

FINANCIAL STATEMENT
2016-2017

PUNE-PAUD TOLL ROAD COMPANY LIMITED

INDEPENDENT AUDITOR'S REPORT

To,
The Members of,
Pune Paud Toll Road Company Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Pune Paud Toll Road Company Limited** ("the Company") which comprise the Balance Sheet as at March 31, 2017, and the Statement of Profit and Loss (including Other Comprehensive Income) and the cash flow statement and the Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 IND AS financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards (IND AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

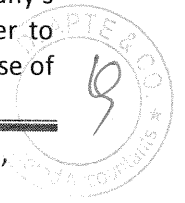
Auditor's Responsibility

Our responsibility is to express an opinion on these standalone IND AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as 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 IND AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the IND AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the IND AS 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 IND AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of

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expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the IND AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone IND AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone IND AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2017, and its profit/loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Emphasis of Matter

We draw attention to Note 25 in the IND AS financial a statement which indicates that the Company incurred a net loss of Rs. 370.81 lakhs during the year ended March 31, 2017 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 2,666.03 lakhs. These conditions, along with other matters as set forth in Note 25, indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

Our opinion is not modified in respect of these matters.

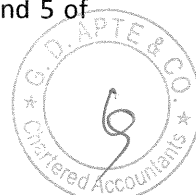
Other Matters

The comparative financial information of the Company for the year ended 31st March 2016 and the transition date opening balance sheet as at 1st April 2015 included in these standalone Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31st March 2016 and 31st March 2015 dated 25th April, 2016 and 27th April 2015 respectively expressed an unmodified opinion on those standalone financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

- I. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act we give in the Annexure A, a statement on the matters specified in paragraphs 4 and 5 of the Order.
- II. As required by section 143(3) of the Act, we report that:



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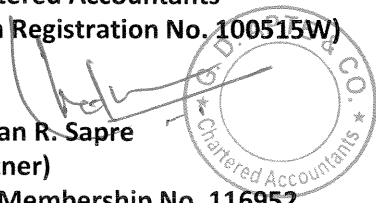
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G.D. Apte & Co.
Chartered Accountants

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors and 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, we state that the Company has not undertaken any major activities during the year. However, based on the representation received from Management, in our opinion, the internal financial controls were operating effectively during the period.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company does not have any material foreseeable losses on long-term contracts including derivative contracts. (Refer Note No 27 to the financial statements.)
 - iii. There are no amounts required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The company did not have any holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. (Refer Note No 6 to the financial statements.)

For G. D. Apte & Co.
Chartered Accountants
(Firm Registration No. 100515W)

Chetan R. Sapre
(Partner)
ICAI Membership No. 116952
Place: Mumbai
Date: 24th April, 2017



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Annexure A

Referred to in paragraph 1 under the heading Report on Other Legal and Regulatory Requirements of our Report of even date of Pune Paud Toll Road Company Limited. (The Company)

- i. The Company does not have any Fixed Assets and accordingly, the provisions of sub clauses (a), (b), (c) of clause (i) of the order are not applicable to the company.
- ii. The Company does not have any inventories and, accordingly clause (ii) is not applicable to the Company.
- iii. According to the information and explanations given to us, the Company has not granted any 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. Accordingly, the provisions of sub clauses (a), (b), (c) of clause (iii) of the order are not applicable to the company.
- iv. The company has not obtained the prior approval by means of a special resolution passed at a general meeting for loan given to its holding company's fellow subsidiary where limits are exceeding as prescribed under Sec 186 (2) of the Companies Act, 2013. Subject to this, the company has complied with the provisions of section 185 and 186 of companies Act, 2013 with respect to loans and investments made and guarantees and securities given.
- v. In respect of deposits accepted, in our opinion and according to the information and explanations given to us, directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013, and the rules framed there under, are not applicable and hence not commented upon.
- vi. To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the services of the Company.
- vii.
 - a) During the year there were no employees in the company. Accordingly, the directions relating to Provident Fund and Employee's State Insurance are not applicable to the company. Further, based on our examination of the records maintained during the year, the company is not liable to make any payments towards custom duty, excise duty, cess, sales tax and value added tax.

The company has been generally regular in depositing income tax and service tax dues along with cess thereon with appropriate authority and there are no undisputed amounts payable there of which are outstanding, as at 31st March 2017 for a period of more than six months from the date they become payable.
 - b) According to the information and explanations given to us, there are no disputed statutory due in respect of income tax, sales tax, service tax, duty of customs, duty of excise and value added tax except the following:



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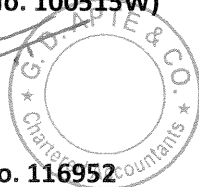
G.D. Apte & Co.
Chartered Accountants

NAME OF THE STATUTE	NATURE OF THE DUES	THE FORUM /AUTHORITY WHERE DISPUTE IS PENDING	FY TO WHICH THE AMOUNT RELATES	AMOUNT Involved	Amount Paid Under Protest	Unpaid Amount
Maharashtra Value Added Tax	Sales Tax/ Penalty/ Interest	Commissioner (Appeals)	2007-08	4,50,000	-	4,50,000
TOTAL				4,50,000	-	4,50,000

- viii. According to the information and explanations given to us, the company has not taken any loans or borrowing from a financial institution, bank, Government or dues to debenture holders.
- ix. The company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- x. According to the information and explanation provided by the management, there were no frauds on or by the company noticed or reported during the course of our audit.
- xi. In absence of managerial personnel, no managerial remuneration is paid and therefore provisions of clause 3 (xi) of the order is not applicable to the company.
- xii. In our opinion the company is not a Nidhi Company. Therefore provisions of clause 3 (xii) of the order is not applicable to the company.
- xiii. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and therefore provisions of clause 3 (xiv) of the order is not applicable to the company.
- xv. The company has not entered into any non cash transactions with the directors or persons connected with him and hence clause 3 (xv) of the order is not applicable to the company.
- xvi. According to the information and explanation provided by the management, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For G. D. Apte & Co.
Chartered Accountants
(Firm Registration No. 100515W)

