

INDEPENDENT AUDITOR'S REPORT

To the Members of Infrastructure Leasing & Financial Services Limited

Report on the Standalone Financial Statements

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, 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016 ("the Rules"). 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 financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing, 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 standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 we have obtained 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 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, 2018, its profit, and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 12 (c) (ii) to the standalone financial statements of the Company which describes the uncertainty related to the outcome of the Insolvency resolution process by the National Company Law Tribunal under provisions of Insolvency and Bankruptcy Code, 2016, of Dighi Port Limited ("DPL") and consequential impact it may have on the diminution in value of exposure in DPL. Our opinion is not qualified in respect of this matter.



S R B C & CO LLP

Chartered Accountants

Other Matter

The financial statements of the Company for the year ended March 31, 2017, included in these standalone financial statements, have been audited by the predecessor auditor who expressed an unmodified opinion on these statements on April 26, 2017. Our report is not modified in respect of above matter.

Report on Other Legal and Regulatory Requirements

1. 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 "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 it appears from our examination of those books;
- (c) The Balance Sheet, Statement of Profit and Loss, and 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 Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014 and Companies (Accounting Standards) Amendment Rules, 2016 ("the Rules");
- (e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in Annexure 2 to this report;
- (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 has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 31 to the standalone financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003



per Jayesh Gandhi
Partner
Membership No.: 037924
Place: Mumbai
Date: May 30, 2018



Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date

Re: Infrastructure Leasing & Financial Services Limited ("the Company")

- (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) According to the information and explanations given by the management, the fixed assets were physically verified during the year by the Management in accordance with a phased programme of verification which, in our opinion, provides reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us, we report that:
 - 1. the title deeds of freehold land and building are held in the name of the Company as at March 31, 2018
 - 2. Further, for fixed assets taken on lease 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 allocation letter has been issued by the Government Authority.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured to companies 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 repayment of the principal amount is as stipulated and payment of interest has been regular, except for 119 instances of delays in receipt of principal and interest; and
 - (c) There is no amount overdue for more than 90 days as at March 31, 2018.
- (iv) In our opinion and according to the information and explanations given by the management, considering the nature of the Company and that 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 the Order is not applicable.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and as explained, the Company is not in the business of sale of any goods. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)(a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, goods and service tax, service tax, value added tax, cess and other statutory dues applicable to it. The provisions relating to duty of custom and duty of excise are not applicable to the Company.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, value added tax, goods and service tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable. The provisions relating to duty of custom and duty of excise tax are not applicable to the Company.



S R B C & CO LLP

Chartered Accountants

- (c) According to the records of the Company, the dues of income-tax, sales-tax, service tax, value added tax and cess on account of any dispute, are as follows:

Name of the statute	Nature of the dues	Amount (Rs mn)	Period to which the amount relates	Forum where the dispute is pending
Finance Act	Service Tax	29.51	2004-2010	CESTAT
Income Tax Act	Income Tax - TDS	1.11	2011-2012	CIT (A)

- (viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution and banks, government or dues to debenture holders.
- (ix) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not raised any money by way of initial public offer or further public offer, hence not commented upon.
- Further, in our opinion, monies raised by the Company by way of term loans were applied for the purpose for which those were raised.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, 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 hence not commented upon.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- (xvi) According to the information and explanations given to us, we report that the Company is registered under section 45-IA of the Reserve Bank of India Act, 1934.

For S R B C & CO LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003



per Jayesh Gandhi
Partner
Membership No.: 037924
Place: Mumbai
Date: May 30, 2018



ANNEXURE 2 to the Independent's Report of even date on the Financial Statements of Infrastructure Leasing & Financial Services Limited**Report on the Internal Financial Controls under Clause (D) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

To the Members of Infrastructure Leasing & Financial Services Limited

We have audited the internal financial controls over financial reporting of Infrastructure Leasing & Financial Services Limited ("the Company") as of March 31, 2018 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 the 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") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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



Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For S R B C & CO LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003



per Jayesh Gandhi
Partner

Membership No.: 037924

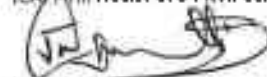
Place: Mumbai

Date: May 30, 2018

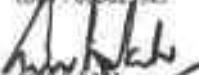


INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED
BALANCE SHEET AS AT MARCH 31, 2018
₹ in million

	Notes	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
Shareholder's Fund			
Share Capital	3	9,831.53	9,831.53
Reserves and Surplus	4	59,670.42	64,501.95
			64,212.87
Non-current Liabilities			
Long-term Borrowings	5	101,790.40	93,443.39
Other long-term liabilities	7	1,121.63	1,401.05
Long-term Provisions	8	10,492.05	113,404.17
			5,348.11
Current Liabilities			
Current maturities of Long-term Debt	5	23,845.02	14,709.15
Short-term borrowings	5	33,714.74	15,072.90
Trade Payables Other than MSML		301.34	380.15
Trade Payables to MSML		0.72	-
Other Current Liabilities	7	5,928.76	4,064.50
Short-term Provisions	6	375.14	64,160.32
			1,026.46
		247,075.44	201,661.71
ASSETS			
Non-current Assets			
Property, plant and equipment			
Tangible Assets (Net)	10	9,090.90	3,321.08
Intangible Assets (Net)	11	14.95	10.50
Non-current Investments	12	122,837.96	118,366.58
Long-term Loans and Advances	14	80,868.86	33,658.57
Deferred Tax Assets (Net)	6	548.00	379.00
Other Non-current Assets	15	12,510.74	205,871.41
			13,756.74
Current Assets			
Current portion of Long-term Investments	13	36.00	100.00
Current portion of Long-term Loans and Advances	14	8,915.68	10,148.00
Trade Receivables	16	1,042.14	1,129.53
Cash and Cash Equivalents	17	24,702.89	14,719.31
Short-term Loans and Advances	14	589.53	591.29
Other Current Assets	15	5,012.79	41,204.03
			2,022.44
		247,075.44	201,661.71

Notes 1 to 35 form part of the Standalone Financial Statements
In terms of our report attached.
For SRBC & Co LLP
Chartered Accountants
ICAI Firm Registration Number: 299402 / 900308

Jayesh Gandhi
Partner
Membership No. 027924
Mumbai, May 30, 2018

For and on behalf of the Board

R. Parthasarathy
Chairman
(DIN : 000023923)

Anil K. Saha
Joint Managing Director & CEO
(DIN : 000023777)

Harisharan
Vice Chairman & Managing Director
(DIN : 000023861)

Manantra Wagle
Group Chief Financial Officer

Varsha Sawant
Company Secretary

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INFRASTRUCTURE LEASING & FINANCIAL SERVICES LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018



₹ in million

For the Year Ended March 31,	Notes	2018	2017
INCOME			
Revenue from Operations	20	17,891.39	15,936.55
Other Income	21	1,193.66	1,336.18
Total Revenue		18,084.77	17,872.77
EXPENSES			
Employee Benefit Expenses	22	675.65	921.46
Finance Costs	23	7,871.51	11,175.59
Other Operating and Administrative Expenses	24	657.37	780.41
Depreciation and Amortization Expenses	10 & 11	315.29	173.73
Contingent Provision against Standard Assets		176.68	21.19
Provision for General Contingency		1,086.00	1,197.00
Total Expenses		15,669.96	14,276.40
Profit Before Tax		3,924.81	3,596.37
Tax Expense:			
- Current Tax		1,250.00	299.00
- Waiver of tax provision of earlier years	9 (d)	(1,308.43)	-
- Deferred Tax (Net)	6	(169.00)	(523.00)
PROFIT FOR THE YEAR		5,845.21	3,827.37
Earning per Equity Share:	27		
- Basic		54.76	19.85
- Diluted		54.75	19.85
(Face Value ₹ 10 per Share)			

Notes 1 to 35 forms part of the Standalone Financial Statements

In terms of our report attached.

