under Construction	Completed	Under Construction	Under Construction	Under Construction	Partly under Construction but substantially operative	Partly under Construction but substantially operative
8	Premature Termination	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	Force Majeure or on event of default by either party	Force Majeure or on event of default by either party
9	Special Terms	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

Note 3

Projects	Phase I	Phase II	Phase III
Year when SCA granted	2004	2004	2009
Period	17.5 Years	17.5 Years	17.5 Years

1	Group Entity	Noida Toll Bridge Company Limited	Khed Sinnar Expressway Ltd	Barwa Adda Expressway Ltd	Road Infrastructure Development Company of Rajasthan Limited		
2	Project	Delhi Noida Bridge Project	Khed Sinnar Expressway project	Barwa Adda Expressway project	Phase I (Refer Note 4)	Phase II (Refer Note 4)	Phase III (Refer Note 4)
3	Nature of Asset	Intangible	Intangible	Intangible	Intangible	Intangible	Intangible
4	Year when SCA Granted	1997	2013	2013	2005	2008, 2010 and 2011	2012
5	Period	30 years	20 years	20 years	32 Years	32 Years	32 Years
6	Extension of Period	Draft proposal approval (subject to approval by NOIDA & Shareholders) for terminating the concession & handing over the bridge on March 31, 2031 and freezing the amount payable as on 31st March 2011	NA	NA	No	No	No
7	Stage of Completion	Completed	PCOD received w.e.f. 31/1/2017 for 104.636 kms out of 137.86 kms	Under Construction	Completed	Completed	Completed
8	Premature Termination	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	On force majeure event or parties defaulting on their obligations	Force Majeure	Force Majeure	Force Majeure
9	Special Terms	The concession agreement guarantees 20% return. In case if designated return is not achieved within 30 years, the tenure of the concession period will extend by 2 years at a time	Nil	Nil	Nil	Nil	Nil

Note 4

Phase I	Date of commencement of Commercial Operations	Phase II	Date of commencement of Commercial Operations	Phase III	Date of Completion
Phalodi to Pachpadra (PR-1)	June 15, 2007	Alwar to Bhiwadi	January 21, 2012	Mathura to Bhadoti	Under Construction
Pachpadra to Ranji Ki Gol (PR-2)	28-Dec-2007 and 08-Sep-2008	Hanumangarh to Sangria	November 01, 2011	Rawatsar-Nohar-Bhadra	Under Construction
Hanumangarh to Ratangarh (HK-1)	February 28, 2008	Arjunsar to Pallu	February 18, 2012		
Ratangarh to Kishangarh (HK-2)	February 28, 2008	Jhalawar to Jhalawar Road	September 27, 2012		
Alwar to Sikandra (AS)	August 31, 2008	Khushkheda to Kasola Chowk	July 02, 2013		
Lalsot to Kota (LJ-1)	15-Dec-08 and 08-Nov-09	Jhalawar to Ujjain	December 15, 2013		
Baran to Jhalawar (LJ-2)	April 15, 2008				

Notes **Forming part of the accounts** (Contd.)

- (ii) One of the Group's overseas Subsidiary, its Subsidiaries and its Joint Ventures have entered into SCAs for construction and operation and maintenance of five gas stations in Spain and for the construction and operation and maintenance of a road project in Spain with the respective Government authorities

The period and other terms for which the SCAs have been granted are as under :

Project	Date of SCA	Status	Operations and Maintenance Period	Extension of Period
Orihuela Gas Station	2001	Construction completed	29 years	At the discretion of granter
Villavidel Gas Station	2001	Construction completed	44 years	At the discretion of granter
Zamora Gas Station	2002	Construction completed	46 years	At the discretion of granter
Ponferrada Gas Station	2004	Construction completed	46 years	At the discretion of granter
Coiros Gas Station	2004	Construction completed	39 years	At the discretion of granter
A4 Road	2007	Construction completed	19 years	At the discretion of granter
Area de servicio Punta Umbria	2010	Construction completed	30 years	At the discretion of granter
Alcantarilla Fotovoltaica, S.L.U.	2010	Construction completed	30 years	At the discretion of granter
Ramky Elsamex Hyderabad	2007	Construction completed	15 years	At the discretion of granter

Maintenance activities for the gas stations and road project include routine operating and maintenance as well as periodic overhauling and refurbishment to maintain the stations to the defined standards. In consideration for performing its obligations under the SCA, the Group is entitled to compensation from the oil companies computed at a predefined proportion of the sale of products at the gas stations and in the form of a "shadow toll" based on the units of usage i.e. the number of vehicles using the road in respect of road project

- (40) The Programme Development Agreement ("PDA") signed by the Group with the Government of Chhattisgarh ("GoCG") expired on January 28, 2010 and an extension sought by the Group has not been given by the GoCG. The Group has claimed reimbursement of project development expenditure as per the provisions of the PDA and the matter is under arbitration. The Group is of the view that the reimbursement claim of project development expenditure of ₹ 107.85 mn is good and recoverable as at March 31, 2017
- (41) An associate company has not received confirmation for balances from three related parties for trade receivables aggregating ₹ 223.25 mn and trade payable & other liabilities aggregating to ₹ 2,365.52 mn. As per the associate's management, the transactions entered with these parties and the year-end balances as per the books of accounts reconciles with the relevant underlying records and there will be no significant impact in respect of these unconfirmed balances on their financial statements. These parties are not related parties of the Group
- (42) Pursuant to the order of the High Court of Allahabad, the collection of user fee at one Jointly Controlled Entity has been suspended since October 26, 2016 and the matter is pending with the Hon'ble Supreme Court. Based on the legal opinion and the reliance of the Board of the jointly controlled entity on the provisions of the Concession Agreement (relating to compensation and other recourse) the jointly controlled entity is confident that the underlying value of the Intangible asset and other assets aggregating ₹ 1,573.68 mn are not impaired and useful life of Intangible asset remains intact i.e. upto March 31, 2031. Accordingly, amortization has been recognised over the balance useful life using straight line method of amortisation
- (43) Pursuant to the Scheme of Arrangement and Amalgamation between two foreign subsidiary companies of the Group approved by their respective shareholders and creditors ('the Scheme') and by the Supreme Court of Mauritius on April 26, 2017 with an Appointed Date of January 1, 2017, the subsidiary company has taken over the assets and liabilities of the other subsidiary company and adjusted intangible assets of ₹ 985.01 mn (USD 14.50 mn) against its retained earnings as on the Appointed Date instead of debiting the same to the Statement of Profit and Loss as per provisions of Accounting Standard 26. The Scheme has become effective pursuant to filing of the Scheme by the subsidiary with the Financial Services Commission ('FSC'), Mauritius and Registrar of Company, Mauritius on May 9, 2017

Notes **Forming part of the accounts** (Contd.)

- (44) In respect of the Group's checkpoint project in one of its subsidiary company, due to material defaults on part of the Authority as per Concession Agreement causing losses to the subsidiary company, it has sent a notice to the Authority to cure the defaults within 90 days, failing which the subsidiary company would take necessary actions as per the provisions of the said Concession Agreement, including termination of the Concession. Based on the technical and legal opinion by Independent Experts, the expected present value of future cash flows would be sufficient to cover the net book value of the Intangible Asset of ₹ 10,469.60 mn and consequently no impairment provision is warranted
- (45) During the year Group has filed a claim of ₹ 13,400 mn with the Concession Authority for one of its checkpoint project towards compensation for increase in direct costs and revenue loss due to extension in the construction period. The Group had also filed claim of ₹ 1,560 million loss towards non-collection of parking charges and loading/ unloading charges due to the inaction by the State Authorities as in regard diversion of the identified overloaded vehicles to the parking areas in current year as well as previous years. Based on the technical and legal opinion by an Independent Expert, the Group on conservative basis have recognised claim of an amount ₹ 5,947.40 mn in its books of account
- (46) The Group has exposure in investment, loans and interest accrued from one borrower company group, wherein the Group has contested issue of shares to promoters, to the National Company Law Tribunal. The promoters have in principle assured to reinstate percentage holding of the Group
- The Group is also in discussion with the borrower company group promoters for expediting the recovery of all outstanding dues including interest to the Group. The total debt exposure as per books is ₹ 2,188.06 mn. The borrower company group has provided updates from joint lenders forum and the outstanding balances are considered good for recovery as the Group has established adequate legally enforceable rights towards recovery of their dues based on legal advice
- (47) The Group is eligible for Viability Gap Funding (VGF or grant or Capital grant) from Solar Energy Corporation of India ("SECI") amounting to ₹ 961.98 mn under the Jawaharlal Nehru National Solar Mission (JNNSM) scheme of SECI for implementation of Solar Power projects. The VGF is provided on the condition that the Group will operate the plant for a period of 25 years. The Group has recognised the capital grant as other current liabilities and amortised over a 25 year period
- (48) The Joint Venture Entity in the Group is eligible to receive grant from SECI under the JNNSM scheme of SECI for development of Solar parks. The Capital Grant includes the Group share of Grant amounting to ₹ 251.25 mn and balance would be received based on specified milestones

Notes Forming part of the accounts (Contd.)