Chetan R. Sapre
(Partner)
ICAI Membership No. 116952
Place: Mumbai
Date: 24th April, 2017



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Pune Paud Toll Road Company Limited
Balance Sheet as on 31st March, 2017

	Note	As at March 31, 2017	As at March 31, 2016	Amount(Rs) As at April 1, 2015
ASSETS				
Non-current assets				
Property, Plant and Equipment	3	-	-	703
Non-current Tax assets (net)	4	3,34,685	2,72,956	4,92,750
Total Non Current Assets		3,34,685	2,72,956	4,93,453
Current assets				
Financial Assets				
Trade receivables	5	13,45,760	13,45,760	13,45,760
Cash and cash equivalents	6	77,710	8,69,558	4,22,958
Loans	7	69,50,000	1,29,00,000	1,93,00,000
Other financial asset	8	94,63,064	70,13,405	36,20,868
Total Current Assets		1,78,36,534	2,21,28,723	2,46,89,586
Total Assets		1,81,71,218	2,24,01,679	2,51,83,039
EQUITY AND LIABILITIES				
Equity				
Equity share capital	9	6,05,00,000	6,05,00,000	6,05,00,000
Other equity				
Reserves and Surplus	10	(32,71,02,675)	(29,00,21,880)	(25,69,10,108)
Total Equity		(26,66,02,675)	(22,95,21,880)	(19,64,10,108)
LIABILITIES				
Non-current liabilities				
Financial Liabilities				
Borrowings	11	28,45,47,771	25,07,02,882	22,08,83,596
Total Non Current Liabilities		28,45,47,771	25,07,02,882	22,08,83,596
Current Liabilities				
Financial Liabilities				
Other financial liabilities	12	2,502	8,83,781	3,81,307
Provisions	13	2,19,071	2,83,754	3,21,145
Other current liabilities	14	4,550	53,143	7,098
Total Current Liabilities		2,26,123	12,20,678	7,09,550
Total Liabilities		28,47,73,893	25,19,23,559	22,15,93,146
Total Equity and Liabilities		1,81,71,218	2,24,01,679	2,51,83,039

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For G. D. Apte & Co.
Chartered Accountants

Registration No. 100 515W

Chetan R. Sapre
Partner
Membership No.: 116952

Place: Mumbai
Date: 24.04.2017

Praveen Sood
Director

Ravindra Singh
Director

Mahesh Sitaram Gaikwad
Director

Place: Mumbai
Date: 24.04.2017

(Handwritten initials)

Pune Paud Toll Road Company Limited

Statement of Profit and Loss for the year ended 31st March, 2017

	Note	For the year ended March 31, 2017	Amount(Rs) For the year ended March 31, 2016
Revenue from Operations			
Other Income	15	14,93,074	19,18,064
Total Income (I)		14,93,074	19,18,064
Expenses			
Finance costs	16	3,38,44,889	2,98,19,285
Depreciation and amortization expense	17	-	704
Other expenses	18	47,28,980	52,09,847
Total expenses (II)		3,85,73,869	3,50,29,837
Profit / (loss) before exceptional items and tax. III (I - II)		(3,70,80,795)	(3,31,11,773)
Profit / (loss) before tax.IV		(3,70,80,795)	(3,31,11,773)
Tax expense (V)		-	-
Current tax		-	-
Profit/(Loss) for the year. VI(IV- V)		(3,70,80,795)	(3,31,11,773)
Profit/ (Loss) from discontinued operations VII		-	-
Tax expense of discontinued operations VIII		-	-
Profit/ (Loss) from discontinued operations (after tax) IX (VII-VIII)		-	-
Profit/(Loss) for the period X (VI +IX)		(3,70,80,795)	(3,31,11,773)
Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
(ii) Income tax relating to items that will not be reclassified to profit or loss			-
(B) (i) Items that will be reclassified to profit or loss			
(ii) Income tax relating to items that will be reclassified to profit or loss			
Other Comprehensive Income for the year (XI)		-	-
Total Comprehensive Income for the year XII (X + XI)		(3,70,80,795)	(3,31,11,773)
Earnings per equity share of Rs. 10 each :			
Basic earnings per share		(6.13)	(5.47)
Diluted earnings per share		(6.13)	(5.47)

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For G. D. Apte & Co.
Chartered Accountants

Registration No. 100 515W

Chetan R. Sapre
Partner
Membership No.: 116952
Place: Mumbai
Date: : 24.04.2017

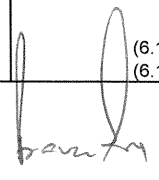
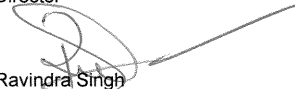


Praveen Sood
Director

Ravindra Singh
Director

Mahesh Sitaram
Gaikwad

Place: Mumbai
Date : 24 APR 2017


24 APR 2017

Pune Paud Toll Road Company Limited

Cash flow statement

Note	Amount(Rs)	
	Year ended 31 March 2017	Year ended 31 March 2016
Cash Flow from operating activities		
Profit before income tax including discontinued operations	(3,70,80,795)	(3,31,11,773)
<i>Adjustments for</i>		
Add:		
<i>Depreciation and amortisation expenses</i>	-	704
<i>Finance costs</i>	3,38,44,889	2,98,19,285
Less:		
Provisions no longer required		
Interest on inter corporate deposit	(10,78,105)	(18,59,134)
Change in operating assets and liabilities		
(Increase)/decrease in other financial assets	(14,79,364)	(17,59,288)
(Increase)/decrease in Non-current Tax assets (net)	(61,729)	2,19,794
Decrease / (increase) in short-term loans and advances	59,50,000	64,00,000
Increase/(decrease) in other financial liabilities-Current	(8,81,279)	5,02,474
Increase/(decrease) in short term provisions	(64,683)	(37,391)
Increase/(decrease) in other current liabilities	(48,593)	46,045
Cash generated from operations	(8,99,659)	2,20,716
Income taxes paid		
Net cash inflow from operating activities	(8,99,659)	2,20,716
Cash flow from investing activities:		
Interest received	1,07,810	2,25,884
Net cash outflow from investing activities	1,07,810	2,25,884
Cash flow from financing activities		
Net cash inflow (outflow) from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	(7,91,849)	4,46,600
Add: Cash and cash equivalents at the beginning of the financial year	8,69,558	4,22,958
Cash and cash equivalents at the end of the year	77,710	8,69,558
Reconciliation of Cash Flow statements as per the cash flow statement		
Cash Flow statement as per above comprises of the following	31 March 2017	31 March 2016
Cash and cash equivalents	77,710	8,69,558
Bank overdrafts		
Balances as per statement of cash flows	77,710	8,69,558