 For SRFC & Co LLP
 Chartered Accountants
 ICAI Firm Registration Number: 324982L/LS300023

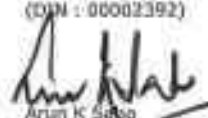



Jayesh Chandra Patil
 Partner
 Membership No. 337074
 Mumbai, May 30, 2018

For and on behalf of the Board



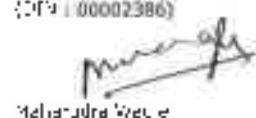
 Ravi Parthasarathy
 Chairman
 (DIN : 00002392)



 Anurag K. Sarda
 Joint Managing Director & CEO
 (DIN : 00002377)



 Hari Shankaran
 Vice Chairman & Managing Director
 (DIN : 00002386)



 Mahendra Wagle
 Group Chief Finance Officer



Vansha Sawant
 Company Secretary

INFRASTRUCTURE FASTING & FINANCIAL SERVICES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

		2018	2017
For the Year Ended March 31,			
(A) CASH FLOW FROM OPERATING ACTIVITIES			
PROFIT BEFORE TAX		4,424.31	4,595.37
Adjustments for:			
Depreciation		319.50	173.33
Amount set aside for Investment Valuation/write off		-	3.07
Conducta Provision against Standard Assets (Net)		145.55	21.19
Provision for Contingencies		1,000.00	1,197.00
Provision for Employee Benefits (Net)		(38.39)	(10.77)
Provision for Mark-to-Market on Derivatives / Change in fair value of Derivatives (Net)		-	5.12
Net Profit on Sale of Long-term Investments		(71.02)	(441.10)
Profit on sale of Div. Assets (Net)		(0.52)	(108.50)
		4,879.78	4,424.11
Adjustments for changes in Working Capital:			
Increase in Other Current, Non-current Assets and Advances		(5,011.28)	(4,411.49)
Increase in Trade Receivables		(817.59)	(235.50)
Decrease in Trade Payables		778.00	(79.86)
Increase / (Decrease) in Other Current and Non-current Liabilities / Provisions		1,457.05	(575.20)
		266.85	(141.98)
		(24,886.46)	(6,265.39)
		(24,889.81)	(6,241.97)
Income Tax / (Refund of Taxes) (Net) (Refer Foot Note 1)		(1,130.09)	137.77
NET CASH (USED IN) FROM OPERATING ACTIVITIES	A	(25,740.70)	(6,054.24)
(B) CASH FLOW FROM INVESTING ACTIVITIES			
Investment in Subsidiaries		(1,411.45)	(291.13)
Investment in Other Long-term Investments		-	(5,370.04)
Proceeds from sale of Investments in Subsidiaries		7,170.00	7,000.94
Proceeds from sale / Redemption of Other Non-current Investments		-	2,420.72
(Increase) / Decrease in Advance Towards Investments		(1,275.97)	1,370.43
Purchase of Fixed Assets		(74.03)	(52.14)
Proceeds from Sale of Fixed Assets		0.78	157.79
NET CASH (USED IN) / GENERATED FROM INVESTING ACTIVITIES	B	(1,688.47)	5,167.48
(C) CASH FROM FINANCING ACTIVITIES			
Proceeds from Long-term Borrowings		32,952.47	13,788.30
Issuance of Long-term Debt Securities		(15,150.10)	(15,000.15)
Payment of Short-term Borrowings (Net)		20,641.81	(6,830.34)
Dividend on Equity Shares		(545.77)	-
Dividend on Preference Shares		-	(1,402.33)
(Investment in) / Proceeds from Fixed deposits under lien against borrowings		(6,060.30)	6,050.00
NET CASH GENERATED FROM / (USED IN) FINANCING ACTIVITIES	C	29,838.41	(3,400.41)
(D) Net Increase / (Decrease) in Cash and Cash Equivalents	(A+B+C)	2,409.74	(4,287.17)
(E) Cash and Cash Equivalents at the beginning of Year		3,167.35	7,534.52
Cash and Cash Equivalents at the end of the Year (Refer Note 17)	(D+E)	5,576.59	3,247.35

Foot Note:

- (1) Direct tax expense is included as arising from operating activities and are not bifurcated between investment and financing activities.

Notes 1 to 30 forms part of the Standalone Financial Statements.

In terms of our Report attached.

For and on behalf of the Board

For IFBS & F&F
Chartered Accountants
Firm's Registration Number: 3249625/E/300002

Joseph Gandhi
Partner
Membership No: 637924

R. Parthasarathy
Chairman
(DIN: 00002792)

Joint Managing Director & CEO
(DIN: 00002777)

Venkat Subramanian
Chairman (Interim)

Mr. Sankar
Vice Chairman & Managing Director
(DIN: 00002385)

Maharaja Wadhwa
Group Chief Financial Officer

Mumbai, May 30, 2018



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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 read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standard) Amendments Rules, 2016 and relevant provisions of the Companies Act, 2013, as applicable, and RBI Guidelines. All income and expenditure 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.

(b) Use of Estimates

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.

(c) 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 management estimates, 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 equipment's	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

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

With effect from March 2017, 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

- The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate



(d) 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

(e) 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. Unquoted current Investments are valued at lower of cost or fair value

(f) 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 applicable 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 Consultancy projects under fixed price contracts, where there is no uncertainty as to measurement or collectability, is recognised based on milestones reached under the contracts, as specified in contractual agreements
- (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
- (vi) Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured



(g) **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
- (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

(h) **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

(i) **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, 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



(j) **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.

(k) **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
- (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 (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 Master Directions RBI/DNBR/2016-17/45 dated September 1, 2016 applicable to Non Banking Financial Company- Systemically Important- Non Deposit Taking and Deposit taking Companies. Provision recognition on such facilities is as per foregoing Master Directions and Internal Credit Policy

II) 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

(m) 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 and exchange differences are recognised as income or expense in the period in which they arise. 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

(n) 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

- (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



(o) **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

(p) **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

(q) **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 and Cash Equivalents 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

(r) **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

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,	2018	2017	
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 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



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

Issued & Paid-up Capital (₹ mn)	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 NCRCP
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 ₹ 1,500/- 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					

* Issued at a premium of ₹ 5,000/- per NCRCPs

Issued at a premium of ₹ 7,500/- per NCRCPs

- (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



(d) Details of Movement in Shareholding of Subscribed and paid up Capital :

(i) Equity Shares

Particulars	Number of Shares	
	FY 2018	FY 2017
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 2018	FY 2017
Opening Balance	1,133,000	1,133,000
Add : Allotment made during the year	-	-
Closing Balance	1,133,000	1,133,000

(c) List of shareholders holding more than 5% equity shares :

Fully paid-up Shares of ₹ 10 each

As at March 31,	2018		2017	
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	15,407,658	12.00	15,406,092	12.00
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



(f) List of shareholders holding more than 5% NCRCPs :

As at March 31,	2018		2017	
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

(g) Dividend :

- (i) The Board of Directors has subject to approval of the Members at the ensuing Annual General Meeting, recommended payment of final dividend @ 60% i.e. ₹ 6.00 per equity share of ₹ 10 each fully paid up aggregating to ₹ 770.42 mn and dividend distribution tax of ₹ 158.36 mn for the year ended March 31, 2018
- (ii) The Board of Directors have recommended an interim dividend on NCRCPs for the year ended March 31, 2018 as follows :
- On 2% NCRCPs aggregating to ₹ 1.00 mn and dividend distribution tax of ₹ 0.20 mn
 - On 16.38% NCRCPs, 16.06% NCRCPs, 15.99% NCRCPs and 16.46% NCRCPs aggregating to ₹ 1,379.47 mn and dividend distribution tax of ₹ 283.55 mn

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 and NCRCPs for the year ended March 31, 2018



(4) Reserves and Surplus

(a) The movement in Reserves and Surplus:

₹ in million

As at March 31,	2018	2017
General Reserve	3,702.13	1,702.13
Capital Redemption Reserve	520.00	520.00
Securities Premium Account		
Opening Balance	17,768.13	18,386.97
Less : Transfer to Preference Share Premium Redemption Reserve	618.84	618.84
	17,149.29	17,768.13
Preference Share Premium Redemption Reserve (Refer Note 2(a))		
Opening Balance	1,182.13	-
Add : Transfer from Statement of Profit and Loss	563.29	563.29
Add : Transfer from Securities Premium Account	618.84	618.84
	2,364.26	1,182.13
Special Reserve I		
Opening Balance	8,780.67	8,015.20
Add : Transfer from Statement of Profit and Loss	1,168.64	765.47
	9,949.31	8,780.67
Special Reserve II		
Opening Balance	805.00	775.00
Add : Transfer from Statement of Profit and Loss	22.00	30.00
	827.00	805.00
Cash flow hedging Reserve		
Opening Balance	21.38	-
Add : Movement during the year	(8.47)	21.38
	12.96	21.38
Revaluation Reserve		
Opening Balance	5,661.04	-
Add : Created during the year	-	5,672.64
Less : Transfer to Statement of Profit and Loss	132.33	11.60
	5,528.71	5,661.04
Surplus in Statement of Profit and Loss		
Opening Balance	15,940.86	14,857.76
Profit for the year after tax	5,843.21	3,827.37
Add : Transitional provision on Derivatives	-	5.19
Less : Dividend:		
- Dividend on Equity Share	545.71	-
- Interim Dividend on Preference Share	-	1,402.30
- Tax on Dividend on Preference Share	-	285.48
- Tax on Dividend on Equity Share	111.09	-
Add : Dividend Tax Exempt	111.09	285.48
Add : Transfer from Revaluation Reserve	132.33	11.60
Less: Transferred to:		
- Special Reserve I	1,168.64	765.47
- Special Reserve II	22.00	30.00
- Preference Share Premium Redemption Reserve	563.29	563.29
	19,616.76	15,970.86
Total	59,670.42	54,381.34

- (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 86(i)(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	2018				2017			
	Short term	Long Term		Total	Short term	Long Term		Total
		Current	Non-current			Current	Non-current	
Debentures	-	13,590.05	83,715.80	97,305.85	-	7,849.90	72,685.85	80,535.75
Term Loans	2,600.00	7,258.27	16,013.15	25,871.42	3,200.00	6,179.75	18,545.88	27,925.13
Subordinated Debt	-	-	68.54	68.54	-	-	68.54	68.54
Loan repayable on demand	38.34	-	-	38.34	288.29	-	-	288.29
Inter Corporate Deposits	11,003.50	3,000.30	50.00	14,053.80	4,592.06	680.00	197.12	5,469.18
Commercial Papers	20,072.90	-	-	20,072.90	4,992.58	-	-	4,992.58
Covered Warrants	-	-	1,943.00	1,943.00	-	-	1,943.00	1,943.00
Total	33,714.74	23,648.62	101,790.49	159,353.85	13,072.93	14,709.15	93,440.39	121,222.47



ALPS

(b) Borrowings outstanding :

₹ in million

As at March	2018			2017		
	Short term	Long Term		Short term	Long Term	
		Current	Non-current		Current	Non-current
Secured [Refer Note 5(c)]						
Debt Securities [Refer Note 5(d) (c) & (f)]						
- From Banks	-	300.00	4,250.00	-	950.00	1,680.00
- From Related Parties	-	1,400.00	4,000.00	-	50.00	5,400.00
- From Other Parties	-	11,890.05	75,465.80	-	6,849.90	65,605.85
Term Loans [Refer Note 5(g)(i) & (ii)]						
- From Banks	1,000.00	6,883.33	13,366.67	2,000.00	5,250.00	15,650.00
- From Other Parties*	-	263.97	1,910.73	-	262.85	2,165.66
Loan repayable on demand						
- From Banks	38.34	-	-	288.29	-	-
Unsecured						
Sub-ordinated Debt [Refer Note 5(g)]						
- From Related Parties	-	-	68.54	-	-	68.54
Term Loans						
- Banks	1,600.00	-	-	1,200.00	400.00	-
- From Other Parties#	-	110.97	735.75	-	266.40	730.22
Inter Corporate Deposits						
- From Related Parties	1,186.00	-	-	-	-	-
- From Other Parties	9,817.50	3,000.30	50.00	4,592.06	680.00	197.12
Commercial Papers (CP)						
- From Banks	500.00	-	-	250.00	-	-
- From Other Parties	20,250.00	-	-	4,950.00	-	-
Less : Unexpired discount on CP	677.10	-	-	207.42	-	-
Covered Warrants [Refer Note 5(i)]						
- From Related Parties	-	-	1,943.00	-	-	1,943.00
Sub total	33,714.74	23,848.62	101,790.49	13,072.93	14,709.15	93,440.39
Total			159,353.85			121,222.47

* Includes ₹ 1,769.70 mn (Previous Year : ₹ 1,504.06 mn) guaranteed by the Government of India and ₹ 405.00 mn (Previous Year : ₹ 450.00 mn) 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
- (d) The details of Secured Non-Convertible Debentures (NCDs) issued on a private placement basis as at March 31, 2018

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
		2018	2017			
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
2017 Series I-Q	250,000	250,000	-	1,000	8.65	27-Mar-2028
2017 Series I-D	2,000,000	2,000,000	-	1,000	7.85	20-Sep-2027
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
2017 Series I-P	430,000	430,000	-	1,000	8.55-8.65	22-Mar-2025
2017 Series I-N	1,330,000	1,330,000	-	1,000	8.55-8.65	09-Mar-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
2017 Series I-M	840,000	840,000	-	1,000	8.30-8.40	06-Apr-2023
2017 Series I-O	250,000	250,000	-	1,000	8.45	14-Mar-2023
2017 Series I-L	800,000	800,000	-	1,000	8.30	24-Jan-2023
2017 Series I-K	500,000	500,000	-	1,000	8.30	19-Jan-2023
2017 Series I-J	2,500,000	2,500,000	-	1,000	8.30-8.40	15-Jan-2023
2017 Series I-I	1,000,000	1,000,000	-	1,000	8.30	11-Jan-2023
2017 Series I-G	2,250,000	2,250,000	-	1,000	7.85-7.88	30-Dec-2022
2012 Series II	1,000,000	1,000,000	1,000,000	1,000	9.40	19-Dec-2022
2015 Series I-R	1,450,000	1,450,000	-	1,000	7.65-7.70	02-Aug-2022
2015 Series I-Q	1,800,000	1,800,000	-	1,000	7.65-7.70	26-Jul-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	500,000	500,000	500,000	1,000	8.25	01-Mar-2022



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
		2018	2017			
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	800	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
2017 Series I-B	1,500,000	1,500,000	-	1,000	7.73	28-Dec-2020
2010 Series VII	1,500,000	250,000	250,000	1,000	9.20	24-Dec-2020
2015 Series I-B	500,000	250,000	500,000	1,000	8.65	22-Dec-2020
2014 Series I-Z	900,000	900,000	900,000	1,000	8.50	28-Oct-2020
2017 Series I-F	500,000	500,000	-	1,000	7.60	29-Sep-2020
2017 Series I-E	500,000	500,000	-	1,000	7.65	26-Sep-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
2017 Series I-C	1,000,000	1,000,000	-	1,000	7.60-7.70	07-Sep-2020
2017 Series I-A	500,000	500,000	-	1,000	7.60	18-Aug-2020
2015 Series I-T	500,000	500,000	-	1,000	7.50	04-Aug-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-P	1,500,000	1,500,000	-	1,000	8.00-8.09	06-Jun-2020
2015 Series I-N	3,000,000	3,000,000	3,000,000	1,000	8.0938	15-May-2020
2015 Series I-O	1,500,000	1,500,000	-	1,000	8.00-8.09	11-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
2017 Series I-H	1,220,000	1,220,000	-	1,000	7.75-7.80	14-Nov-2019
2015 Series I-K	750,000	750,000	750,000	1,000	7.85-7.90	24-Oct-2019
2015 Series I-I	1,600,000	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
2015 Series I-D	250,000	250,000	250,000	1,000	8.70	25-Jul-2019
2015 Series I-G	500,000	450,000	500,000	1,000	8.90	17-Mar-2019
2015 Series I-F	570,000	520,000	570,000	1,000	8.90	15-Mar-2019
2015 Series I-M	350,000	350,000	350,000	1,000	8.00-8.25	03-Mar-2019
2014 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