(49) (a) Disclosure as per Schedule III of the Companies Act, 2013 related to Consolidated Financial Statements

Name of the entity	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (₹ in million)	As % of Consolidated Profit or Loss	Amount (₹ in million)
Infrastructure Leasing & Financial Services Limited	17.14	64,212.89	50.81	3,826.65
Subsidiaries				
Indian				
IL&FS Financial Services Limited	6.42	24,071.24	27.72	2,087.81
IL&FS Capital Advisors Limited	0.03	101.90	0.22	16.63
IFIN Realty Trust	0.18	666.44	(0.39)	(29.52)
IL&FS Infrastructure Equity Fund - I	0.42	1,559.09	(0.29)	(21.79)
IL&FS ORIX Trust #	0.00	0.01	(0.00)	(0.00)
IL&FS Infra Asset Management Limited	0.08	290.24	1.52	114.80
IL&FS AMC Trustee Limited	0.00	0.42	0.00	0.11
IL&FS Broking Services Private Limited	0.04	132.45	(0.21)	(16.13)
IL&FS Investment Managers Limited	0.39	1,478.54	3.18	239.70
IL&FS Asian Infrastructure Managers Limited	0.02	63.31	0.03	2.43
IL&FS Urban Infrastructure Managers Limited	0.04	166.01	0.06	4.21
IIML Asset Advisors Limited	0.04	136.30	0.21	15.52
IL&FS Securities Services Limited	0.77	2,893.05	6.77	510.19
ISSL Settlement & Transaction Services Limited	0.07	246.44	0.51	38.25
ISSL CPG BPO Private Limited	0.01	32.27	0.11	8.16
ISSL Market Services Limited	0.00	8.98	(0.21)	(15.81)
IL&FS Airports Limited	0.17	620.20	(0.10)	(7.70)
IL&FS Education & Technology Services Limited	0.68	2,536.84	2.75	207.28
IL&FS Cluster Development Initiative Limited	0.14	527.32	0.07	5.20
IL&FS Skills Development Corporation Limited	0.17	643.17	0.71	53.67
Skill Training Assessment Management Partners Limited	0.01	47.17	(0.01)	(0.60)
Apptex Marketing Services & Solution Limited	0.00	7.20	0.09	6.62
IL&FS Energy Development Company Limited	13.47	50,462.88	9.32	702.19
IL&FS Renewable Energy Limited	0.84	3,147.78	(20.52)	(1,545.32)
Etesian Urja Limited (formerly Bhojpur Biomass Power Company Limited)	0.29	1,074.11	(0.70)	(52.99)
East Delhi Waste Processing Company Private Limited	0.53	1,985.14	12.41	934.61
Shendra Green Energy Limited	(0.15)	(580.30)	(1.07)	(80.26)
IL&FS Solar Power Limited	(0.00)	(6.50)	(0.01)	(0.47)
Ratedi Wind Power Private Limited	0.51	1,900.48	0.58	43.53
Ramagiri Renewable Energy Limited (Formerly IL&FS Wind Farms Limited)	(0.01)	(31.01)	(2.38)	(179.08)
SIPLA Wind Energy Limited	(0.02)	(70.06)	(0.93)	(70.01)
Patiala Bio Power Company Private Limited	(0.01)	(25.07)	(0.23)	(17.03)
Rohtas Bio Energy Private Limited	(0.00)	(11.36)	(0.10)	(7.82)
Tadas Wind Energy Private Limited	0.91	3,408.55	(1.25)	(94.03)
Kaze Energy Limited (formerly Vaspeth Wind Energy Limited)	(0.00)	(3.81)	(0.05)	(4.13)
Cuddalore Solar Power Private Limited	(0.00)	(3.13)	(0.00)	(0.10)
IL&FS Wind Power Services Limited	0.01	27.74	0.02	1.45
Mahidad Wind Energy Private Limited	(0.02)	(86.98)	(1.12)	(84.09)

Notes Forming part of the accounts (Contd.)

Name of the entity	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (₹ in million)	As % of Consolidated Profit or Loss	Amount (₹ in million)
Jogihali Wind Energy Private Limited	(0.02)	(85.32)	(1.12)	(84.38)
Nana Layja Power Company Limited	(0.00)	(6.46)	(0.25)	(18.87)
IL&FS Wind Projects Development Limited	(0.15)	(544.24)	(7.15)	(538.88)
Wind Urja India Private Limited	0.22	807.48	(0.40)	(30.27)
Lalpur Wind Energy Private Limited	1.00	3,755.23	0.35	26.60
Khandke Wind Energy Private Limited	0.67	2,528.87	2.66	200.55
Mota Layja Gas Power Company Limited	0.00	4.94	0.06	4.62
IL&FS Wind Energy Limited (formerly known as Mandvi LNG Terminal Limited)	1.10	4,135.00	(9.82)	(739.47)
IL&FS Tamil Nadu Power Company Limited	9.19	34,440.93	15.00	1,129.80
IL&FS Environmental Infrastructure & Services Limited	0.31	1,151.18	(3.48)	(261.90)
Kanak Resources Management Limited	0.06	226.24	0.17	12.73
Dakshin Dilli Swachh Initiative Limited	0.05	173.89	0.46	34.98
Unique Waste Processing Company Limited	0.00	18.47	(0.13)	(9.59)
Tierra Enviro Limited	0.01	42.59	0.01	0.78
RDF Power Projects Limited	0.18	665.01	(0.17)	(12.72)
IIDC Limited	0.09	354.18	(1.30)	(97.66)
IL&FS Maritime Infrastructure Company Limited	0.79	2,976.12	(13.89)	(1,046.37)
IMICL Dighi Maritime Limited	0.50	1,880.75	(0.13)	(9.77)
Porto Novo Maritime Limited	0.23	875.86	2.34	176.48
IL&FS Kamal International Container Terminal Limited #	-	-	-	-
India Tourist & Heritage Village Private Limited	(0.04)	(144.62)	(0.10)	(7.21)
Gujarat Integrated Maritime Complex Private Limited	0.28	1,036.19	(0.17)	(12.66)
IL&FS Township & Urban Assets Limited	(0.39)	(1,465.69)	(11.03)	(831.09)
Sabarmati Capital One Limited	(0.09)	(345.26)	4.84	364.90
Sabarmati Capital Two Limited	(0.17)	(652.34)	(6.89)	(518.73)
IL&FS Technologies Limited	0.83	3,118.84	2.10	157.89
Bhopal e-Governance Limited	0.00	6.26	(0.75)	(56.67)
LIVIA India Limited	(0.10)	(371.33)	0.24	18.15
IL&FS Infrastructure Equity Fund	0.00	2.37	(0.00)	(0.03)
Chhattisgarh Highway Development Company Limited	0.02	82.67	(0.05)	(3.51)
Chhotagovindpur & Bagbera Drinking Water Supply Project Limited	0.00	7.24	0.06	4.79
IL&FS Investment Trust - I	0.00	7.93	(0.00)	(0.08)
IL&FS Paradip Refinery Water Limited	0.13	473.75	(0.82)	(61.82)
IL&FS Portfolio Management Services Limited	0.01	40.18	(0.19)	(14.66)
IL&FS Water Limited	0.03	108.28	0.45	33.83
Jharkhand Accelerated Road Development Company Limited	0.03	108.10	0.05	3.85
Khambhat Port Limited	(0.00)	(8.89)	(0.03)	(2.33)
M P Toll Roads Limited #	(0.04)	(138.38)	(0.00)	(0.13)
Tamil Nadu Water Investment Company Limited #	0.43	1,615.37	0.06	4.47
IL&FS Investment Trust - IV	(0.00)	(0.09)	0.00	0.13
Avash Logistic Park Private Limited	0.21	786.95	(0.00)	(0.36)
Sealand Ports Private Limited	0.29	1,072.52	(0.00)	(0.23)

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Name of the entity	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (₹ in million)	As % of Consolidated Profit or Loss	Amount (₹ in million)
Sealand Warehousing Private Limited	0.03	101.95	0.01	0.41
IL&FS Transportation Networks Limited	11.53	43,206.31	23.83	1,794.73
East Hyderabad Expressway Limited	0.18	669.55	(2.06)	(155.10)
ITNL Road Infrastructure Development Company Limited	0.03	109.54	(5.86)	(441.16)
IL&FS Rail Limited	2.42	9,049.17	0.32	23.99
Rapid MetroRail Gurgaon Limited	0.78	2,913.73	(17.29)	(1,302.14)
Rapid MetroRail Gurgaon South Limited	2.15	8,055.32	2.95	222.07
Vansh Nimay Infraprojects Limited	(0.19)	(700.62)	8.55	643.96
ITNL Road Investment Trust	0.23	868.23	3.35	252.14
West Gujarat Expressway Limited	(0.26)	(958.97)	(4.57)	(344.47)
Hazaribagh Ranchi Expressway Limited	(0.09)	(341.29)	(4.42)	(332.59)
Pune Sholapur Road Development Company Limited	1.29	4,821.95	(8.00)	(602.68)
Moradabad Bareilly Expressway Limited	2.19	8,212.53	(11.18)	(841.95)
Jharkhand Road Projects Implementation Company Limited	0.36	1,358.88	(10.51)	(791.29)
Chenani Nashri Tunnelway Limited	1.15	4,317.78	(17.76)	(1,337.97)
MP Border Checkpost Development Company Limited	0.61	2,270.37	32.47	2,445.66
North Karnataka Expressway Limited	0.38	1,412.18	1.60	120.74
Kiratpur Ner Chowk Expressway Limited	1.78	6,680.29	8.15	613.52
Baleshwar Kharagpur Expressway Limited	0.44	1,657.79	(7.15)	(538.87)
Sikar Bikaner Highway Limited	1.16	4,333.81	(3.46)	(260.46)
Khed Sinnar Expressway Limited	1.69	6,350.44	(0.40)	(29.98)
Barwa Adda Expressway Limited	0.85	3,167.98	15.75	1,186.12
Karyavattom Sports Facilities Limited	0.12	440.69	(2.54)	(191.61)
Futureage Infrastructure India Limited	0.00	7.19	(0.21)	(15.54)
Charminar RoboPark Limited	0.00	0.18	(0.78)	(58.49)
Andhra Pradesh Urban Infrastructure Asset Management Limited	0.06	207.49	0.10	7.49
IL&FS Africa Infrastructure Development Company	0.02	65.80	(0.03)	(2.13)
Amravati Chikhli Expressway Limited	0.05	173.70	(0.02)	(1.37)
Andhra Pradesh Expressway Limited #	-	-	0.16	11.79
Fagne Songadh Expressway Limited	0.12	431.73	3.92	295.62
Jharkhand Infrastructure Implementation Company Limited	0.17	634.65	2.46	185.42
Rajasthan Land Holdings Limited	(0.01)	(41.17)	(0.21)	(15.59)
Flamingo Landbase Private Limited	(0.00)	(0.33)	(0.00)	(0.14)
Devika Buildestate Private Limited	(0.00)	(2.96)	(0.00)	(0.16)
Chirayu Kath Real Estate Private Limited	(0.00)	(0.86)	(0.00)	(0.15)
GRICL Rail Bridge Development Company Limited	0.00	17.75	(0.18)	(13.37)
Elsamex India Private Limited	0.03	118.30	(0.07)	(5.58)
Elsamex Portugal S.A	-	-	-	-
Elsamex Vietnam JSC	0.00	11.89	(0.60)	(44.99)
Park Line LLC	0.00	3.75	(0.02)	(1.59)
Malwa Solar Power Generation Limited	(0.00)	(9.18)	(0.14)	(10.18)
Swayam Swachhta Initiative Limited	(0.00)	(0.07)	(0.00)	(0.17)