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

Praveen Sood
Director

For G. D. Apte & Co.
Chartered Accountants

Ravindra Singh
Director

Registration No. 100 515W

Mahesh Sitaram Gaikwad
Director

Chetan R. Sapre
Partner

Membership No.: 116052

Place: Mumbai
Date: 24.04.2017

Place: Mumbai
Date: 24.04.2017

(Handwritten initials)

Pune Paud Toll Road Company Limited
Notes to the financial statements for the Year ended 31st March, 2017

	Amount(Rs)
Equity share capital	
as at 1 April 2015	6,05,00,000.00
changes in equity share capital	-
as at 31 March 2016	6,05,00,000.00
changes in equity share capital	-
as at 31 March 2017	6,05,00,000.00

Statement of change in Equity

Particulars			Amount(Rs)
	Retained Earnings	Capital Contribution	Total
Balance at the beginning of the reporting period 01.04.2016	(48,51,85,645.31)	19,51,63,765.17	(29,00,21,880.13)
Addition during the year	(3,70,80,794.72)	-	(3,70,80,794.72)
Restated balance at the 01.04.2016	(52,22,66,440.02)	19,51,63,765.17	(29,00,21,880.13)
Other Comprehensive Income	-	-	-
Remeasurement gain/(loss) on defined benefit plans	-	-	-
Fair value on FVOCI financial assets	-	-	-
Items that will reclassify to profit and loss account	-	-	-
Any other change (to be specified) (ref note)	-	-	-
Balance at the end of 31.03.2017	(52,22,66,440.02)	19,51,63,765.17	(32,71,02,674.85)
Balance at the beginning of the reporting period 01.04.2015	(45,20,73,872.75)	-	(45,20,73,872.75)
Add: Fair value measurement	-	19,51,63,765.17	19,51,63,765.17
Restated balance	(45,20,73,872.75)	19,51,63,765.17	(25,69,10,107.58)
Addition during the year	(3,31,11,772.56)	-	(3,31,11,772.56)
Other Comprehensive Income	-	-	-
Remeasurement gain/(loss) on defined benefit plans	-	-	-
Fair value on FVOCI financial assets	-	-	-
Items that will reclassify to profit and loss account	-	-	-
Any other change (to be specified)	-	-	-
Balance at the end of 31.03.2016	(48,51,85,645.31)	19,51,63,765.17	(29,00,21,880.13)

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached
For **G. D. Apte & Co.**
Chartered Accountants

Registration No. 100 515W

Chetan R. Sapre

Partner

Membership No.: 116952

Place: Mumbai

Date : 24.04.2017

Praveen Sood
Director

Ravindra Singh
Director

Mahesh Sitaram Gaikwad
Director

Place: Mumbai

Date : 24.04.2017

(Handwritten signature)

Summary of significant accounting policies and other explanatory information to the financial statements as at and for the period ended 31st March, 2017

Note No 1 : Significant Accounting Policies

1.1 Basis of Preparation of Financial Statements

Pune Paud Toll Road Company Limited was incorporated under the Companies Act, 1956, on 17th March, 2005 as a Special Purpose Vehicle for undertaking the work of Improvement to Pune Paud Road and Pirangut Mutha Road on Build Operate and Transfer (BOT) basis on behalf of Public Works Department, Pune, Government of Maharashtra consequent to the Agreement of 06 April, 2005 and the Tripartite agreement of 10 October, 2005. As per the Agreement the period to operate the project expired on 5th Feb.,2014 and the project since stands transferred to the Government.

The financial statements upto year ended 31 March 2016 were prepared in accordance with the Accounting Standards notified by the Companies (Accounting Standards) rules, read with rule 7 to the Companies (Accounts) Rules, 2014 (as amended) in respect of Section 133 of the Act ("previous GAAP"). These financial statements are the first financial statements of the Company under Ind AS. Refer note no 1.3, for an explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flow.

The financial statements have been prepared under the historical cost convention with the exception of certain financial assets and liabilities, share based payments and contingent consideration that are measured at fair values, on an accrual basis of accounting.

All the assets and liabilities have been classified as current or non-current, wherever applicable, as per the operating cycle of the Company as per the guidance set out in Schedule III to the Act.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

These financial statements are reported in Indian Rupees, which is also the Company's functional currency, and all values are rounded to the nearest Lakhs(INR 00,000)/rupees, except when otherwise indicated.

1.2 Accounting Estimates

The preparation of the financial statements, in conformity with the recognition and measurement principles of Ind AS, requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operation during the reported period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates which are recognised in the period in which they are determined.

Key source of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets and provisions and contingent liabilities.

1.3 First-time adoption of Ind-AS

These financial statements of the Company for the financial year ended March 31, 2017 have been prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101-First Time adoption of Indian Accounting Standard, with April 1, 2015 as the transition date and IGAAP as the previous GAAP. The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes there to and accounting policies and principles.

Amendment to Ind AS 7:

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.