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
		2018	2017			
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	690,000	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-F	1,000,000	1,000,000	1,000,000	1,000	8.74	11-Aug-2018
2014 Series I-S	2,300,000	800,000	2,300,000	1,000	8.74	10-Aug-2018
2015 Series I-5	500,000	500,000	-	1,000	7.20	06-Aug-2018
2001 Series IX A	100,000	1,800	1,800	1,000	7.20	17-Jun-2018
2014 Series I-H	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	1,000	8.78	28-Mar-2018
2007 Series XI	250,000	28,250	29,050	1,000	7.20	16-May-2018
2014 Series I-J	250,000	-	250,000	1,000	8.75	23-Mar-2018
2014 Series I-G	350,000	-	350,000	1,000	8.75	19-Mar-2018
2001 Series IX B	60,000	-	9,000	1,000	8.10	20-Feb-2018
2014 Series I-Y	750,000	-	750,000	1,000	8.80	23-Sep-2017
2011 Series III	750,000	-	750,000	1,000	9.80	16-Sep-2017
2001 Series XI	250,000	-	174,500	1,000	9.00	9-Aug-2017
2007 Series II	615,600	-	615,600	1,000	10.50	11-Jun-2017
Total		94,755,850	76,235,750			

(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, 2018

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
		2018	2017			
2015 Series I-J	1,000,000	1,000,000	1,000,000	1,000	1260.13	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	1,000	1,287.20	22-Mar-2018
2014 Series I-E	500,000	-	500,000	1,000	1,286.31	12-Mar-2018
2015 Series I-G	500,000	-	500,000	1,000	1,174.95	20-Dec-2017
Total		3,050,000	4,300,000			



- (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, 2018 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
		2018	2017			
2001 Series V	780,000	68,540	68,540	1,000	7.50	30-Apr-2020
Total		68,540	68,540			

- (h) The terms of repayment of Term loans and Foreign currency loans as at March 31, 2018 :

(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%	10,500.00 (11,950.00)	2,250.00 (3,600.00)	- (-)	12,750.00 (15,550.00)	Maturity
11.01 % to 13.26%	583.34 (100.00)	33.33 (-)	- (-)	616.67 (100.00)	Maturity
Total	11,083.34 (12,050.00)	2,283.33 (3,600.00)	- (-)	13,366.67 (15,650.00)	

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					
3 M USD LIBOR + 10 bps	90.00 (90.00)	90.00 (90.00)	180.00 (225.00)	360.00 (405.00)	Half Yearly/ Maturity
6M USD LIBOR + 60 bps	419.93 (331.85)	419.93 (331.85)	650.98 (670.89)	1,490.84 (1,334.59)	Half Yearly/ Maturity
Total *	509.93 (421.85)	509.93 (421.85)	830.98 (895.89)	1,850.84 (1,739.59)	
Unsecured					
Fixed 75 bps	41.17 (40.05)	41.12 (40.05)	465.55 (473.41)	547.79 (553.51)	Half Yearly/ Maturity
EURIBOR + 137 bps	119.99 (156.89)	- (39.22)	- (-)	119.99 (196.11)	Half Yearly/ Maturity
Total *	161.11 (196.94)	41.12 (79.27)	465.55 (473.41)	667.78 (749.62)	

Interest frequency : Quarterly / Half yearly

* excludes Mark to Market on foreign currency secured loans ₹ 59.89 mn (Previous Year : ₹ 426.07 mn) and unsecured loans ₹ 67.97 mn (Previous year : 19.40 mn (debit)) as at March 31, 2018

- (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 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 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 previous 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, 2017	Adjustments for the year	Deferred tax Asset / (Liability) as at March 31, 2018
Difference between book and tax depreciation	(611.00)	17.00	(594.00)
Provision & Contingencies	548.00	178.00	726.00
Carry forward of long term capital loss	332.00	10.00	342.00
Others (Net)*	110.00	(36.00)	74.00
Total	379.00	169.00	548.00

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

Previous year

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 of 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.



(7) Other Liabilities

(a)	As at March 31,	₹ in million			
		2018		2017	
		Current	Long-term	Current	Long-term
	Interest Accrued but not due on Borrowings	4,868.60	568.36	3,595.41	752.81
	Income Received in Advance	215.31	158.80	187.70	334.16
	Payables to Related Parties	12.77	-	9.20	-
	Security Deposits Received from				
	- Related Parties	616.97	6.85	1.48	6.85
	- Other Parties	25.00	350.92	72.09	276.53
	Unclaimed Dividend	13.35	-	116.58	-
	Option Price Received in Advance	-	36.67	-	36.67
	Statutory Dues	175.36	-	41.46	-
	Others	1.40	0.03	1.41	-
	Forward Contracts Payable	-	-	39.23	-
	Sub total	5,928.76	1,121.63	4,064.56	1,407.05
	Total		7,050.39		5,471.61

- (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 Non Banking 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 mn (Previous Year : ₹ 0.15 mn) are lying with the Company due to pending proceedings / disputes among claimants



(B) Provisions

₹ in million

(a) As at March 31,	2018		2017	
	Short-term	Long-term	Short-term	Long-term
Provisions for General Contingencies [Refer Note 8 (b)]	-	8,540.00	-	8,000.00
Provisions for Employee Benefits [Refer Note 8(c)]	333.76	36.06	181.72	38.34
Provision for Tax (net of Advance Tax) [Refer Note 8(d)]	41.38	-	544.71	-
Contingent Provision against Standard Assets [Refer Note 8(e)]	-	330.49	-	183.81
Provision for Diminution in Value of Investments [Refer Note 8(f)]	-	1,585.50	-	1,126.00
Sub total	375.14	10,492.05	1,026.46	9,348.15
Total		10,867.19		10,374.61

(b) Movement in Provision for General Contingencies :

₹ in million

Provision for General Contingencies	FY 2018	FY 2017
Opening Balance	8,000.00	7,900.00
Add : Provision made during the year	1,000.00	1,197.00
Less : Provision utilized towards diminution in value of investments	460.00	1,097.00
Closing Balance	8,540.00	8,000.00



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

- (i) The Company has charged (net of recoveries) ₹ 21.34 mn (Previous Year : ₹ 28.36 mn) to the Statement of Profit and Loss as Company's Contribution to Provident Fund and ₹ 17.64 mn. (Previous Year : ₹ 26.45 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 2018	FY 2017
Opening Defined Benefit Obligation	622.75	647.74
Interest Cost	36.20	47.63
Current Service Cost	25.41	47.39
Liability Transfer In	-	2.04
Liability Transfer Out	(2.31)	(34.16)
Benefits Paid	(147.01)	(44.27)
Actuarial (Gain)/Loss on Obligations	(26.14)	(43.12)
Closing Defined Benefit Obligation	508.90	622.75

Reconciliation of Fair value of Plan Assets

₹ in million

Particulars	FY 2018	FY 2017
Opening Fair Value of Plan Assets	660.51	646.02
Expected Return on Plan Assets	46.87	39.58
Transfer from Other Companies	-	2.82
Transfer to Other Companies	(2.31)	(34.16)
Benefits Paid	(147.01)	(44.27)
Actuarial Gain/(Loss)	(3.99)	49.72
Closing Fair Value of Plan Assets	554.07	660.51



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

₹ in million

Particulars	FY 2018	FY 2017	FY 2016	FY 2015	FY 2014
Present Value of Funded Obligation	508.90	622.75	647.24	567.06	516.07
Fair Value of Plan Assets	554.07	660.51	646.82	594.17	519.03
Balance Sheet (Liability / (Asset))	(45.17)	(37.76) *	0.42	(27.11)	(3.01)