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Name of the entity	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (₹ in million)	As % of Consolidated Profit or Loss	Amount (₹ in million)
Yala Construction Company Private Limited	0.03	112.70	0.05	3.61
Elsamex Maintenance Services Limited	0.11	421.40	2.16	162.83
Grusamar India Limited	-	-	-	-
IL&FS IIDC Fund	0.17	641.77	0.04	3.10
Integrated Trans Log Development Company Limited	0.00	2.70	(0.00)	(0.11)
Freetrade Warehousing Private Limited	(0.00)	(3.94)	(0.01)	(0.55)
Haldia Freetrade Warehousing Private Limited	0.00	15.51	(0.00)	(0.11)
Integrated Warehousing Kandla Project Development Private Limited	(0.01)	(30.51)	(0.42)	(31.26)
Foreign				
IL&FS Global Financial Services (UK) Limited	0.02	90.10	0.17	12.94
IL&FS Global Financial Services Pte Limited	0.06	225.78	0.13	9.94
IL&FS Global Financial Services (ME) Limited	0.06	215.64	0.53	39.97
IL&FS Global Financial Services (HK) Limited	0.02	74.35	(0.19)	(14.36)
IL&FS Investment Advisors LLC	0.33	1,242.33	(12.94)	(974.53)
IIML Fund Managers (Singapore) Pte Limited	0.01	27.37	(0.32)	(24.47)
Saffron Investment Trust	0.01	52.00	(0.21)	(15.68)
IL&FS Wind Power Management Pte Limited	-	-	0.03	2.01
IL&FS Wind Power Investment Pte Limited	-	-	0.03	2.39
Maritime International Offshore Pte Limited	(0.00)	(2.26)	(0.01)	(0.48)
IL&FS Maritime Offshore Pte Limited	(0.33)	(1,218.72)	(3.92)	(295.43)
IL&FS Offshore Natural Resources Pte Limited	(0.00)	(13.75)	(0.03)	(2.44)
Se7en Factor Corporation	0.06	210.12	(0.00)	(0.05)
Pt Bangun Asia Persada (Consolidated)	0.15	555.19	(0.49)	(36.81)
IL&FS Prime Terminals FZC	0.43	1,624.26	1.54	116.33
IL&FS Maritime International FZE	0.06	215.21	(0.32)	(23.85)
Land Registration Systems, Inc., (Philippines)	1.31	4,913.96	18.62	1,402.30
ITL Infrasoftware DMCC	(0.01)	(23.77)	(0.13)	(9.65)
IL&FS Technologies Philippines Inc., (Philippines)	(0.13)	(494.86)	0.86	65.13
IL&FS Global Pte Limited	0.02	76.20	(0.17)	(12.76)
ITNL International Pte Limited	1.57	5,887.44	2.24	168.52
ITNL Offshore Pte Limited	0.02	92.76	0.09	6.54
ITNL Offshore Two Pte Limited	0.01	42.26	0.08	5.70
ITNL Offshore Three Pte Limited	(0.00)	(2.83)	(0.01)	(0.81)
ITNL International DMCC	(0.00)	(15.32)	(2.13)	(160.65)
ITNL Africa Projects Limited	(0.00)	(11.00)	(0.06)	(4.75)
Sharjah General Services Company LLC	(0.02)	(82.07)	(0.21)	(15.68)
IPL USA LLC	0.02	66.32	(2.00)	(150.79)
ITNL Infrastructure Developer LLC	(0.02)	(63.23)	(0.73)	(54.63)
Elsamex SA	1.29	4,846.38	5.96	449.13
Atenea Seguridad Y Medio Ambiente S.A.U	0.05	180.28	0.16	11.81
Señalización Viales e Imagen S.A.U	0.10	363.87	(0.19)	(14.01)
Elsamex Internacional SLU	0.00	6.46	(1.81)	(136.25)
Grusamar Ingeniería y Consulting SLU	0.08	312.49	0.09	6.75
CIESM-INTEVIA S.A.	0.02	85.56	0.09	6.74
Area de Servicio Coiros S.L.U	0.05	202.14	0.03	2.07
Area de Servicio Punta Umbría S.L.U	0.01	42.07	0.07	5.27

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Name of the entity	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (₹ in million)	As % of Consolidated Profit or Loss	Amount (₹ in million)
Alcantarilla Fotovoltaica S.L.U	0.01	30.91	0.01	0.91
Beasolarta SLU	0.04	134.99	(0.42)	(31.87)
Conservacion Sde Infraestructuras De Mexico S.A. DE CV	0.00	0.04	(0.00)	(0.04)
Elsamex Construc�o e Manutencao LTDA #	-	-	-	-
ESM Mantenimiento Integral S.A De CV	-	-	-	-
Inteval Gestao Integral Rodoviaria S.A	-	-	-	-
Mantenimiento Y Conservacion De Vialidades S.A De CV	-	-	-	-
Control 7 S.A.	-	-	-	-
Grusamar Albania SHPK #	(0.00)	(2.32)	-	-
Associates (Investment as per the equity method)				
Indian				
Ascend Telecom Infrastructure Private Limited	-	-	(1.21)	(91.36)
Dighi Port Limited ^	0.52	1,964.56	-	-
Dighi Project Development Company Limited ^	-	-	-	-
Gorakhpur Expressway Limited #	-	-	0.29	21.90
Mangalore SEZ Limited (Consolidated)	0.08	310.19	(0.79)	(59.74)
New Tirupur Area Development Corporation Limited	0.04	135.42	0.17	12.69
Thiruvananthapuram Road Development Company Limited	-	-	-	-
Warora Chandrapur Ballarpur Toll Road Limited #	0.36	1,337.07	(0.45)	(34.13)
Srinagar Sonamarg Tunnelway Limited	0.04	140.91	0.94	70.82
Gujarat Road and Infrastructure Company Limited	0.22	841.98	0.77	58.13
ITNL Toll Management Services Limited	-	-	-	-
Ramky Elsamex Hyderabad Ring Road Limited	0.04	163.76	0.24	18.32
Urjankur Shree Datta Power Company Limited	0.13	485.93	1.14	85.60
Urjankur Shree Tatyasaheb Kore Warana Power Company Limited	0.10	359.83	0.77	58.36
Bengal Aerotropolis Projects Limited	0.10	391.31	(0.71)	(53.75)
Vizag Agriport Private Limited #	0.01	37.40	0.00	0.34
Urban Mass Transit Company Limited	0.03	112.99	-	-
Canopy Housing & Infrastructure Limited	(0.00)	(0.13)	-	-
Foreign				
CGI-8 S.A.#	0.00	3.73	0.02	1.16
Sociedad Concesionaria Autov�a A-4 Madrid	0.02	85.68	0.91	68.17
Elsamex Infrastructure Company WLL#	0.00	1.66	-	-
Joint Ventures				
(as per proportionate consolidation)				
Indian				
IL&FS DOC Project Development Fund	0.05	192.86	0.11	8.08
Bihar e-Governance Services & Technologies Limited	0.00	14.35	(0.01)	(0.50)
Gujarat International Finance Tec-city Company Limited (Consolidated)	0.07	248.57	(0.39)	(29.35)
Haldia Integrated Development Agency Limited	0.02	88.70	(0.02)	(1.16)
Hubballi Dharwad Water Supply Project Limited	0.00	0.03	(0.00)	(0.11)
Odisha e-Governance Services Limited	0.00	5.55	0.02	1.42

Notes Forming part of the accounts (Contd.)

Name of the entity	Net Assets, i.e. Total Assets minus Total Liabilities		Share in Profit or Loss	
	As % of Consolidated Net Assets	Amount (₹ in million)	As % of Consolidated Profit or Loss	Amount (₹ in million)
Road Infrastructure Development Company of Rajasthan Limited (Consolidated)	(0.41)	(1,543.28)	14.34	1,079.72
Indraprastha Energy & Waste Management Company Limited	(0.00)	(0.37)	(0.01)	(0.60)
IL&FS Milestone Realty Advisors Private Limited	0.00	11.49	(0.21)	(15.55)
Noida Toll Bridge Company Limited	0.37	1,372.62	0.07	5.06
Jorabat Shillong Expressway Limited	0.24	890.08	(2.92)	(220.19)
NAM Expressway Limited #	1.03	3,875.18	(2.12)	(159.48)
ONGC Tripura Power Company Limited	0.91	3,394.59	4.71	354.44
Assam Power Project Development Company Limited	0.00	2.60	(0.00)	(0.28)
Bihar Power Infrastructure Company Private Limited	0.01	55.92	(0.01)	(0.61)
Cross Border Power Transmission Limited	0.06	211.43	0.83	62.78
Future Retail Destination Limited	0.04	147.89	(0.01)	(1.11)
Bengal Integrated Infrastructure Development Limited	0.00	0.24	(0.00)	(0.03)
Bengal Urban Infrastructure Development Limited	0.00	6.41	0.01	0.45
Damodar Valley Tourism Development Private Limited	0.00	0.21	0.00	0.00
Gujarat Tourism Opportunity Limited	0.00	3.54	0.02	1.69
Gujarat Industrial Infrastructure Projects Limited	0.00	0.81	0.00	0.36
Infrastructure Development Company of Nagaland Private Limited	0.00	3.58	0.00	0.18
Infrastructure Development Corporation of Assam Limited	0.00	2.80	0.00	0.09
Jharkhand Infrastructure Development Corporation Limited	0.00	5.61	0.01	0.47
KSIIDC - IL&FS Project Development Company Limited	0.00	2.78	0.04	3.12
Orissa Project Development Company Limited	(0.00)	(1.48)	(0.05)	(3.54)
South Coast Infrastructure Development Company of Andhra Pradesh Limited (CFS)	0.00	0.52	(0.00)	(0.11)
Uttarakhand Infrastructure Projects Company Limited	(0.00)	(3.24)	(0.00)	(0.03)
PDCOR Limited	0.01	23.17	0.05	3.48
Syniverse Technologies (India) Private Limited	0.02	73.50	1.04	78.18
Saurya Urja Company of Rajasthan Limited	0.16	606.57	0.02	1.59
Foreign				
Standard Chartered IL&FS Management (Singapore) Pte Limited	0.03	115.65	0.18	13.72
Chongqing Yuhe Expressway Company Limited	1.94	7,265.74	11.33	853.71
Consorcio De Obras Civiles Conciviles SRL	0.05	183.12	(0.00)	(0.11)
Geotecnia y Control De Qualitat, S.A #	0.00	11.42	(0.02)	(1.50)
Vias y Construcciones, Viacon SRL	0.00	3.74	(0.03)	(2.21)
TOTAL	100.00	374,677.36	100.00	7,531.75
Consolidated Adjustments and Eliminations		(255,545.36)		(4,670.12)
Minority Interest in all subsidiaries	(58.32)	(43,883.29)	(101.76)	(1,443.29)
Consolidated Net Assets / Profit After Tax		75,248.72		1,418.34