1.4

Property, Plant and Equipment

Property, Plant and Equipment are stated at cost of acquisition including attributable interest and finance costs, if any, till the date of acquisition/ installation of the assets less accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditure relating to Property, Plant and Equipment is capitalised only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the Statement of Profit and Loss as incurred. The cost and related accumulated depreciation are eliminated from the financial statements, either on disposal or when retired from active use and the resultant gain or loss are recognised in the Statement of Profit and Loss.

Capital work-in-progress represents expenditure incurred in respect of assets under development and not ready for its intended use are carried at cost. Cost includes related acquisition expenses, construction cost, related borrowing cost and other direct expenditure.

On transition to Ind AS, the Company has opted to continue with the carrying values measured under the previous GAAP as at 1 April 2015 of its Property, Plant and Equipment and use that carrying value as the deemed cost of the Property, Plant and Equipment on the date of transition i.e. 1 April 2015.

1.5

Depreciation/ Amortisation

Depreciation on tangible assets is provided on reducing balance method over the estimated useful lives of the assets on pro-rata basis. The estimated useful lives are as below,

- i) In respect of computers on straight line basis over a year of three years on pro-rata basis.
- ii) In respect of Furniture and Fixtures at leased premises on straight line basis over the year of lease.
- iii) For the above classes of assets, based on internal assessment, Management believes that the useful life as given above represents the year over which it expects to use these assets. Hence the useful lives of these assets are different from the useful lives as prescribed under Part C of Schedule II of Companies Act, 2013.

1.6

Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(a) Financial Assets

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

i) Financial Assets at Amortised Cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in finance income using the effective interest rate method.

ii) Financial Assets Measured at Fair Value

Financial assets are measured at fair value through other comprehensive income ("OCI") if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the Statement of Profit and Loss.

Financial asset not measured at amortised cost or at fair value through OCI is carried at fair value through profit or loss.

iii) Impairment of Financial Assets

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

iv) De-recognition of Financial Assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all risks and rewards of ownership of the asset to another entity.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

(b) Equity Instruments and Financial Liabilities

Financial liabilities and equity instruments issued by the Group are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

i) Equity Instruments and Financial Liabilities

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments which are issued for cash are recorded at the proceeds received, net of direct issue costs. Equity instruments which are issued for consideration other than cash are recorded at fair value of the equity instrument.

ii) Financial Liabilities

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings and payables as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

1 Borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the statement of profit and loss.

2 De-recognition of Financial Liabilities

Financial liabilities are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non cash assets transferred or liabilities assumed, is recognised in the Statement of Profit and Loss as other gains/ (losses).

3 Offsetting Financial Instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis; to realise the assets and settle the liabilities simultaneously.

1.7 Cash & Cash Equivalents

Cash and cash equivalents comprise of cash at bank and cash on hand. The Company considers all highly liquid investments with an original maturity of three month or less from date of purchase, to be cash equivalents.

1.8 Provisions, Contingent Liabilities and Contingent Assets

(a)

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions (excluding gratuity and compensated absences) are determined based on management's estimate required to settle the obligation at the Balance Sheet date. When appropriate, the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. These are reviewed at each Balance Sheet date and adjusted to reflect the current management estimates.

(b) Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company. A contingent liability also arises, in rare cases, where a liability cannot be recognised because it cannot be measured reliably.

(c) Contingent assets are neither recognised nor disclosed in the financial statements.

1.9 Finance Cost

Borrowing costs relating to acquisition, construction or production of a qualifying asset which takes substantial period of time to get ready for its intended use are added to the cost of such asset to the extent they relate to the period till such assets are ready to be put to use. Other borrowing costs are charged to the Statement of Profit and Loss in the period in which it is accrued. Also, the EIR amortisation is included in finance costs.

1.10 Revenue Recognition

(a) Revenue from operations

i Fee Collection from users of facility are accounted for as and when the amount is due and recovery is certain.

ii

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss,

(b) Interest and Other Income

Interest income is accrued on a time proportion basis, by reference to the principal outstanding and the effective interest rate applicable.

Other income is accounted for on accrual basis. Where the receipt of income is uncertain it is accounted for on receipt basis.

1.11 Taxation

Tax on Income for the current year is computed in accordance with the provisions of the Income Tax Act, 1961.

The deferred tax charge or credit is recognized using the tax rates and tax laws that have been enacted on the Balance sheet date. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. At each balance sheet date, recognized and unrecognized deferred tax assets are reviewed.

1.12 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to the equity shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of shares outstanding during the year. For the purpose of calculating diluted earning per share, net profit or loss for the year attributable to equity shareholders and weighted number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

Pune Paud Toll Road Company Limited
Notes to the financial statements

Summary of equity

Statement of reconciliation of equity	Amount(Rs)	
	As at 31st March, 2016	As at 1st April, 2015
Equity Share Capital	6,05,00,000.00	6,05,00,000.00
Securities Premium	-	-
Surplus/(Deficit) in P&L	(45,53,66,359.63)	(45,20,73,872.75)
Share Application money	-	-
Total equity under local GAAP	(39,48,66,359.63)	(39,15,73,872.75)
Adjustments net of deferred tax impact: Gain/(Loss)		
Finance cost due to amortisation of Inter corporate deposit shown at present value	16,53,44,479.70	-
Retained earnings	-	19,51,63,765.17
Total Ind As adjustments	16,53,44,479.70	19,51,63,765.17
Total equity under Ind AS	(22,95,21,879.93)	(19,64,10,107.58)
Total equity under Ind AS (As per Financial)	(22,95,21,880.13)	(19,64,10,107.58)

Profit before tax reconciliation

Particulars	Amount(Rs)
	Year ended 31st March, 2016
As per IGAAP	(32,92,486.88)
Finance cost due to amortisation of Inter corporate deposit shown at present value	(2,98,19,285.48)
Total Ind AS Adjustments	(2,98,19,285.48)
As per Ind AS	(3,31,11,772.36)
Profit before tax as per IND As(As per financial)	(3,31,11,772.56)

3(A) First-time adoption of Ind AS

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

The accounting policies set out in note XX have been applied in preparing the financial statements for the year ended March 31, 2017, the comparative information presented in these financial statements for the year ended March 31, 2016 and in preparation of an opening Ind AS balance sheet at April 1, 2015 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the group's financial position, financial performance and cash flow is set out in the following tables and notes.