* recognized in FY 2018

Expenses recognised in the Statement of Profit and Loss

₹ in million

Particulars	FY 2018	FY 2017
Current Service Cost	25.41	47.39
Interest Cost	36.20	47.63
Expected Return on Plan Assets	(46.87)	(39.58)
Actuarial Losses/(Gains) (Net)	(22.15)	(92.84)
Excess of Plan Assets of Fund Value	(37.76)	-
Net Gratuity Expenses Included in 'Employee Cost'	(45.17)	-

Description of Plan Assets

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

Summary of Actuarial Assumptions

Particulars	FY 2018	FY 2017
Discount Rate (Current)	7.46%	6.69%
Expected rate of return on Assets (Current)	8.00%	8.00%
Salary Escalation Rate Current	5.00%	5.00%
Mortality	Published notes under the Indian Assured Lives Mortality (2006-08 estimate)	Published notes under the Indian Assured Lives Mortality (2006-08 estimate)



Actual Return on Plan Assets

₹ in million

Particulars	FY 2018	FY 2017
Expected Return on Plan Assets	46.87	39.58
Actuarial Gain/(Loss) on Plan Assets	(3.99)	42.76
Actual Return on Plan Assets	42.88	82.34

Experience Adjustment

₹ in million

Particulars	FY 2018	FY 2017	FY 2016	FY 2015	FY 2014
On Liability (Gain) / Loss	(26.14)	(44.95)	(15.67)	(21.02)	8.46
On Asset Gain / (Loss)	(3.99)	49.72	20.45	51.18	(9.71)

Other Details

The Employer's best estimate of the contributions expected to be paid to the plan during the next 12 months is ₹ 27.90 mn (Previous Year : ₹ 32.37 mn)

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

(d) Provision for Tax :

- (i) The Company had created provision for tax in earlier years for disallowances of expenses under section 14A of Income Tax Act, 1961 based on the conservative estimates. Considering subsequent judicial pronouncements and orders of the appellate authorities in the Company's own case in the matter, the Management has reassessed the requirements of tax provisions of earlier years in respect of Section 14A disallowance. Based on such assessment, the Company has written back provision for tax of earlier years amounting to ₹ 1,858.40 mn through the Statement of Profit and Loss in the current financial year
- (ii) During the earlier financial years, the Company had not considered deduction of lease equalization adjustment on lease transactions in view of uncertainty and litigation. Pursuant to the favourable decision by the Hon'ble Supreme Court of India for allowability of Lease Equalisation adjustments debited to the Statement of Profit & Loss and also based on the legal view obtained for the applicability of the said Supreme Court decision to the facts of the Company, it has reviewed the position and has written back the provision for tax amounting to ₹ 1,750.00 mn in the current financial year



- (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 2018	FY 2017
Opening Balance	183.81	162.62
Add: Provision made during the year	146.68	21.19
Closing Balance	330.49	183.81

- (f) Movement of Provision for Diminution In Value of Investments :

₹ in million		
Particulars	FY 2018	FY 2017
Opening Balance	1,176.00	29.00
Add : Provision utilised from General Contingencies	460.00	1,007.00
Less : Utilised for write off during the year	0.50	-
Closing Balance	1,585.50	1,126.00

(9) 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

(i) 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

(iii) Following are the details of outstanding Derivative Contracts

• Fair value hedge

₹ in million

Particulars	March 31, 2018			March 31, 2017		
	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

• Cash flow hedge

in million

Particulars	March 31, 2018			March 31, 2017		
	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	8.00	27.16	78.50	7	26.41	503.60
Forward Contract	-	-	-	1	4.11	(10.60)
EURO						
Swaps	5.00	10.54	81.76	7	6.04	4.12
Forward Contract	-	-	-	3	8.35	(15.71)
Coupon Swaps	2.00	0.59	(0.36)	3	0.81	(0.79)

(v) The Movement in Cash Flow Hedges for the year ended March 31, 2018 is as follows:

₹ in million

Particulars	FY 2018	FY 2017
Opening balance	21.38	-
Gain / (Loss) recognized during the year	(321.16)	481.41
Amount transferred to statement of profit and loss account under finance charges	312.74	(460.03)
Closing balance	12.96	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 :

in million

Liabilities	Foreign Currency		Exchange Rate	Amount in Foreign Currency	Amount in equivalent Rupee
External Commercial Borrowings	USD	Principal*	65.1700	27.16	1,769.70
		Interest	65.1700	0.18	11.78
	EURO	Principal	80.295957	10.54	846.72
		Interest	80.295957	0.02	1.80
Total Payables (A)					2,630.00
Hedged by derivative and forward contracts (B)	USD	Principal		27.16	
		Interest		0.18	
	EURO	Principal		10.54	
		Interest		0.02	
Unhedged Payables (C=A-B)	USD			Nil	
	EURO			Nil	

* excludes foreign currency borrowing swapped with Rupee borrowing in India ₹ 405.00 mn

Previous Year :

In million

Liabilities	Foreign Currency		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 mn



(10) Tangible Assets as at March 31, 2018

Item	GROSS BLOCK (at cost / revalued)				ACCUMULATED DEPRECIATION / AMORTISATION			Net Block
	As at 01-Apr-17	Additions For the Year	Deductions For the Year	As at 31-Mar-18	As at 01-Apr-17	For the Year	As at 31-Mar-18	
Freehold Land	169.80	-	-	169.80	-	-	-	169.80
Leasehold Land	525.97	-	-	525.97	117.33	3.89	121.22	404.75
Premises (Refer foot note 1, 2 & 3)	9,153.51	-	-	9,153.51	625.99	219.24	845.23	8,308.28
Plant & Machinery	376.35	3.23	-	379.58	314.85	6.72	321.57	58.01
Furniture and Fixtures	267.44	0.02	3.27	264.19	228.19	14.12	239.09	25.10
Vehicles	1.07	61.60	1.01	61.66	1.03	14.90	14.92	46.74
Office Equipments	42.85	0.78	0.67	42.96	28.80	5.27	33.41	9.55
Data Processing Equipments	137.21	2.06	0.99	138.28	121.67	8.95	129.67	8.61
Electricals Installation	136.43	0.89	12.69	124.63	96.43	12.56	96.52	28.11
Improvement to Leased Property	155.30	0.30	-	155.60	100.61	23.04	123.65	31.95
TOTAL	10,965.93	68.88	18.63	11,016.18	1,634.85	308.69	1,925.28	9,090.90

Foot notes :

(1) Includes Premises given on Operating Lease

(2) In respect of one leasehold 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) Refer Note 5(c) for pledge as securities for liabilities



For Previous Year

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	
Freehold Land (Refer to note 16.2)	169.80	17.75	1.75	169.80	-	-	-	169.80
Leasehold Land	225.63	0.34	-	525.97	107.35	9.98	117.33	408.64
Premises (Refer to 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	208.80	10.99	228.19	39.25
Vehicles	1.01	0.06	0.00	1.07	1.01	0.07	1.03	0.04
Office Equipments	37.79	7.11	2.05	42.85	75.86	4.78	28.80	14.05
Data Processing equipments	142.69	4.01	9.49	137.21	116.71	13.65	121.62	15.59
Electrical Installation	138.71	6.70	8.99	136.42	94.13	10.27	96.43	39.99
Improvement to Leased Property	141.67	13.63	-	155.30	90.44	10.17	100.61	54.68
TOTAL	5,352.95	5,714.94	101.97	10,965.92	1,557.00	152.01	1,634.85	9,331.06

Foot notes :

(1) Additions during the year includes reclassification from Premises

(2) The Company has revalued the Premises and Freehold Land held in 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