Notes :

- (1) The above figures have been taken from financial statement of the respective entities
- (2) Information of Companies marked “#” is from unaudited Financial Statements
- (3) “^” Financial Statements are not available

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(49) (b) Statement containing salient features of the Financial Statement of Subsidiaries / Associate Companies / Joint Ventures (pursuant to Section 129 (3) of the Companies Act, 2013) (Information in respect of each subsidiary presented in ₹ mn) Part 'A': Subsidiaries

Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the relevant Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Dividend (including Preference Dividend)	₹ in million	% of shareholding
IL&FS Financial Services Limited	March 31, 2017	INR	3,906.67	20,164.57	195,626.08	171,554.84	36,017.44	23,464.65	3,226.81	1,139.00	2,087.81	-	100.00	100.00
IL&FS Capital Advisors Limited	March 31, 2017	INR	100.00	1.90	102.77	0.87	-	55.83	22.24	5.61	16.63	-	100.00	100.00
IL&FS Global Financial Services (UK) Limited	March 31, 2017	GBP, 1 GBP = ₹ 80.8797	30.25	59.85	106.53	16.43	-	97.85	15.02	2.09	12.94	-	100.00	100.00
IL&FS Global Financial Services Pte Limited	March 31, 2017	SGD, 1 SGD = ₹ 46.3062	122.12	103.66	245.89	20.11	-	159.45	10.47	0.53	9.94	-	100.00	100.00
IL&FS Global Financial Services (ME) Limited	March 31, 2017	USD, 1 USD = ₹ 64.8386	35.94	179.70	238.36	22.72	-	131.54	39.97	-	39.97	-	100.00	100.00
IL&FS Global Financial Services (HK) Limited	March 31, 2017	HKD, 1 HKD = ₹ 8.329	128.59	(54.25)	83.57	9.22	-	75.50	(14.59)	(0.23)	(14.36)	-	100.00	100.00
IFIN Realty Trust	March 31, 2017	INR	822.36	(155.92)	667.47	1.03	648.95	10.36	(29.52)	-	(29.52)	-	92.00	92.00
IL&FS Infrastructure Equity Fund - I	March 31, 2017	INR	1,814.00	(254.91)	1,559.27	0.18	1,548.47	10.52	(21.79)	-	(21.79)	-	100.00	100.00
IL&FS ORIX Trust #	March 31, 2017	INR	0.01	(0.00)	0.01	0.00	-	-	(0.00)	-	(0.00)	-	100.00	100.00
IL&FS Infra Asset Management Limited	March 31, 2017	INR	193.98	96.26	301.79	11.55	-	326.39	175.97	61.17	114.80	-	86.61	86.61
IL&FS AMC Trustee Limited	March 31, 2017	INR	2.50	(2.08)	1.04	0.62	-	2.56	0.11	-	0.11	-	100.00	100.00
IL&FS Broking Services Private Limited	March 31, 2017	INR	302.16	(169.70)	134.97	2.52	-	36.16	(16.13)	-	(16.13)	-	100.00	100.00
IL&FS Investment Managers Limited	March 31, 2017	INR	628.09	850.46	1,603.38	124.83	1,255.53	688.84	281.28	41.57	239.70	-	50.42	50.42
Andhra Pradesh Urban Infrastructure Asset Management Limited	March 31, 2017	INR	200.00	7.49	281.18	73.69	30.03	51.07	11.44	3.95	7.49	-	51.00	51.00
IL&FS Asian Infrastructure Managers Limited	March 31, 2017	INR	45.92	17.40	63.83	0.52	60.36	3.32	2.43	-	2.43	-	51.00	51.00
IL&FS Urban Infrastructure Managers Limited	March 31, 2017	INR	10.00	156.01	186.13	20.12	-	132.90	7.00	2.79	4.21	-	100.00	100.00
IL&FS Investment Advisors LLC	March 31, 2017	USD, 1 USD = ₹ 64.8386	3.76	1,238.57	1,346.83	104.50	0.13	547.37	(973.85)	0.68	(974.53)	-	100.00	100.00
IIML Asset Advisors Limited	March 31, 2017	INR	64.07	72.23	151.69	15.39	119.66	76.86	23.09	7.56	15.52	-	100.00	100.00
IIML Fund Managers (Singapore) Pte Limited	March 31, 2016	USD, 1 USD = ₹ 64.8386	126.44	(99.06)	34.67	7.30	-	20.87	(24.47)	-	(24.47)	-	100.00	100.00

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Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the relevant Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Dividend (including Preference Dividend)	% of shareholding
Saffron Investment Trust	March 31, 2017	USD, 1 USD = ₹ 64.8386	6.48	45.52	52.63	0.63	39.87	-	(15.68)	-	(15.68)	-	100.00
IL&FS Securities Services Limited	March 31, 2017	INR	237.83	2,655.21	29,698.22	26,805.17	421.45	3,426.59	774.04	263.85	510.19	-	81.24
ISSL Settlement & Transaction Services Limited	March 31, 2017	INR	100.00	146.44	3,334.71	3,088.28	-	303.57	57.27	19.02	38.25	-	100.00
ISSL CPG BPO Private Limited	March 31, 2017	INR	0.11	32.16	71.00	38.73	-	200.37	12.07	3.92	8.16	-	59.18
ISSL Market Services Limited	March 31, 2017	INR	150.00	(141.02)	39.77	30.79	-	88.69	(15.81)	-	(15.81)	-	100.00
IL&FS Wind Power Management Pte Limited	March 31, 2017	SGD, 1 SGD = ₹ 46.30	78.77	(78.77)	-	-	-	-	2.01	-	2.01	-	100.00
IL&FS Wind Power Investment Pte Limited	March 31, 2017	SGD, 1 SGD = ₹ 46.30	-	-	-	-	-	-	2.39	-	2.39	-	100.00
IL&FS Airports Limited	March 31, 2017	INR	728.30	(108.10)	1,303.45	683.25	713.27	255.05	(7.70)	-	(7.70)	-	100.00
IL&FS Education & Technology Services Limited	March 31, 2017	INR	375.34	2,161.50	9,903.91	7,367.07	1,040.39	4,272.04	315.66	108.38	207.28	-	68.93
IL&FS Cluster Development Initiative Limited	March 31, 2017	INR	120.00	407.32	2,417.64	1,890.32	2.50	1,381.39	11.35	6.14	5.20	-	100.00
IL&FS Skills Development Corporation Limited	March 31, 2017	INR	487.92	155.25	1,408.84	765.67	-	1,332.70	80.22	26.55	53.67	-	80.01
Skill Training Assessment Management Partners Limited	March 31, 2017	INR	50.00	(2.83)	55.62	8.46	-	42.24	(0.20)	0.40	(0.60)	-	100.00
Apptex Marketing Services & Solution Limited	March 31, 2017	INR	0.50	6.70	45.00	37.80	-	249.91	9.49	2.87	6.62	-	100.00
IL&FS Energy Development Company Limited	March 31, 2017	INR	13,182.25	37,280.62	98,316.58	47,853.71	67,046.92	13,009.76	98.12	(604.07)	702.19	-	91.42
IL&FS Renewable Energy Limited	March 31, 2017	INR	1,773.81	1,373.97	19,875.94	16,728.16	9,413.71	2,763.53	(1,543.52)	1.79	(1,545.32)	-	100.00
Etesian Urja Limited (formerly Bhoipur Biomass Power Company Limited)	March 31, 2017	INR	1,131.85	(57.74)	4,468.39	3,394.28	-	4.47	(52.99)	-	(52.99)	-	100.00
Shendra Green Energy Limited	March 31, 2017	INR	36.66	(616.95)	577.80	1,158.10	-	4.14	(80.26)	-	(80.26)	-	100.00
IL&FS Solar Power Limited	March 31, 2017	INR	0.50	(7.00)	2,114.06	2,120.56	-	173.91	(0.47)	-	(0.47)	-	100.00
Ratedi Wind Power Private Limited	March 31, 2017	INR	2,114.10	(213.62)	7,399.66	5,499.18	0.03	1,068.60	52.50	8.97	43.53	-	51.00