Exemptions and exceptions availed

Ind AS optional exemptions

The Company has elected to apply the following optional exemptions from full retrospective application of Ind AS:

(a) Deemed Cost

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 "Intangible Assets" and investment property covered by Ind AS 40 "Investment Properties".

Accordingly, the group has elected to measure all of its property, plant and equipment and intangible assets and investment property at their previous GAAP carrying value.

Exceptions from full retrospective application

The company has applied the following exceptions from full retrospective application of Ind AS as mandatorily required under Ind AS 101:

(b) Estimates

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Group made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

1) Investment in equity instruments carried at FVPL or FVOCI;

(c) Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets (debt instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS. Consequently, the group has applied the above assessment based on facts and circumstances exist at the transition date.

(d) Transition to Ind AS - Reconciliations

The following reconciliations provide a quantification of the effect of the transition to Ind AS. The first reconciliation provides an overview of the impact on equity of the transition at 1 April 2015 and 31 March 2016.

The following reconciliations are providing details of the impact of the transition on:

- I. Summary of Equity as at April 1, 2015 & March 31, 2016
- II. Equity at 1 April 2015
- III. Equity at 31st March 2016
- IV. Net income 31st March 2016

The presentation requirements under Previous GAAP differs from Ind AS and hence Previous GAAP information has been regrouped for ease of reconciliation with Ind AS. The Regrouped Previous GAAP information is derived from the Financial Statements of the Company prepared in accordance with Previous GAAP.

I. Reconciliation of Equity as at April 1, 2015

(Rs in lacs)

	Note	Regrouped Previous GAAP	Ind AS adjustments	Ind AS
ASSETS				
Non-current assets				
Property, Plant and Equipment		703	-	703
Current Tax Assets (Net)		-	4,92,750	4,92,750
Current assets				
Trade receivables		13,45,760	-	13,45,760
Cash and cash equivalents		4,22,958	(0)	4,22,958
Loans		1,97,92,750	(4,92,750)	1,93,00,000
Other financial assets		36,20,868	-	36,20,868
TOTAL		2,51,83,039	-	2,51,83,039
EQUITY AND LIABILITIES				
Equity				
Equity Share capital		6,05,00,000	-	6,05,00,000
Other Equity	1	(45,20,73,873)	19,51,63,765	(25,69,10,108)
LIABILITIES				
Non-current liabilities				
Financial liabilities				
Borrowings	1	41,60,47,361	(19,51,63,764)	22,08,83,596
Current liabilities				
Other financial liabilities		-	3,81,307	3,81,307
Other current liabilities		3,88,405	(3,81,307)	7,098
Provisions		3,21,146	(1)	3,21,145
TOTAL		2,51,83,039	-	2,51,83,039

II. Reconciliation of Equity as at March 31, 2016

	Note	Regrouped Indian GAAP	Ind AS adjustments	Ind AS
ASSETS				
Non-current assets				
Trade receivables		13,45,760	-	13,45,760
Cash and cash equivalents		8,69,558	(0)	8,69,558
Loans		1,31,72,956	(2,72,956)	1,29,00,000
Other financial assets		70,13,406	(1)	70,13,405
Current Tax Assets (Net)		-	2,72,957	2,72,956
Non-current assets classified as held for sale		-	-	-
TOTAL		2,24,01,680	-	2,24,01,679
EQUITY AND LIABILITIES				
Equity				
Equity Share capital		6,05,00,000	-	6,05,00,000
Other Equity	1	(45,53,66,360)	16,53,44,479	(29,00,21,880)
LIABILITIES				
Non-current liabilities				
Borrowings	1	41,60,47,361	(16,53,44,480)	25,07,02,882
Current liabilities				
Other financial liabilities		-	8,83,781	8,83,781
Other current liabilities		9,36,923	(8,83,780)	53,143
Provisions		2,83,755	(1)	2,83,754
TOTAL		2,24,01,680	-	2,24,01,679

III. Reconciliation of Statement of Profit and Loss for the year ended March 31, 2016

	Note	Regrouped Indian GAAP	Ind AS adjustments	Ind AS
Revenue from Operations				
Other Income		19,18,064.40	-	19,18,064.40
Total		19,18,064.40	-	19,18,064.40
Expenses				
Cost of materials consumed			-	-
Purchases of Stock-in-Trade			-	-
Changes in inventories of finished goods, Stock-in-Trade and work-in progress			-	-
Finance costs	1	-	2,98,19,285.48	2,98,19,285.48
Depreciation and amortization expense		703.40	0.60	704.00
Other expenses		52,09,847.88	(0.40)	52,09,847.48
Total		52,10,551.28	2,98,19,285.68	3,50,29,836.96
Profit before exceptional items and tax		(32,92,486.88)	(2,98,19,285.68)	(3,31,11,772.56)
Exceptional Items		-	-	-
Profit before tax		(32,92,486.88)	(2,98,19,285.68)	(3,31,11,772.56)
Tax expense				
Current tax			-	-
MAT Credit taken		-	-	-
Deferred tax charge/(credit)		-	-	-
Profit for the year		(32,92,486.88)	(2,98,19,285.68)	(3,31,11,772.56)
Other Comprehensive Income				
Items that will not be reclassified to profit or loss				
Remeasurements of net defined benefit plans		-	-	-
Equity instruments through Other Comprehensive Income		-	-	-
Income tax relating to items that will not be reclassified to profit or loss				
Remeasurements of net defined benefit plans		-	-	-
Equity instruments through Other Comprehensive Income		-	-	-
Items that will be reclassified to profit or loss				
Debt instruments through Other Comprehensive Income		-	-	-
Income tax relating to items that will be reclassified to profit or loss				
Debt instruments through Other Comprehensive Income		-	-	-
Other Comprehensive Income for the year (B)		-	-	-
Total Comprehensive Income for the year (A+B)		(32,92,486.88)	(2,98,19,285.68)	(3,31,11,772.56)
Note:				
1 The Company has taken Inter corporate deposit from Holding Company at Nil rate of interest so computed the present value of the Inter corporate deposit applying the group inter corporate deposit rate of interest as per IND As.				