(3) Includes Premises given on Operating Lease

(4) 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

(5) Refer Note 5(c) for pledge as securities for liabilities

(11) Intangible Assets as at March 31, 2018

Item	GROSS BLOCK (at cost)				ACCUMULATED AMORTISATION			NET BLOCK
	As at 01-Apr-17	Additions For the Year	Deductions For the Year	As at 31-Mar-18	As at 01-Apr-17	For the Year	As at 31-Mar-18	
Computer Software Acquired	157.38	5.96	-	163.34	137.78	10.61	148.39	14.95
TOTAL	157.38	5.96	-	163.34	137.78	10.61	148.39	14.95

For Previous Year

Item	GROSS BLOCK (at cost)				ACCUMULATED 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	
Computer Software Acquired	148.12	9.76	0.50	157.38	116.56	21.28	137.78	19.60
TOTAL	148.12	9.76	0.50	157.38	116.56	21.28	137.78	19.60



(12) Non-current Investments

- (a) The Company had acquired management control of IL&FS Engineering & Construction Company Limited (IECCL) (erstwhile Maytas Infra Limited) and Hili 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, 2018 in equity shares is disclosed in Note 12 (d) and loans is included in Note 28(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,	2018	2017
Trade Investments		
Equity Shares	98,097.81	96,740.43
Investment in units of Trust	5,114.14	5,114.14
Debentures	19,626.01	16,712.01
Total	122,837.96	118,566.58

- (c) (i) During the current year, the Company has divested full stake in its Subsidiary, ISSL Market Services Limited in favour of external third party

During the previous 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 Ascendo Telecom Infrastructure Private Limited to Wholly Owned Subsidiary IL&FS Financial Services Limited

During FY 2016, 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 was accounted in FY 2017

The above transfers are based on independent valuations done by independent professionals.

The profit before tax on the above transactions aggregates ₹ 98.43 mn (Previous Year : ₹ 441.10 mn) and has been included under "Profit on Sale of Investments" under the head "Fund Based Income" in the Statement of Profit and Loss

- (II) The Company holds investment in equity shares of Dighi Port Limited ('DPL') at cost of ₹ 2,974.58 mn as at March 31, 2018. DPL is engaged in development of multi-purpose common user port at Dighi, on Build, Operate, Own, Share and Transfer (BOO&ST) basis, based on a Concession Agreement with Maharashtra Maritime Board

In March 2018, one of the operational creditor of DPL has initiated insolvency proceeding at National Company Law Tribunal ("NCLT") against the DPL, under provisions of Insolvency and Bankruptcy Code, 2016. The Company and other Group Entities are in the process of taking necessary steps to protect their interest. The Company has also obtained opinion from legal expert to determine its eligibility to submit resolution plan for DPL. The recovery of the value of equity shares of DPL will largely depend upon the positive outcome of the business revival plan, resolution process of the NCLT and the additional infusion of equity capital. The Company is confident of resolution of the matter. The Company had, in the earlier year, recognised Impairment loss of ₹ 744.00 mn against its equity exposure in DPL and no further impairment provision is considered necessary

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

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



(13) Current portion of Long-term Investments

₹ in million

As at March 31,		2018		2017	
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
			-----		-----
			36.00		36.00
			-----		-----
			36.00		136.00



(14) Loans and Advances

(a) Loans and Advances outstanding as at March 31, 2018 :

₹ in million

As at March 31,	2018			2017		
	Short term	Long term		Short term	Long term	
		Current	Non-Current		Current	Non-Current
Secured, considered good :						
Loans to						
- Related Parties	122.00	8,777.42	23,190.18	108.76	10,267.95	24,742.43
- Other Parties	-	1.24	4.40	-	1.85	5.78
	122.00	8,778.66	23,194.58	108.76	10,269.80	24,748.21
Unsecured, considered good :						
Advance towards Investments to Related Parties	-	-	4,880.00	-	-	983.00
Loans to						
- Related Parties	178.00	137.02	24,901.10	310.00	264.80	3,171.37
- Other Parties	27.00	-	30.00	-	-	-
Advance Tax (net)	-	-	7,571.78	-	-	4,268.36
MAT Credit Entitlement	-	-	-	-	-	335.00
Prepaid Expenses	125.30	-	161.35	109.29	-	236.95
Deposits to						
- Related Parties	-	-	13.70	-	13.70	-
- Other Parties	3.25	-	113.05	12.06	-	111.75
Advances to						
- Related Parties	55.07	-	0.13	16.62	-	100.03
- Other Parties	78.90	-	0.02	37.86	-	0.02
Capital Advances						
- Other Parties	-	-	3.15	-	-	2.33
	467.53	137.02	37,674.28	485.83	278.50	9,210.31
Sub total	589.53	8,915.68	60,868.86	594.59	10,548.30	33,958.52
Total			70,374.07			45,101.41

(b) Includes loans due from Directors and Officers of the Company is ₹ 0.24 mn (Previous Year : ₹ 0.30 mn)



(15) Other Current and Non-current Assets

₹ in million

As at March 31	2018		2017	
	Current	Non-current	Current	Non-current
Income Accrued on Investments	44.56	9,690.33	65.35	6,641.14
Interest Accrued on Loans and Advances	3,597.81	2,469.55	777.91	3,561.32
Balance In Deposit Account with Banks under Lien maturing more than 12 months	-	-	-	2.95
Dividend Receivable	492.70	-	-	-
Receivable from Sale of Securities	-	-	369.90	-
Deferred Receivables				
- Related Party	672.17	-	672.17	-
- Other	-	35.00	-	-
Unamortised Borrowing Cost	139.35	176.64	76.08	104.64
Mark to Market on Derivative Contracts	21.04	139.22	61.03	446.69
Gratuity Plan Assets	45.16	-	-	-
Sub total	5,012.79	12,510.74	2,022.44	10,756.74
Total		17,523.53		12,779.18

(16) Trade Receivables

₹ in million

As at March 31,	2018	2017
Outstanding for a period less than six months from the date it is due for payment :		
Secured, considered good	8.55	19.92
Unsecured, considered good	1,418.29	620.71
	1,426.84	640.63
Outstanding for a period exceeding six months from the date it is due for payment :		
Secured, considered good	3.59	1.42
Unsecured, considered good	516.71	487.50
	520.30	488.92
Total	1,947.14	1,129.55

(17) Cash and Cash Equivalents

₹ in million

As at March 31,	2018	2017
(i) <u>Cash and Cash Equivalents</u>		
Cash on Hand	0.68	0.22
Cheques, Drafts on Hand	5.74	965.51
Balances with Banks in Current Account	3,101.67	451.62
Balance with Banks in Demand Deposit	2,468.50	1,750.00
	5,576.59	3,167.35
(ii) Others		
Balance in Deposit Account with Banks under Lien maturing less than 12 months	19,112.95	11,050.00
Unpaid Dividend accounts	13.35	1.96
	19,126.30	11,051.96
Total	24,702.89	14,219.31



(18) Commitments

₹ in million

As at March 31,	2018	2017
(a) Estimated amount of contracts remaining to be executed on capital account not provided for	2.54	0.65
(b) Non-Disposal Undertakings to Lenders and / or Equity Investors of Subsidiaries, Joint Ventures and Associates	47,852.49	49,521.35

(19) Contingent Liabilities

₹ in million

As at March 31,	2018	2017
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



(20) Revenue from Operations

(a) Income from Operations :

₹ in million

Particulars	FY 2018	FY 2017
Fund Based Income	15,768.19	15,450.31
Fee Based Income	2,122.90	1,086.28
Total	17,891.09	16,536.59

(b) Fund Based Income :

₹ in million

Particulars	FY 2018	FY 2017
Interest Income (other than Investments)	9,182.63	5,911.06
Income from Investments	5,993.84	8,867.08
Interest on Fixed Deposit / Certificate of Deposit	590.10	669.74
Other Income	1.62	2.43
Total	15,768.19	15,450.31

(c) Income from Investments :