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Name of the subsidiary	Reporting period for the subsidiary concerned, from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the relevant Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Dividend (including Preference Dividend)	₹ in million	% of shareholding
Ramagiri Renewable Energy Limited (Formerly IL&FS Wind Farms Limited)	March 31, 2017	INR	172.97	(203.98)	133.41	164.43	-	11.38	(180.41)	(1.33)	(179.08)	-	100.00	
SIPLA Wind Energy Limited	March 31, 2017	INR	0.80	(70.86)	3,030.79	3,100.85	-	0.14	(69.70)	0.31	(70.01)	-	100.00	
Patiala Bio Power Company Private Limited	March 31, 2017	INR	0.50	(25.57)	2,598.52	2,623.59	-	-	(17.03)	-	(17.03)	-	100.00	
Rohitas Bio Energy Private Limited	March 31, 2017	INR	0.50	(11.86)	69.39	80.75	-	364.18	(7.82)	-	(7.82)	-	100.00	
Tadas Wind Energy Private Limited	March 31, 2017	INR	3,748.98	(340.42)	14,094.95	10,686.40	-	2,118.66	(84.37)	9.65	(94.03)	-	51.00	
Kaze Energy Limited (formerly Vaspeth Wind Energy Limited)	March 31, 2017	INR	0.50	(4.31)	3,352.21	3,356.02	-	0.02	(4.87)	(0.74)	(4.13)	-	100.00	
Cuddalore Solar Power Private Limited	March 31, 2017	INR	0.68	(3.80)	0.11	3.24	-	-	(0.10)	-	(0.10)	-	100.00	
IL&FS Wind Power Services Limited	March 31, 2017	INR	20.00	7.74	57.79	30.05	-	134.11	2.46	1.01	1.45	-	100.00	
Mahidad Wind Energy Private Limited	March 31, 2017	INR	0.10	(87.08)	3,526.36	3,613.34	-	0.49	(84.09)	-	(84.09)	-	100.00	
Jogihali Wind Energy Private Limited	March 31, 2017	INR	0.10	(85.42)	2,284.64	2,369.96	-	0.00	(83.91)	0.47	(84.38)	-	100.00	
Nana Layja Power Company Limited	March 31, 2017	INR	200.50	(206.96)	3,509.68	3,516.14	-	141.31	(18.87)	-	(18.87)	-	100.00	
IL&FS Wind Projects Development Limited	March 31, 2017	INR	1.00	(545.24)	2,882.40	3,426.63	-	355.56	(538.88)	-	(538.88)	-	100.00	
Wind Urja India Private Limited	March 31, 2017	INR	994.08	(186.60)	2,372.81	1,565.33	-	356.00	(30.27)	-	(30.27)	-	51.00	
Lapur Wind Energy Private Limited	March 31, 2017	INR	4,463.07	(707.84)	14,727.13	10,971.91	0.03	1,730.70	26.60	-	26.60	-	51.00	
Khandke Wind Energy Private Limited	March 31, 2017	INR	2,315.71	213.15	8,601.01	6,072.14	0.03	1,266.94	245.12	44.57	200.55	-	51.00	
Mota Layja Gas Power Company Limited	March 31, 2017	INR	0.50	4.44	32.29	27.35	-	305.76	6.77	2.14	4.62	-	100.00	
IL&FS Wind Energy Limited (formerly known as Mandvi LNG Terminal Limited)	March 31, 2017	INR	4,900.50	(765.50)	9,727.19	5,592.19	9,691.28	1.22	(739.47)	-	(739.47)	-	100.00	
Maritime International Offshore Pte Limited	March 31, 2017	USD, 1 USD = ₹ 66.33	1.53	(3.79)	0.15	2.41	-	0.02	(0.48)	-	(0.48)	-	100.00	

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Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the relevant Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Profit Provision for Taxation	Profit after Taxation	Dividend (including Preference Dividend)	₹ in million	% of shareholding
Malwa Solar Power Generation Limited	March 31, 2017	INR	1.00	(10.18)	0.94	10.13	-	-	(10.18)	-	(10.18)	-	-	100.00
IL&FS Tamil Nadu Power Company Limited	March 31, 2017	INR	1,759.70	32,681.23	137,159.39	102,718.46	2,252.30	24,698.97	1,578.88	449.08	1,129.80	-	-	91.38
IL&FS Maritime Offshore Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.8386	1,986.32	(3,205.04)	5,616.72	6,835.43	4,041.68	-	(295.43)	-	(295.43)	-	-	100.00
IL&FS Offshore Natural Resources Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.8386	1.11	(14.86)	8.97	22.72	8.90	-	(2.44)	-	(2.44)	-	-	100.00
Se7en Factor Corporation	March 31, 2017	USD, 1 USD = ₹ 64.8386	0.45	209.67	210.73	0.61	-	-	(0.05)	-	(0.05)	-	-	100.00
Pt Bangun Asia Persada (Consolidated)	March 31, 2017	IDR, 1 IDR = ₹ 0.00485	997.98	(442.79)	1,378.93	823.74	-	12.02	(36.81)	-	(36.81)	-	-	100.00
IL&FS Environmental Infrastructure & Services Limited	March 31, 2017	INR	428.59	722.59	6,166.91	5,015.73	2,069.09	1,153.65	(261.90)	-	(261.90)	-	-	96.64
Kanak Resources Management Limited	March 31, 2017	INR	128.58	97.66	877.52	651.27	-	716.97	19.43	6.70	12.73	-	-	94.71
Dakshin Dilli Swachh Initiative Limited	March 31, 2017	INR	140.10	33.79	745.18	571.30	-	331.08	51.73	16.75	34.98	-	-	100.00
Unique Waste Processing Company Limited	March 31, 2017	INR	31.85	(13.38)	667.01	648.54	-	118.76	(9.59)	-	(9.59)	-	-	100.00
Tierra Enviro Limited	March 31, 2017	INR	45.00	(2.42)	2,056.79	2,014.20	-	86.51	0.78	-	0.78	-	-	100.00
RDF Power Projects Limited	March 31, 2017	INR	711.47	(46.46)	3,173.86	2,508.84	-	1.38	(12.72)	-	(12.72)	-	-	76.99
Swayam Swachhta Initiative Limited	March 31, 2017	INR	0.10	(0.17)	29.63	29.69	-	-	(0.17)	-	(0.17)	-	-	51.00
East Delhi Waste Processing Company Private Limited	March 31, 2017	INR	1,095.81	889.33	5,408.36	3,423.22	-	1,200.18	1,183.48	252.56	934.61	-	-	99.99
IIDC Limited	March 31, 2017	INR	200.00	154.18	788.57	434.39	-	450.12	(126.61)	(28.95)	(97.66)	-	-	100.00
IL&FS Maritime Infrastructure Company Limited	March 31, 2017	INR	1,591.94	1,384.18	25,355.14	22,379.03	15,382.65	2,984.68	(1,021.38)	25.00	(1,046.37)	-	-	90.02
IMICL Dighi Maritime Limited	March 31, 2017	INR	1,907.11	(26.36)	3,180.16	1,299.41	-	12.40	(9.77)	-	(9.77)	-	-	100.00
Porto Novo Maritime Limited	March 31, 2017	INR	707.00	168.86	5,075.68	4,199.82	-	226.78	208.28	31.80	176.48	-	-	100.00
IL&FS Prime Terminals FZC	March 31, 2017	AED, 1 AED = ₹ 17.6174	1,496.13	128.14	10,742.28	9,118.01	-	1,278.26	116.33	-	116.33	-	-	71.84
India Tourist & Heritage Village Private Limited	March 31, 2017	INR	95.40	(240.02)	466.78	611.40	464.38	0.11	(7.21)	-	(7.21)	-	-	100.00
Gujarat Integrated Maritime Complex Private Limited	March 31, 2017	INR	1.84	1,034.35	3,856.39	2,820.20	-	-	(0.66)	12.00	(12.66)	-	-	90.00

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IL&FS Maritime International FZE	March 31, 2017	AED, 1 AED = ₹ 17.6174	2.19	213.02	584.32	369.12	-	55.88	(23.85)	-	(23.85)	-	100.00
Avash Logistic Park Private Limited	March 31, 2017	INR	400.00	386.95	1,702.45	915.50	-	-	(0.36)	-	(0.36)	-	100.00
Sealand Warehousing Private Limited	March 31, 2017	INR	93.50	8.46	102.04	0.09	-	0.84	0.59	0.18	0.41	-	100.00
IL&FS Kamal International Container Terminal Limited #	March 31, 2017	INR	-	-	-	-	-	-	-	-	-	-	-
IL&FS Township & Urban Assets Limited	March 31, 2017	INR	502.40	(1,968.09)	12,320.66	13,786.35	4,330.00	496.47	(831.26)	(0.17)	(831.09)	-	100.00
Sabarmati Capital One Limited	March 31, 2017	INR	499.00	(844.26)	3,720.70	4,065.96	-	511.59	(58.32)	(423.22)	364.90	-	100.00
Sabarmati Capital Two Limited	March 31, 2017	INR	230.00	(882.34)	6,929.90	7,582.24	-	906.05	(563.39)	(44.66)	(518.73)	-	100.00
IL&FS Technologies Limited	March 31, 2017	INR	211.94	2,906.90	4,529.17	1,410.33	1,106.75	2,678.21	240.02	82.13	157.89	-	58.29
Bhopal e-Governance Limited	March 31, 2017	INR	85.00	(78.74)	2,079.34	2,073.08	-	211.80	(56.67)	-	(56.67)	-	100.00
LIVA India Limited	March 31, 2017	INR	178.27	(549.61)	2,988.96	3,360.30	-	686.23	18.15	-	18.15	-	100.00
Land Registration Systems, Inc., (Philippines)	March 31, 2017	PESO, 1 PESO = ₹ 1.287	1,723.11	3,190.85	13,832.38	8,918.42	-	4,856.36	1,431.20	28.90	1,402.30	-	67.00
ITL Infrasoftware DMCC	March 31, 2017	AED, 1 AED = ₹ 17.617	0.88	(24.65)	2.01	25.78	-	1.80	(9.65)	-	(9.65)	-	100.00
IL&FS Technologies Philippines Inc., (Philippines)	March 31, 2017	PESO, 1 PESO = ₹ 1.287	11.76	(506.62)	333.78	828.64	-	540.68	46.62	(18.51)	65.13	-	100.00
IL&FS Infrastructure Equity Fund	March 31, 2017	INR	0.01	2.36	2.39	0.03	-	-	(0.03)	-	(0.03)	-	100.00
Chhattisgarh Highway Development Company Limited	March 31, 2017	INR	100.00	(17.33)	108.55	25.88	-	-	(3.51)	-	(3.51)	-	74.00
Chhotagovindpur & Bagbera Drinking Water Supply Project Limited	March 31, 2017	INR	0.50	6.74	499.22	491.99	-	459.23	7.01	2.22	4.79	-	99.90
IL&FS Investment Trust - I	March 31, 2017	INR	0.01	7.92	12.29	4.36	-	0.00	(0.08)	-	(0.08)	-	100.00
IL&FS Paradip Refinery Water Limited	March 31, 2017	INR	969.70	(495.96)	8,783.89	8,310.14	-	1,282.09	(61.82)	-	(61.82)	-	100.00
IL&FS Portfolio Management Services Limited	March 31, 2017	INR	25.00	15.18	60.65	20.48	-	69.11	(14.51)	0.15	(14.66)	-	95.00