Pune Paud Toll Road Company Limited
Notes to the financial statements for the Year ended 31st March, 2017

3 Property, Plant and Equipment

Amount(Rs)

Particulars	Computers	Total
Gross Block		
Balance as at 1st April 2015	45,170.00	45,170.00
Additions	-	-
Disposals	-	-
Reclassification as held for sale	-	-
Balance as at 31st March 2016	45,170.00	45,170.00
Balance as at 1st April 2016	45,170.00	45,170.00
Additions	-	-
Disposals	-	-
Reclassification as held for sale	-	-
Balance as at 31st March 2017	45,170.00	45,170.00
Accumulated Depreciation		
Balance as at 1st April 2015	44,467.00	44,467.00
Additions	704.00	704.00
Disposals	-	-
Reclassification as held for sale	-	-
Balance as at 31st March 2016	45,171.00	45,171.00
Balance as at 1st April 2016	-	-
Additions	-	-
Disposals	-	-
Reclassification as held for sale	-	-
Balance as at 31st March 2017	45,171.00	45,171.00
Net Block		
Balance as at 1st April 2015	703.00	703.00
Balance as at 31st March 2016	(1.00)	-
Balance as at 31st March 2017	(1.00)	-

Pune Paud Toll Road Company Limited
Notes to the financial statements for the Year ended 31st March, 2017

4 Non-current Tax assets (net)

	As at March 31, 2017	As at March 31, 2016	Amount(Rs) As at April 1, 2015
Opening Balance	3,34,685	2,72,956	4,92,750
Add: Current tax Payable for the year	-	-	-
Less: Taxes paid	-	-	-
Closing Balance	3,34,685	2,72,956	4,92,750

5 Trade receivables

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(Unsecured unless otherwise stated)			
Considered good and Outstanding for a period exceeding six months from the date they are due for payment			
Other parties	13,45,760	13,45,760	13,45,760
Total	13,45,760	13,45,760	13,45,760

6 Cash and cash equivalents

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Balances with Banks			
In current accounts	77,710	8,69,558	4,22,958
Total	77,710	8,69,558	4,22,958
Disclosure on Specified Bank Notes (SBN) : W.r.t. to the notification issued by the Ministry of Corporate Affairs, dated 30th March, 2017, The company hereby declares that there was neither any opening balance in cash in hand as on 08th November, 2016 nor any transaction has been placed in cash upto 30th December, 2016 or during the year.			

7 Loans

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Inter Corporate Deposit *	69,50,000	1,29,00,000	1,93,00,000
Total Loans (current)	69,50,000	1,29,00,000	1,93,00,000
* Inter- Corporate -Deposit given to HCC Infrastructure Company Limited, for 365 days, bearing interest @11% p.a., payable on maturity.			

8 Other financial asset

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Current			
Considered good			
Interest receivable on ICD	62,24,413	52,54,118	36,20,868
Other Receivables #	32,38,651	17,59,287	-
Current total	94,63,064	70,13,405	36,20,868
# Recoverable from Public works Department(PWD)			

9 Equity share capital

	Amount(Rs)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Authorised			
100,00,000 (March 31, 2016: 100,00,000) equity shares of ₹10/- each	1,000	1,000	1,000
Issued, subscribed and fully paid up			
6,05,00,000 (March 31, 2016: 60,50,000) equity shares of ₹10/- each	6,05,00,000	6,05,00,000	6,05,00,000
	<u>6,05,00,000.00</u>	<u>6,05,00,000.00</u>	<u>6,05,00,000.00</u>

a) Reconciliation of number of shares

	No of Shares	Amount(Rs)
Equity Shares :		
Balance as at the 1 April 2015	60,50,000	6,05,00,000
Add: Issued during the year	-	-
Balance as at the 31 March 2016	<u>60,50,000</u>	<u>6,05,00,000</u>
Add: Issued during the year	-	-
Balance as at the 31 March 2017	<u>60,50,000</u>	<u>6,05,00,000</u>

(b) Terms/ rights attached to equity shares

The company has only one class of equity shares having par value of ` 10/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Details of equity shares held by holding / ultimate holding company

Particulars	As at March 31, 2017			As at March 31, 2016		As at April 1, 2015	
	Nos	No of shares	% of Shareholding	No of shares	% of Shareholding	No of shares	% of Shareholding
Equity shares of Rs 10/- each fully paid							
HCC Real Estate Limited , the holding company		60,50,000	100%	60,50,000	100%	60,50,000	100%

(d) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

(e) Details of shareholders holding more than 5% shares in the company

Particulars	As at March 31, 2017			As at March 31, 2016		As at April 1, 2015	
	Nos	No of shares	% of Shareholding	No of shares	% of Shareholding	No of shares	% of Shareholding
Equity shares of Rs 10/- each fully paid							
HCC Real Estate Limited , the holding company		60,50,000	100%	60,50,000	100%	60,50,000	100%

(f) Shares reserved for issue under options

10 Other equity

Particulars	Amount(Rs)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening Balance	(29,00,21,880)	(25,69,10,108)	(25,69,10,108)
Profit for the year	(3,70,80,795)	(3,31,11,773)	
Total reserves and surplus	(32,71,02,675)	(29,00,21,880)	(25,69,10,108)

11 Non Current Borrowings

Particulars	Amount(Rs)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Secured			
Term loans			
From banks			
Rupee Loan			
From a bank (Partly Secured, Refer 'xi' below)			
Secured - total			
Unsecured			
Inter Corporate deposit	28,45,47,771	25,07,02,882	22,08,83,596
Preference shares			
Unsecured - total	28,45,47,771	25,07,02,882	22,08,83,596
Total non current borrowings	28,45,47,771	25,07,02,882	22,08,83,596
Less: Current maturity of long term debt			
Non current borrowings	28,45,47,771	25,07,02,882	22,08,83,596