₹ in million

Particulars	FY 2018		FY 2017	
	Non-Current	Current	Non -Current	Current
Dividend				
▪ Trade	2,003.08	-	4,284.96	-
Interest				
▪ Trade	3,869.46	8.78	4,071.15	-
Profit/(loss) on sale (net)				
▪ Trade	71.62	-	441.10	-
▪ Non Trade	-	40.90	-	63.27
Sub Total	5,944.16	49.68	8,803.81	63.27
Total	5,993.84		8,867.08	

(d) Dividend Income includes ₹ 2,002.98 mn (Previous Year : ₹ 4,284.96 mn) received from Subsidiaries



(e) Fee Based Income :

₹ in million

Particulars	FY 2018	FY 2017
Income from Brand Fees	535.74	529.32
Consultancy and Other Fees	926.54	461.44
Project and Infrastructure Advisory Fees	660.62	95.52
Total	2,122.90	1,086.28

(f) Foreign Currency Income :

₹ in million

Particulars	FY 2018	FY 2017
Profit on Sale of Investments	-	369.90
Consultancy Fee	2.35	0.45
Total	2.35	370.35

(21) Other Income

₹ in million

(a) Particulars	FY 2018	FY 2017
Business Centre Income	1,079.82	1,032.70
Interest on Income Tax Refund	-	185.32
Profit on Sale of Fixed Assets	0.42	109.50
Miscellaneous Income	23.44	8.66
Total	1,103.68	1,336.18

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

- (i) not later than one year : ₹ 642.22 mn (Previous Year : ₹ 563.03 mn)
- (ii) later than one year and not later than 5 years : ₹ 566.45 mn (Previous Year : ₹ 592.07 mn)
- (iii) later than five years : Nil (Previous Year: Nil)

The Business Centre Income include Operating Lease / sublease income earned during the year ₹ 1,069.18 mn (Previous Year: ₹ 1,010.81 mn)



(22) Employee Benefit Expenses

₹ in million

Particulars	FY 2018	FY 2017
Salaries & Allowances	909.32	1,251.86
Contribution to Provident Fund & Other Funds	33.88	96.78
Staff Training & Welfare expenses	65.29	34.38
Sub Total	1,008.49	1,383.02
Less: Recovery on deputation/Cost Sharing	323.55	459.19
Loss : Recovery on Common Services	5.29	2.35
Total	679.65	921.48

(23) Finance Costs

₹ in million

Particulars	FY 2018	FY 2017
Interest Expense	12,574.79	10,938.67
Other Borrowing Cost	295.92	234.24
Loss on Foreign Exchange Fluctuation	0.30	1.08
Total	12,871.01	11,173.99

(24) Other Operating and Administrative Expenses :

₹ in million

(a)	Particulars	FY 2018	FY 2017
	Consultancy & Service Charges	123.95	196.24
	Repairs & Maintenance (Refer Note 24(b))	156.89	166.41
	Rent	118.77	125.96
	Rates & Taxes	66.03	97.25
	Travel & Conveyance	32.08	39.21
	Electricity	50.80	47.04
	Insurance	2.66	3.06
	Provision for doubtful debts / written off	2.08	0.07
	Miscellaneous Expenses (Refer Note 24 (c))	100.06	119.17
	Total	653.32	789.41



(b) Repairs and Maintenance include ₹ 157.22 mn (Previous Year : ₹ 154.59 mn) being amount spent for repairs and maintenance of Buildings

(c) Miscellaneous expenses include :

(i)

₹ in million

Particulars	FY 2018	FY 2017
Director's Sitting Fees	2.15	0.76

(ii) Amounts paid/payable to Statutory Auditors :

₹ in million

Particulars	FY 2018	FY 2017
Audit Fees	23.00	29.50
Tax Audit Fees	-	2.50
Other Services	0.11	2.08
Out of Pocket Expenses	0.25	0.23
GST / Service Tax of ₹ 0.01 mn (Previous Year : ₹ 4.29 mn) has been accounted and input credit taken under GST / Service Tax Rules. The reversal of 50% input credit has been included under Other Services in current year and under Rates & Taxes in previous year		

(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 ₹ 22.77 mn



- 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 *	24.20	-	24.20

* 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 : ₹ 3.01 mn (Previous Year : ₹ 87.95 mn)
- (ii) later than one year and not later than 5 years : ₹ 2.37 mn (Previous Year : ₹ 109.17 mn)
- (iii) later than five years : Nil (Previous Year : Nil)

Operating Lease expense Included in Rent Expense and Salaries & Allowances during the year ended March 31, 2018 ₹ 135.36 mn (Previous Year : ₹ 153.20 mn)

(25) Expenditure in Foreign Currency

₹ In million

Particulars	FY 2018	FY 2017
Interest & Commitment Charges	158.85	211.80
Foreign Travel	2.50	2.97
Others	4.55	3.45



(26) Dividend remitted in foreign exchange

(a) Dividend on Equity Shares

The Company has remitted following amount in foreign currency on account of final dividend paid during the year to Non-resident Shareholders :

Year to which Dividend relates		FY 2017
Non-resident Shareholders	Number	2
Shares held by them	Number	46,356,761
Rate of Dividend	%	42.50%
Gross amount of Dividend	(₹ mn)	197.02

Additionally the Company has paid following amount in Indian Rupees on account of final dividend paid during the year to Non-resident Shareholders :

Year to which Dividend relates		FY 2017
Non-resident Shareholders	Number	1
Shares held by them	Number	1,104,211
Rate of Dividend	%	42.50%
Gross amount of Dividend	(₹ mn)	4.69

(27) 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:

Particulars	FY 2018	FY 2017
Profit for the year after tax (₹ mn)	5,843.21	3,827.37
Less: Dividend on Preference Shares (₹ mn)	1,380.48	1,402.30
Profit for the year attributable to Equity Shareholders (₹ mn)	4,462.73	2,425.07
Weighted Average Number of Equity Shares	128,403,276	128,403,276
Nom na. Value per share (₹)	10.00	10.00
Basic / Diluted Earnings per share (₹)	34.76	18.89



(28) Related Party Transactions

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

#	Name of Company	FY 2018	FY 2017
(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	✓	✓
	IIDC Limited (Merged with IL&FS Township & Urban Assets Limited wef September 18, 2017)	✓	✓
	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 Paracip 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 Water Limited	✓	✓
	ISSL CPG BPO Private Ltd (from June 19, 2017)	✓	-
	ISSL Market Services Limited (from June 19, 2017 upto March 29, 2018)	✓	-
	ISSL Settlement & Transaction Services Limited (from June 19, 2017)	✓	-
	Jharkhand Accelerated Road Development Company Limited	✓	✓
	Kharabhat Port Limited	✓	✓
	MP Tol Roads Limited	✓	✓
	Tamil Nadu Water Investment Company Limited	✓	✓
(iii)	SUBSIDIARIES - INDIRECT:		
	Alcantarilla Fotovoltanica SLU	✓	✓
	Arravali Chikl Expressway Limited	✓	✓
	Anchra Pradesh Expressway Limited (upto February 19, 2017)	-	✓
	Anchra Pradesh Urban Infrastructure Asset Management Limited (from July 15, 2016)	✓	✓
	Antena Seguridad Y Medio Ambiente SAU	✓	✓
	Area De Servicio Coiros SLU	✓	✓