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IL&FS Water Limited	March 31, 2017	INR	100.00	8.28	391.59	283.31	0.40	546.17	34.13	0.30	33.83	-	95.00
Jharkhand Accelerated Road Development Company Limited	March 31, 2017	INR	100.00	8.10	221.74	113.63	-	8.70	5.60	1.75	3.85	-	74.00
Khambhat Port Limited	March 31, 2017	INR	20.50	(29.39)	0.00	8.89	-	-	(2.33)	-	(2.33)	-	95.00
M P Toll Roads Limited #	March 31, 2017	INR	35.00	(173.38)	33.84	172.22	-	-	(0.13)	-	(0.13)	-	80.00
Tamil Nadu Water Investment Company Limited #	March 31, 2017	INR	1,110.81	504.56	2,592.96	977.59	1,722.94	288.24	7.78	3.31	4.47	-	53.85
IL&FS Investment Trust - IV	March 31, 2017	INR	140.07	(140.16)	0.02	0.11	-	0.38	0.13	-	0.13	-	100.00
IL&FS Global Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.8386	278.81	(202.61)	87.52	11.32	69.70	-	(12.76)	-	(12.76)	-	100.00
IL&FS Africa Infrastructure Development Company	March 31, 2017	USD, 1 USD = ₹ 64.8386	69.70	(3.90)	69.75	3.94	-	0.00	(2.13)	-	(2.13)	-	100.00
Sealand Ports Private Limited	March 31, 2017	INR	318.99	753.52	4,187.94	3,115.42	-	0.01	(0.23)	-	(0.23)	-	100.00
IL&FS Transportation Networks Limited	March 31, 2017	INR	7,054.10	36,152.10	173,165.74	129,959.43	54,104.82	43,702.58	795.75	(998.98)	1,794.73	-	73.22
Alcantarilla Fotovoltaica S.L.U	December 31, 2016	Euro, 1 Euro = ₹ 69.25	2.96	27.95	317.99	287.09	-	36.13	1.89	(0.99)	0.91	-	100.00
Amravati Chikhli Expressway Limited	March 31, 2017	INR	180.50	(6.80)	1,817.77	1,644.08	-	77.31	(1.37)	-	(1.37)	-	100.00
Andhra Pradesh Expressway Limited #	March 31, 2017	INR	-	-	-	-	-	69.56	11.79	-	11.79	-	100.00
Area de Servicio Coiros S.L.U	December 31, 2016	Euro, 1 Euro = ₹ 69.25	69.46	132.69	360.68	158.54	-	40.42	2.59	(0.52)	2.07	-	100.00
Area de Servicio Punta Umbria S.L.U	December 31, 2016	Euro, 1 Euro = ₹ 69.25	5.73	36.34	155.91	113.84	-	26.59	6.76	(1.49)	5.27	-	100.00
Atenea Seguridad Y Medio Ambiente S.A.U	December 31, 2016	Euro, 1 Euro = ₹ 69.25	9.02	171.26	230.61	50.33	-	174.34	21.45	(9.49)	11.81	-	100.00
Baleshwar Kharagpur Expressway Limited	March 31, 2017	INR	1,785.90	(128.11)	8,342.58	6,684.79	-	928.37	(538.87)	-	(538.87)	-	100.00
Barva Adda Expressway Limited	March 31, 2017	INR	1,050.00	2,117.98	22,767.88	19,599.90	-	8,096.74	1,512.17	326.05	1,186.12	-	100.00
Beasolarta SLU	December 31, 2016	Euro, 1 Euro = ₹ 69.25	2.84	139.07	158.99	24.00	-	16.89	(42.32)	10.45	(31.87)	-	100.00
Chaminar RoboPark Limited	March 31, 2017	INR	63.24	(63.07)	0.88	0.70	-	36.11	(58.49)	-	(58.49)	-	89.20
Chenani Nashri Tunnelway Limited	March 31, 2017	INR	3,720.00	597.78	55,441.90	51,124.13	-	10,598.39	(1,337.97)	-	(1,337.97)	-	100.00

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Chirayu Kath Real Estate Private Limited	March 31, 2017	INR	0.10	(0.96)	299.37	300.23	-	-	(0.15)	-	(0.15)	-	100.00
CIESM-INTEVIA S.A.	December 31, 2016	Euro, 1 Euro = ₹ 69.25	4.16	81.40	805.65	720.09	58.47	174.09	(3.34)	10.09	6.74	-	100.00
Conservacion Sde Infraestructuras De Mexico S.A. DE CV	December 31, 2016	Mexican Peso, 1 Mexican Peso = ₹ 3.2788	0.21	(0.17)	0.23	0.19	-	-	-	-	(0.04)	-	96.40
Control 7 S.A.	December 31, 2016	Euro, 1 Euro = ₹ 69.25	-	-	-	-	-	-	-	-	-	-	-
Devika Buildestate Private Limited	March 31, 2017	INR	0.10	(3.06)	84.30	87.27	-	-	(0.16)	-	(0.16)	-	100.00
East Hyderabad Expressway Limited	March 31, 2017	INR	293.10	376.45	3,474.24	2,804.69	-	220.93	(155.10)	-	(155.10)	-	74.00
Elsamex Construcao e Manutencao LTDA #	December 31, 2016	Brazilian Real, 1 Brazilian Real = ₹ 20.84	-	-	-	-	-	-	-	-	-	-	-
Elsamex India Private Limited	December 31, 2016	INR	23.35	94.95	143.56	25.25	-	7.47	(5.60)	0.02	(5.58)	-	99.15
Elsamex Internacional SLU	December 31, 2016	Euro, 1 Euro = ₹ 69.25	991.01	(977.62)	2,058.51	2,052.06	206.93	206.96	(211.64)	75.39	(136.25)	-	100.00
Elsamex Maintenance Services Limited	December 31, 2016	INR	0.43	420.97	1,122.29	700.89	-	2,246.03	243.16	(80.33)	162.83	-	99.88
Elsamex Portugal S.A	December 31, 2016	Euro, 1 Euro = ₹ 69.25	-	-	-	-	-	-	-	-	-	-	-
Elsamex SA	December 31, 2016	Euro, 1 Euro = ₹ 69.25	1,403.33	3,443.05	17,751.22	12,904.84	2,802.63	7,535.58	525.88	(76.75)	449.13	-	100.00
Elsamex Vietnam JSC	March 31, 2017	INR	56.02	(44.12)	94.17	82.28	-	24.51	(44.99)	-	(44.99)	-	65.00
ESM Mantenimiento Integral S.A De CV	December 31, 2016	Mexican Peso, 1 Mexican Peso = ₹ 3.28	-	-	-	-	-	-	-	-	-	-	-
Fagne Songadh Expressway Limited	March 31, 2017	INR	141.50	290.23	3,660.82	3,229.09	-	2,343.08	375.82	80.21	295.62	-	100.00
Flamingo Landbase Private Limited	March 31, 2017	INR	0.10	(0.43)	123.91	124.24	-	-	(0.14)	-	(0.14)	-	100.00
Futureage Infrastructure India Limited	March 31, 2017	INR	51.30	(44.11)	9.11	1.92	-	1.55	(15.54)	-	(15.54)	-	58.48

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GRICL Rail Bridge Development Company Limited	March 31, 2017	INR	42.00	(24.25)	62.19	44.44	-	6.63	(13.37)	-	(13.37)	-	100.00	100.00
Grusamar Albania SHPK #	December 31, 2016	Albanian Lek, 1 Albanian Lek = ₹ 0.52395	0.06	(3.07)	4.84	7.17	-	-	-	-	-	-	51.00	51.00
Grusamar India Limited	December 31, 2016	INR	-	-	-	-	-	-	-	-	-	-	-	-
Grusamar Ingeniería y Consultoría SLU	December 31, 2016	Euro, 1 Euro = ₹ 69.25	242.02	70.47	830.88	518.40	31.50	690.09	9.25	(2.51)	6.75	-	100.00	100.00
Hazaribagh Ranchi Expressway Limited	March 31, 2017	INR	1,310.00	(1,651.29)	10,450.38	10,791.66	-	927.79	(332.59)	-	(332.59)	-	99.99	99.99
IPL USA LLC	March 31, 2017	USD, 1 USD = ₹ 64.84	381.60	(315.28)	76.68	10.36	-	106.00	(150.79)	-	(150.79)	-	100.00	100.00
IL&FS Rail Limited	March 31, 2017	INR	8,266.89	782.28	10,014.65	965.49	7,402.27	3,329.31	38.25	14.25	23.99	-	83.25	83.25
Inteval Gestao Integral Rodoviaria S.A	December 31, 2016	Euro, 1 Euro = ₹ 69.25	-	-	-	-	-	-	-	-	-	-	-	-
ITNL Africa Projects Limited	March 31, 2017	NGN, 1 NGN = ₹ 0.21	146.79	(157.79)	16.08	27.08	-	0.45	(4.75)	-	(4.75)	-	100.00	100.00
ITNL Infrastructure Developer LLC	March 31, 2017	AED, 1 AED = ₹ 17.64	5.44	(68.68)	79.83	143.06	2.70	29.67	(54.63)	-	(54.63)	-	49.00	49.00
ITNL International DMCC	March 31, 2017	AED, 1 AED = ₹ 17.64	539.11	(554.43)	807.59	822.92	-	187.64	(160.65)	-	(160.65)	-	100.00	100.00
ITNL International Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.84	7,584.89	(1,697.45)	19,060.93	13,173.49	17,323.03	1,402.53	216.77	48.25	168.52	-	100.00	100.00
ITNL Offshore Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.84	208.44	(115.68)	7,223.02	7,130.26	-	482.59	6.92	0.38	6.54	-	100.00	100.00
ITNL Offshore Three Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.84	0.00	(2.83)	2,652.90	2,655.72	-	119.56	5.08	5.89	(0.81)	-	100.00	100.00
ITNL Offshore Two Pte Limited	March 31, 2017	USD, 1 USD = ₹ 64.84	3.18	39.08	7,688.83	7,646.57	-	525.61	5.70	-	5.70	-	100.00	100.00
ITNL Road Infrastructure Development Company Limited	March 31, 2017	INR	1,400.00	(1,290.46)	9,206.12	9,096.58	-	516.56	(441.16)	-	(441.16)	-	100.00	100.00
ITNL Road Investment Trust	March 31, 2017	INR	1,068.96	(200.72)	868.43	0.20	775.30	252.49	252.14	-	252.14	460.86	100.00	100.00
Jharkhand Infrastructure Implementation Company Limited	March 31, 2017	INR	450.00	184.65	2,439.56	1,804.91	-	1,634.84	235.73	50.31	185.42	-	100.00	100.00