12 Other financial liabilities

Particulars	Amount(Rs)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Current			
Other payables	2,502	8,83,781	3,81,307
Total	2,502	8,83,781	3,81,307

13 Provisions

Particulars	Amount(Rs)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Current			
Provisions for Expenses	2,19,071	2,83,754	3,21,145
Total	2,19,071	2,83,754	3,21,145

14 The accompanying notes are an integral part of the financial statements.

Particulars	Amount(Rs)		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Statutory Dues	4,550	53,143	7,098
Total	4,550	53,143	7,098

Pune Paud Toll Road Company Limited
Notes to the financial statements for the Year ended 31st March, 2017

15 Other Income

Amount(Rs)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Interest income	10,78,105	18,59,134
Interest on Fixed deposit	7,513	-
Interest on Income tax refund	4,208	-
Reversal of previous year provisions	4,03,248	58,930
Total	14,93,074	19,18,064

16 Finance costs

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Interest unwinding	3,38,44,889	2,98,19,285
Total	3,38,44,889	2,98,19,285

17 Depreciation and amortization expense

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Depreciation on Property, Plant and Equipment	-	704
Total Depreciation and amortization expense	-	704

18 Other expenses

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Other expenses		
Audit expenses	51,750	51,525
Travelling	3,32,217	4,99,039
Legal, Professional and Consultancy Charges	43,33,550	46,24,961
Miscellaneous Expenses	8,888	31,887
Stationary and Printing Charges	2,575	2,435
Total other expenses	47,28,980	52,09,847
Details of payment to auditors		
Statutory Audit fees	51,750	51,525
Tax audit fees	-	-
Others	-	-
Fees for other audit related services	-	-
Fees for certification	-	-
Reimbursement of out-of-pocket expenses	-	-
Total payments to auditors	51,750	51,525

19 Earnings per share (EPS)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Earnings per share (EPS)		
The following reflects the profit and share data used in the basic (Diluted not applicable) EPS computations:		
Total operations for the period		
Profit/ (loss) after tax	(3,70,80,794.72)	(3,31,11,772.56)
Less : dividends on convertible preference shares & tax thereon	-	-
Net profit/ (loss) for calculation of basic EPS	(3,70,80,794.72)	(3,31,11,772.56)
Number of equity shares in calculating basic EPS	60,50,000.00	60,50,000.00
Basic EPS	(6.13)	(5.47)

Pune Paud Toll Road Company Limited

Notes to the financial statements for the Year ended 31st March, 2017

20 Related Party Disclosure

Names of Related Party & Nature of Relationship

A) Parent Company

- 1 HCC Real Estate Ltd.

B) Fellow Subsidiaries

- 1 Lavasa Corporation Limited
- 2 HCC infrastructure Company Ltd.
- 3 HCC Concessions Ltd
- 4 HCC Operation and Maintenance Ltd

A) Transactions with Related Parties - HCC Real Estate Ltd (Holding Company)

Sr. No.	Nature of Transactions with Holding Company	Amount(Rs)		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
1	Share Capital Outstanding at Face Value	6,05,00,000	6,05,00,000	6,05,00,000
2	Loans & Advances Received(Inter corporate deposit)	28,45,47,771	25,07,02,882	22,08,83,596

B) Transactions with fellow subsidiaries

Sr. No.	Nature of Transactions	Amount(Rs)		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
1	Inter Corporate Deposit given HCC infrastructure Company Ltd.	69,50,000	1,29,00,000	1,93,00,000
2	Trade Receivable Lavasa Corporation Limited	13,45,760	13,45,760	13,45,760
3	Interest receivable on ICD Nature of Transactions with Holding Company	62,24,413	52,54,118	36,20,868
4	Other Income- Interest received on ICD HCC infrastructure Company Ltd.	10,78,105	18,23,476	21,08,934
5	Interest unwinding(Finance cost) HCC Real Estate Ltd.	3,38,44,889	2,98,19,285	-
6	Payable for other services HCC Concession Limited HCC Operations&Maintenance Ltd	- - -	- - 70,343	3,824 -

21 Gratuity and other post-employment benefit plans

Company has no employees on its payroll during the year ended and therefore, there is nothing to report under IND AS

22 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

There have been no transactions during the year with Micro & Small Enterprises covered under the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006. Hence, reporting details of Principal and Interest does not arise.

23 Contingent liabilities

Particulars	#REF!		
	For the year ended March 31, 2017	For the year ended March 31, 2016	For the year ended March 31, 2015
Disputed matter with Maharashtra VAT Authority.	4,50,000.00	-	-

24 Capital and other commitments

There are no reportable capital commitments as on balance sheet date.

25 Net worth and Going concern assumption

Net worth of the company is negative as on 31st March, 2017 as the accumulated losses of the company at Rs 32,71,02,675/- has exceeded the paid up share capital of the company amounting to Rs 6,05,00,000/-, by Rs 26,66,02,675/-. Company has received an Arbitration Award amounting to Rs 28,02,00,000 (includes interest of Rs 2,15,00,000) on 08.01.2017 against various claims filed by the Company to the PWD for compensation. The award is unanimous and the amount of Rs 28,02,00,000 Crore has to be paid by the PWD to the Company on or before 31.03.2017. In case of failure, the PWD shall be liable to pay interest @12% per annum to the Company with effect from 08.01.2017 till the date of payment. As per the terms of the contract, the period to operate the project has expired on 12th Feb-2014, and thereafter the project stands transferred to the PWD.

The Board at its meeting held on 27.03.2017 approved the proposal for merger of Pune Paud Toll Road Company Limited with the Company HCC Infrastructure Company Limited in accordance with the provisions of section 230 to 232 of the Companies Act 2013 and rules made thereon .Appointed date for the scheme is 1st April,2016.The application has been filed with National Company Law Tribunal(NCLT) on 31.03.2017.The transaction is subject to customary closing conditions ,including regulatory approvals.