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Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the relevant Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Dividend (including Preference Dividend)	₹ in million	% of shareholding
Jharkhand Road Projects Implementation Company Limited	March 31, 2017	INR	2,594.98	(1,236.10)	24,656.90	23,298.02	-	2,474.25	(791.29)	-	(791.29)	-	-	93.43
Karyavattom Sports Facilities Limited	March 31, 2017	INR	431.20	9.49	3,708.76	3,268.06	-	339.95	(184.20)	7.41	(191.61)	-	-	100.00
Khed Sinnar Expressway Limited	March 31, 2017	INR	2,941.90	3,408.54	23,663.21	17,312.77	-	5,718.54	90.79	120.77	(29.98)	-	-	100.00
Kiratpur Ner Chowk Expressway Limited	March 31, 2017	INR	5,008.10	1,672.19	21,779.22	15,098.92	-	5,960.95	770.92	157.40	613.52	-	-	100.00
Mantenimiento Y Conservacion De Vialidades S.A De CV	December 31, 2016	Mexican Peso, 1 Mexican Peso = ₹ 3.28	-	-	-	-	-	-	-	-	-	-	-	-
Moradabad Bareilly Expressway Limited	March 31, 2017	INR	2,216.60	5,995.93	34,965.28	26,752.75	-	2,898.15	(1,181.59)	(339.63)	(841.95)	-	-	100.00
MP Border Checkpost Development Company Limited	March 31, 2017	INR	1,490.25	780.12	17,596.19	15,325.82	-	5,864.02	2,781.09	335.43	2,445.66	-	-	74.00
North Karnataka Expressway Limited	March 31, 2017	INR	593.91	818.27	3,289.19	1,877.01	-	491.63	161.44	40.70	120.74	424.65	-	93.50
Park Line LLC	March 31, 2017	INR	5.44	(1.68)	391.59	387.83	-	403.70	(1.59)	-	(1.59)	-	-	25.99
Pune Sholapur Road Development Company Limited	March 31, 2017	INR	1,760.00	3,061.95	23,485.70	18,663.75	-	2,293.27	(602.68)	-	(602.68)	-	-	90.91
Rajasthan Land Holdings Limited	March 31, 2017	INR	20.00	(61.17)	1,360.39	1,401.56	95.34	69.71	(15.59)	-	(15.59)	-	-	100.00
Rapid MetroRail Gurgaon Limited	March 31, 2017	INR	6,310.04	(3,396.31)	12,329.65	9,415.92	-	928.28	(1,302.14)	-	(1,302.14)	-	-	52.42
Rapid MetroRail Gurgaon South Limited	March 31, 2017	INR	6,580.00	1,475.32	26,564.19	18,508.87	-	8,066.93	879.72	657.65	222.07	-	-	100.00
Señalización Viales e Imagen S.A.U	December 31, 2016	Euro, 1 Euro = ₹ 69.25	47.65	179.04	581.43	217.56	-	194.07	(19.64)	5.63	(14.01)	-	-	100.00
Sharjah General Services Company LLC	March 31, 2017	AED, 1 AED = ₹ 17.64	5.09	(87.17)	1.80	83.87	-	-	(15.68)	-	(15.68)	-	-	49.00
Sikar Bikaner Highway Limited	March 31, 2017	INR	1,240.50	3,093.31	10,623.19	6,289.37	-	495.99	(260.46)	-	(260.46)	-	-	100.00
Vansh Nimay Infraprojects Limited	March 31, 2017	INR	158.90	(859.52)	1,038.28	1,738.90	-	1,558.50	643.96	-	643.96	-	-	90.00

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Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Dividend (including Preference Dividend)	₹ in million	% of shareholding
West Gujarat Expressway Limited	March 31, 2017	INR	400.00	(1,358.97)	2,202.22	3,161.19	-	557.52	(344.47)	-	(344.47)	-	74.00	
Yala Construction Company Private Limited	December 31, 2016	INR	66.97	45.73	133.49	20.80	-	35.30	5.64	(2.18)	3.61	-	96.03	
IL&FS IIDC FUND	March 31, 2017	INR	592.09	49.76	643.56	1.79	47.37	8.19	2.11	0.99	3.10	-	100.00	
Integrated Trans Log Development Company Limited	March 31, 2017	INR	0.50	2.20	13.20	10.50	-	-	(0.11)	-	(0.11)	-	100.00	
Freetrade Warehousing Private Limited	March 31, 2017	INR	0.10	(4.04)	85.50	89.44	0.20	0.00	(0.55)	-	(0.55)	-	73.98	
Haldia Freetrade Warehousing Private Limited	March 31, 2017	INR	0.10	15.41	504.54	489.03	-	-	(0.14)	0.03	(0.11)	-	100.00	
Integrated Warehousing Kandla Project Development Private Limited	March 31, 2017	INR	0.10	(30.61)	181.43	211.94	-	4.33	(29.38)	(1.88)	(31.26)	-	100.00	

Foot Notes:

- Subsidiaries which have been liquidated or under liquidation during the year
 - Bhutan Education City Pvt Limited
 - Badarpur Toll Operations Management Limited
 - Gift Parking Facilities Limited
 - Eisamex Colombia SAS
 - Grusamar Ingenieria Y Consulting Colombia SAS
 - Eisamex LLC
 - Grusamar Engenharia y Consultoria Brasil LTDA
 - IL&FS Orix Trust
 - Kohinoor Investment Trust
 - IL&FS Wind Power Investment Pte Limited
 - IL&FS Wind Power Management Pte Limited
- The above statement also indicates Performance and financial position of each of the Subsidiaries
- Percentage holding is disclosed based on aggregation of direct holding of the Company and share holding of the Subsidiary
- Numbers of Pt Mantimin Coal Mining are consolidated with Pt Bangun Asia Persada as Standalone numbers are not available
- IIML Advisors LLC merged into IL&FS Investment Advisors LLC w.e.f January 1, 2017
- Information of Companies marked "#" is from unaudited Financial Statements

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(49) (b) Part “B”: Associates and Joint Ventures

Name of Joint Ventures / Associates	(1)	(2) Shares of Associate/Joint Ventures held by the company on the year end			(3)	(4)	(5)	(6) Profit / (Loss) for the year	
	Latest audited Balance Sheet Date	Numbers	Amount of Investment in Associates/ Joint Venture (₹ mn)	Extend of Holding %	Description of how there is significant influence	Reason why the Associate/ Joint Venture is not consolidated	Networth attributable to Shareholding as per latest audited Balance Sheet (₹ mn)	Considered in Consolidation (₹ mn)	Not Considered in Consolidation (₹ mn)
Joint Ventures :									
Bihar e-Governance Services & Technologies Limited	March 31, 2017	50,000	0.50	49.99%	*	NA	14.35	(0.50)	-
Gujarat International Finance Tec-city Company Limited (Consolidated)	March 31, 2017	32,709,370	327.09	50.00%	*	NA	248.57	(29.35)	-
Haldia Integrated Development Agency Limited	March 31, 2017	1,510,000	15.10	42.54%	*	NA	88.70	(1.16)	-
IL&FS DOC Project Development Fund	March 31, 2017	NA	50.00	50.00%	*	NA	192.86	8.08	-
Jharkhand E-Governance Solutions & Services Limited	March 31, 2016	49,997	0.50	50.00%	*	NA	(0.42)	(0.55)	-
Karnataka Enterprise Solutions Limited	March 31, 2016	50,000	0.50	50.00%	*	NA	0.47	(0.02)	-
Odisha e-Governance Services Limited	March 31, 2017	50,000	0.50	50.00%	*	NA	5.55	1.42	-
Road Infrastructure Development Company of Rajasthan Limited (Consolidated)	March 31, 2017	162,500,000	1,625.00	50.00%	*	NA	(1,543.28)	1,079.72	-
Indraprastha Energy & Waste Management Company Limited	March 31, 2017	49,995	0.50	50.00%	*	NA	(0.37)	(0.60)	-
Standard Chartered IL&FS Management (Singapore) Pte Limited	March 31, 2017	50,000 Equity shares of USD 1	2.22	50.00%	*	NA	115.65	13.72	-
IL&FS Milestone Realty Advisors Private Limited	March 31, 2017	400,000	4.00	40.00%	*	NA	11.49	(15.55)	-
Noida Toll Bridge Company Limited	March 31, 2017	49,095,007	1,916.20	26.37%	*	NA	1,372.62	5.06	-
Jorabat Shillong Expressway Limited	March 31, 2017	42,000,000	420.00	50.00%	*	NA	890.08	(220.19)	-
NAM Expressway Limited #	March 31, 2016	116,754,970	1,167.55	50.00%	*	NA	3,875.18	(159.48)	-
Chongqing Yuhe Expressway Company Limited	March 31, 2017	77,166	10,897.02	49.00%	*	NA	7,265.74	853.71	-
Consorcio De Obras Civiles Conciviles SRL	December 31, 2016	34	-	34.00%	*	NA	183.12	(0.11)	-
Geotecnia y Control De Qualitat, S.A #	December 31, 2015	1,000	6.26	50.00%	*	NA	11.42	(1.50)	-
Vias y Construcciones, Vicon SRL	December 31, 2016	500	-	50.00%	*	NA	3.74	(2.21)	-
ONGC Tripura Power Company Limited	March 31, 2017	291,200,000	5,597.27	26.00%	*	NA	3,394.59	354.44	-
Assam Power Project Development Company Limited	March 31, 2017	25,000	2.04	50.00%	*	NA	2.60	(0.28)	-
Bihar Power Infrastructure Company Private Limited	March 31, 2017	25,000	62.69	50.00%	*	NA	55.92	(0.61)	-

Notes Forming part of the accounts (Contd.)

Name of Joint Ventures / Associates	(1) Latest audited Balance Sheet Date	(2) Shares of Associate/Joint Ventures held by the company on the year end			(3) Description of how there is significant influence	(4) Reason why the Associate/Joint Venture is not consolidated	(5) Network attributable to Shareholding as per latest audited Balance Sheet (₹ mn)	(6) Profit / (Loss) for the year	
		Numbers	Amount of Investment in Associates/ Joint Venture (₹ mn)	Extend of Holding %				Considered in Consolidation (₹ mn)	Not Considered in Consolidation (₹ mn)
Cross Border Power Transmission Limited	March 31, 2017	18,433,615	184.34	38.00%	*	NA	211.43	62.78	-
Future Retail Destination Limited	March 31, 2017	15,000,000	150.00	50.00%	*	NA	147.89	(1.11)	-
Bengal Integrated Infrastructure Development Limited	March 31, 2017	24,960	0.25	49.90%	*	NA	0.24	(0.03)	-
Bengal Urban Infrastructure Development Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	6.41	0.45	-
Damodar Valley Tourism Development Private Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	0.21	0.00	-
Gujarat Tourism Opportunity Limited	March 31, 2017	50,000	0.50	50.00%	*	NA	3.54	1.69	-
Gujarat Industrial Infrastructure Projects Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	0.81	0.36	-
Infrastructure Development Company of Nagaland Private Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	3.58	0.18	-
Infrastructure Development Corporation of Assam Limited	March 31, 2017	250,000	2.50	50.00%	*	NA	2.80	0.09	-
Jharkhand Infrastructure Development Corporation Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	5.61	0.47	-
KSIIDC - IL&FS Project Development Company Limited	March 31, 2017	24,997	0.25	50.00%	*	NA	2.78	3.12	-
Orissa Project Development Company Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	(1.48)	(3.54)	-
South Coast Infrastructure Development Company of Andhra Pradesh Limited (CFS)	March 31, 2017	25,000	0.25	50.00%	*	NA	0.52	(0.11)	-
Uttarakhand Infrastructure Projects Company Limited	March 31, 2017	25,000	0.25	50.00%	*	NA	(3.24)	(0.03)	-
PDCOR Limited	March 31, 2017	989,997	12.77	50.00%	*	NA	23.17	3.48	-
Syniverse Technologies (India) Private Limited	March 31, 2017	5,200	0.05	26.00%	*	NA	73.50	78.18	-
Saurya Urja Company of Rajasthan Limited	March 31, 2017	60,988,091	609.88	50.00%	*	NA	606.57	1.59	-
Hubballi Dharwad Water Supply Project Limited	March 31, 2017	14,500	0.15	29.00%	*	NA	0.03	(0.11)	-
Associates :									
Ascend Telecom Infrastructure Private Limited	March 31, 2017	-	-	0.00%	Significant influence of the Management	NA	-	(91.36)	-
Dighi Port Limited ^	March 31, 2015	89,958,224	2,974.58	39.37%	**	NA	1,964.56	-	-
Dighi Project Development Company Limited ^	March 31, 2011	4,286,500	42.87	28.89%	**	NA	-	-	-
Gorakhpur Expressway Limited #	March 31, 2016	-	-	0.00%	**	NA	-	21.90	-

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Notes Forming part of the accounts (Contd.)

Name of Joint Ventures / Associates	(1) Latest audited Balance Sheet Date	(2) Shares of Associate/Joint Ventures held by the company on the year end			(3) Description of how there is significant influence	(4) Reason why the Associate/Joint Venture is not consolidated	(5) Networth attributable to Shareholding as per latest audited Balance Sheet (₹ mn)	(6) Profit / (Loss) for the year	
		Numbers	Amount of Investment in Associates/Joint Venture (₹ mn)	Extend of Holding %				Considered in Consolidation (₹ mn)	Not Considered in Consolidation (₹ mn)
Mangalore SEZ Limited (Consolidated)	March 31, 2017	25,000,000	250.00	50.00%	**	NA	310.19	(59.74)	-
New Tirupur Area Development Corporation Limited	March 31, 2017	261,539,587	2,615.40	43.59%	Foot Note 5	NA	135.42	12.69	(15.92)
Thiruvananthapuram Road Development Company Limited	March 31, 2017	17,030,000	170.30	50.00%	Foot Note 5	NA	-	-	(134.10)
Warora Chandrapur Ballarpur Toll Road Limited #	March 31, 2016	61,708,500	617.09	35.00%	**	NA	1,337.07	(34.13)	-
Srinagar Sonamarg Tunnelway Limited	March 31, 2017	5,676,068	56.76	49.00%	**	NA	140.91	70.82	-
Gujarat Road and Infrastructure Company Limited	March 31, 2017	14,873,366	141.90	26.81%	**	NA	841.98	58.13	-
ITNL Toll Management Services Limited	March 31, 2017	24,500	0.25	@ 49.00%	**	NA	-	-	0.55
CGI-8 S.A. #	December 31, 2015	491	5.89	49.00%	**	NA	3.73	1.16	-
Sociedad Concesionaria Autovia A-4 Madrid	December 31, 2016	917,804	344.60	48.75%	**	NA	85.68	68.17	-
Ramky Elsamex Hyderabad Ring Road Limited	December 31, 2016	5,200,000	60.96	26.00%	**	NA	163.76	18.32	-
Urjankur Shree Datta Power Company Limited	March 31, 2017	22,520,000	225.76	33.34%	**	NA	485.93	85.60	-
Urjankur Shree Tatyasaheb Kore Warana Power Company Limited	March 31, 2017	28,100,000	281.66	33.33%	**	NA	359.83	58.36	-
Bengal Aerotropolis Projects Limited	March 31, 2017	16,066,764	713.27	9.63%	Significant influence of the Management	NA	391.31	(53.75)	-
Vizag Agriport Private Limited #	March 31, 2016	5,935,800	59.36	26.00%	**	NA	37.40	0.34	-
Urban Mass Transit Company Limited	March 31, 2017	120,000	7.20	49.99%	**	Being as associate as per AS-23	112.99	-	1.93
Canopy Housing & Infrastructure Limited	March 31, 2017	13,000	0.13	26.00%	**	Being as associate as per AS-23	(0.13)	-	-
Elsamex Infrastructure Company WLL#	December 31, 2015	8,800	1.66	44.00%	**	NA	1.66	-	-
IL&FS Engineering & Construction Company Limited	March 31, 2017	55,399,884	4,707.90	42.25%	**	Note 7	NA	NA	NA
Hill County Properties Limited	March 31, 2016	12,250	1.23	49.00%	**		NA	NA	NA

Foot Notes :

- (1) * Jointly controlled based on equity holding
** Share holding is more than 20% of the total voting rights
- (2) Saurya Urja Company of Rajasthan Limited (Joint Venture) is yet to commence operation
- (3) Associates or Joint Ventures which have been liquidated or under liquidation during the year

Notes Forming part of the accounts (Contd.)

- (a) Elsamex Road Technology Company Limited
 - (b) Karnataka Enterprises Solution Limited
 - (c) Jharkhand E-Governance Solutions and Services Limited
 - (d) Geotecnia y Control De Qualitat, S.A.
 - (e) CGI 8 S.A.
 - (f) Elsamex Infrastructure Company WLL
- (4) Investment in KSIDC IL&FS IDC Infrastructure Limited is written off and hence not consolidated
- (5) In case of Associates, loss in excess of Investments in Associates are not considered in CFS and are disclosed as not considered in Consolidation
- (6) The above statement also indicates Performance and financial position of each of the Joint Ventures and Associates
- (7) IECCL & HCPL are not considered for consolidation for the reasons given in Note 13(c) and hence the amounts are not disclosed
- (8) Information of Companies marked “#” is from unaudited Financial Statements
- (9) “@” Percentage of shares held by Joint Venture is not considered
- (10) Investment in Airport Holding Australasia Pte Limited (“AHA”) is not consolidated as Investment in Associate as in the view of Management, no significant influence exist. Also, the financial statements of “AHA” is not available with the Company for any of the period
- (11) “^” Financial statements are not available
- (12) Information of Companies marked “#” is from unaudited Financial Statements
- (49) (c)** In respect of two investee companies (associates), the Group has limited information available for the year ended March 31, 2017 and hence the Group has accounted for its share of losses from date of acquisition till March 31, 2016 amounting ₹ 796.11 mn (carrying value of investment (net of provision) ₹ 1,892.44 mn) based on the latest available audited financial statements as at and for the year ended March 31, 2016 in respect of one associate and share of losses from date of acquisition till March 31, 2016 amounting ₹ 4.18 mn (carrying value of investment ₹ 38.69 mn) based on unaudited financial statements as at and for the year ended March 31, 2016 in respect of another associate, for the purposes of preparation of these consolidated financial statements. Considering the limited financial information and the specific provision made by the Holding Company during the year ended March 31, 2017, there will be no material impact on the profit after tax of the Group and the carrying value of Investments
- (50)** Corresponding figures for the previous year have been reclassified and presented in accordance with the current year presentation, wherever necessary

Notes 1 to 50 forms part of the Consolidated Financial Statements
In terms of our report attached.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants

Udayan Sen
Partner
(Membership No. 31220)
Mumbai, August 24, 2017

Ravi Parthasarathy
Hari Sankaran

Arun K Saha

Maharudra Wagle
Avinash Bagul

For and on behalf of the Board

Chairman (DIN : 00002392)
Vice Chairman & Managing Director (DIN: 00002386)
Joint Managing Director & CEO (DIN: 00002377)
Group Chief Financial Officer
Company Secretary

Notes

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