In view of this the Management views the entity as a going concern despite the negative net-worth

26 Income tax and Deferred Taxes

No Provision for Income tax has been made as there is no taxable income. As a conservative business policy, the Company has not recognized any Deferred Tax Asset as on 31.03.2016.

27 The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

28 Other additional information pursuant to the provisions of paragraph 5 of Schedule III to the Companies Act, 2013 is either nil or not applicable.

29 In the opinion of the Board, any of the assets other than fixed assets and non-current investments do not have a value on realization in ordinary course of business lower than at least equal to the amount at which they are stated.

Note 30 - Fair value measurements

Significance of financial instruments

Classification of financial instruments

Amount(Rs)

	As at 31st March, 2017	As at 31st March, 2016	As at 1 April, 2015
Financial assets			
At amortised Cost			
Inter corporate deposit	69,50,000	1,29,00,000	1,93,00,000
Interest receivable on ICDs	62,24,413	52,54,118	36,20,868
Other Receivable	32,38,651	17,59,287	-
Cash and Cash equivalent	77,710	8,69,558	4,22,958
Trade receivable	13,45,760	13,45,760	13,45,760
Total financial assets	1,78,36,534	2,21,28,723	2,46,89,586
Financial liabilities			
At amortised Cost			
Inter corporate deposit	28,45,47,771	25,07,02,882	22,08,83,596
Others payable	2,502	8,83,781	3,81,307
Total financial liabilities	28,45,50,272	25,15,86,662	22,12,64,903

Note 31 - Fair value Hierarchy

(a) Fair value hierarchy - Recurring fair value measurements

	As at 31st March, 2017	As at 31st March, 2016	As at 1 April, 2015
Financial assets			
At Fair value through profit & loss Level 1			
Mutual fund Investments	-	-	-
Total financial assets	-	-	-

(b) Fair value hierarchy - Assets and liabilities which are measured at amortised cost for which fair values are disclosed

	As at 31st March, 2017	As at 31st March, 2016	As at 1 April, 2015
Financial assets			
Level 3			
Inter corporate deposit	69,50,000	1,29,00,000	1,93,00,000
Interest receivable on ICDs	62,24,413	52,54,118	36,20,868
Other Receivable	32,38,651	17,59,287	-
Trade receivable	13,45,760	13,45,760	13,45,760
Total financial assets	1,77,58,824	2,12,59,165	2,42,66,628
Financial liabilities			
Level 3			
Inter corporate deposit	28,45,47,771	25,07,02,882	22,08,83,596
Others payable	2,502	8,83,781	3,81,307
Total financial liabilities	28,45,50,272	25,15,86,662	22,12,64,903

Recognised fair value measurements

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds that have quoted price. The mutual funds are valued using the closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for borrowings, Preference shares included in level 3

Pune Paud Toll Road Company Limited
Notes to the financial statements for the Year ended 31st March, 2017
 (All amounts are in INR Rupees, unless stated otherwise)

32 Note - Financial risk management

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

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, financial assets measured at amortised cost.	Aging analysis Credit ratings	Diversification of bank deposits, credit limits and letters of credit
Market risk — foreign exchange	-	-	-
Market risk — interest rate	-	-	-
Liquidity risk	Trade Payables and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

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

(a) Credit Risk

The company is exposed to credit risk, which is the risk that counterparty will default on its contractual obligation resulting in a financial loss to the company. Credit risk arises from cash and cash equivalents, financial assets carried at amortised cost.

(b) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, group treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at local level in the operating companies of the group in accordance with practice and limits set by the group. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

As At March-2017

	Less than 3 months	3 months to 1 year	1 to 2 Years	2 to 5 Years	Over 5 Years	Total
Non-derivatives						
Borrowings	-	-	-	28,45,47,771	-	28,45,47,771
Other Financials liabilities	-	2,502	-	-	-	2,502
Trade and other payables	-	-	-	-	-	-
Total non-derivatives	-	2,502	-	28,45,47,771	-	28,45,50,272
Derivatives (N.A)						
	-	-	-	-	-	-
	-	2,502	-	28,45,47,771	-	28,45,50,272

As At March-2016

	Less than 3 months	3 months to 1 year	1 to 2 Years	2 to 5 Years	Over 5 Years	Total
Non-derivatives						
Borrowings	-	-	-	25,07,02,882	-	25,07,02,882
Other Financials liabilities	-	8,83,781	-	-	-	8,83,781
Trade and other payables	-	-	-	-	-	-
Total non-derivatives	-	8,83,781	-	25,07,02,882	-	25,15,86,662
Derivatives (N.A)						
	-	-	-	-	-	-
	-	8,83,781	-	25,07,02,882	-	25,15,86,662

As At April-2015

	Less than 3 months	3 months to 1 year	1 to 2 Years	2 to 5 Years	Over 5 Years	Total
Non-derivatives						
Borrowings	-	-	-	22,08,83,596	-	22,08,83,596
Other Financials liabilities	-	3,81,307	-	-	-	3,81,307
Trade and other payables	-	-	-	-	-	-
Total non-derivatives	-	3,81,307	-	22,08,83,596	-	22,12,64,903
Derivatives (N.A)						
	-	-	-	-	-	-
	-	3,81,307	-	22,08,83,596	-	22,12,64,903


33 Previous years figures

Figures for the previous year has been regrouped/reclassified/rearranged wherever necessary to make them comparable to those for the current year

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

Praveen Sood
Director



For G. D. Apte & Co.
Chartered Accountants

Ravindra Singh
Director



Registration No. 100 515W

Chetan R. Sapre
Partner
Membership No.: 116952

Place: Mumbai
Date: : 24.04.2017

Mahesh Sitaram Gaikwad
Director



Place: Mumbai
Date : 24.04.2017