#	Name of Company	FY 2018	FY 2017
	Area de Servicio Punta Umbria SLU	✓	✓
	Avash Logistic Park Private Limited	✓	✓
	Badarpur Tollway Operations Management Limited #	✓	✓
	Baleshwar Kharagpur Expressway Limited	✓	✓
	Barwa Adda Expressway Limited	✓	✓
	Beasolarta, SI U	✓	✓
	Bhopal e-Governance Limited	✓	✓
	Bhutan Education City Private Limited (upto April 14, 2016)	-	✓
	Capacity Swap Linkage Limited (formerly Aptex Marketing Services & Solutions Limited)	✓	✓
	Charminar Roliupark Limited	✓	✓
	Chenani Nashri Tunnelway Limited	✓	✓
	Chirayu Kath Real Estate Private Limited (upto June 28, 2017)	✓	✓
	CIESM INTEVIA SAU	✓	✓
	Conservacion de Infraestructuras De Mexico SD DE CV	✓	✓
	Control 7, SAU	✓	✓
	Cuddalore Solar Power Private Limited	✓	✓
	Dakshin Dilli Swatch Initiative Limited	✓	✓
	Devika Buildestate Private Limited (upto June 28, 2017)	✓	✓
	East Delhi Waste Processing Company Private Limited	✓	✓
	East Hyderabad Expressway Limited	✓	✓
	Elsamex Colombia SAS	✓	✓
	Elsamex Construção e Manutenção LTDA (Brazil)	✓	✓
	Elsamex India Private Limited	✓	✓
	Elsamex International, SI U	✓	✓
	Elsamex LLC (upto April 18, 2016)	-	✓
	Elsamex Maintenance Services Limited	✓	✓
	Elsamex Portugal – Engenharia e Sistemas de Gestão SA	✓	✓
	Elsamex SA	✓	✓
	Elsamex Vietnam Joint Stock Company (from May 18, 2016)	✓	✓
	ESM Mantenimiento Integral SA DE CV	✓	✓
	Etesian Urja Limited (formerly Bhojpur Biomass Power Company Limited)	✓	✓
	Fagne Songadh Expressway Limited	✓	✓
	Flemingo Landbase Private Limited (upto June 28, 2017)	✓	✓
	Free Trade Warehousing Private Limited (upto December 17, 2017)	✓	✓
	Futureage Infrastructure India Limited	✓	✓
	GIFT Parking Facilities Limited (upto September 16, 2016)	-	✓
	GRICL Rail Bridge Development Company Limited	✓	✓
	Grusamar Albania SHPK	✓	✓
	Grusamar India Limited	✓	✓
	Grusamar Ingenieria y Consulting Colombia SAS	✓	✓
	Grusamar Ingenieria y Consulting SLU (Grusamar)	✓	✓
	Grusamar Engenharia & Consultoria Brasil LTDA	✓	✓
	Gujarat Integrated Maritime Complex Private Limited	✓	✓



#	Name of Company	FY 2018	FY 2017
	Haldia Free Trade Warehousing Private Limited (upto December 17, 2017)	✓	✓
	Hazaribagh Ranchi Expressway Limited	✓	✓
	IIML Advisors LLC (upto April 26, 2017)	✓	✓
	IIML Asset Advisors Limited	✓	✓
	IIML Fund Managers (Singapore) Pte Limited	✓	✓
	IIPL Laos Pte Limited (from April 24, 2017)	✓	-
	IIPL 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)	-	✓
	IL&FS Maritime International FZE	✓	✓
	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 (formerly 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 Maritime Offshore Pte Limited	✓	✓
	IMICL Dighi Maritime Limited	✓	✓
	India Tourist & Heritage Village Private Limited	✓	✓
	Integrated Trans Log Development Company Limited	✓	✓
	Inteval-Gestao Integral Rodovaria SA	✓	✓
	ISSL CPG BPO Private Ltd (upto June 18, 2017)	✓	✓
	ISSL Market Services Limited (upto June 18, 2017)	✓	✓
	ISSL Settlement & Transaction Services Limited (upto June 18, 2017)	✓	✓



#	Name of Company	FY 2018	FY 2017
	ITNL Infrasoft DMCC, Dubai (Voluntary liquidation w.e.f February 15, 2018)	✓	✓
	ITNL Africa Projects Limited	✓	✓
	ITNL Infrastructure Developer LLC	✓	✓
	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	✓	✓
	Jharkhand Infrastructure Implementation Company Ltd	✓	✓
	Jharkhand Road Projects Implementation Company Limited	✓	✓
	Jogihali Wind Energy Private Limited	✓	✓
	Kanak Resources Management Limited	✓	✓
	Kandla Free Trade Warehousing Private Limited (formerly Integrated Warehousing Kandla Project Development Private Limited) (upto December 17, 2017)	✓	✓
	Karyavattom Sports Facilities Limited	✓	✓
	Kaze Energy Limited (formerly Vaspeth Wind Energy Limited)	✓	✓
	Khandke Wind Energy Private Limited	✓	✓
	Khed Sinnar Expressway Limited	✓	✓
	Kiratpur Nor 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 upto January 24, 2018)	✓	✓
	Mantenimiento y Conservacion De Vialidades, SA DE CV	✓	✓
	Maritime International Offshore Pte Limited	✓	✓
	Moradabad Bareilly Expressway Limited	✓	✓
	Moha 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 (upto June 28, 2017)	✓	✓
	Ramagiri Renewable Energy Limited (formerly IL&FS Wind Farms Limited)	✓	✓
	Ranchi Muri Road Development Limited (from August 25, 2017)	✓	-
	Rapid MetroRail Gurgaon Limited	✓	✓



#	Name of Company	FY 2018	FY 2017
	Rapid MetroRail Gurgaon South Limited	✓	✓
	Rated, 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	✓	✓
	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	✓	✓
	Terra Enviro Ltd	✓	✓
	Unique Waste Processing Company Limited	✓	✓
	Vansh Nimay Infraprojects Limited	✓	✓
	Vejas Power Projects Limited (formerly IL&FS Wind Projects Development 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 Co. Limited	✓	✓
	Consortio de Obras Civiles Conciviles SRL	✓	✓
	Cross Border Power Transmission Limited	✓	✓
	Damodar Valley Tourism Development Private Limited	✓	✓



#	Name of Company	FY 2018	FY 2017
	Future Retail Destination Limited	✓	✓
	Geotecnia y Control De Calidad SA	✓	✓
	Gujarat Industrial Infrastructure Project 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	✓	✓
	Infrastructure Development Corporation of Assam Limited	✓	✓
	Jharkhand Infrastructure Development Corporation Limited	✓	✓
	Jorabat Shi long Expressway Limited	✓	✓
	KSIIDC-IL&FS Project Development Company Limited	✓	✓
	Kukuza Project Development Company (from April 6, 2017)	✓	-
	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	✓	✓
	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, Viacor SRL	✓	✓
	Hubballi Dharwad Water Supply Projects Limited (from January 5, 2017)	✓	✓
	Free Trade Warehousing Private Limited (from December 18, 2017)	✓	-
(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	✓	✓
	Mangalore SEZ Limited	✓	✓
(vii)	ASSOCIATES - INDIRECT :		
	Ascend Telecom Infrastructure Private Limited (from December 16, 2016 upto March 30, 2017)	-	✓
	Bergal Aerotropolis Projects Limited (upto February 22, 2018)	✓	✓
	Canopy Housing & Infrastructure Limited	✓	✓
	CGI-8, S.A	✓	✓
	Elisamex Infrastructure Company WLL	✓	✓
	Flisemex Road Technology Company Limited	✓	✓
	Gujarat Road and Infrastructure Company Limited (upto September 29, 2017)	✓	✓



#	Name of Company	FY 2018	FY 2017
	Hill County Properties Limited	✓	✓
	ITNL Toll Management Services Limited	✓	✓
	KSIDC IL&FS IDC Infrastructure Limited	✓	✓
	New Tirunelveli Area Development Corporation Limited	✓	✓
	Paro Developers Private Limited (from June 30, 2017)	✓	-
	Punjab Biomass Power Limited	✓	✓
	Ramky Elsamex Hyderabad Ring Road Limited	✓	✓
	Sociedad Concesionaria Autovía A-4 Madrid	✓	✓
	Sringeri Sonamang Tunnelway Limited	✓	✓
	Tiruvananthapuram Road Development Company Limited	✓	✓
	Urban Mass Transit Company Limited	✓	✓
	Urjankur Shree Datta Power Company Limited (upto April 20, 2017)	✓	✓
	Urjankur Shree Tatyasaheb Korewarra Power Company Limited (upto August 23, 2017)	✓	✓
	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)	-	✓
	Saffron Investment Trust	✓	✓
(ix)	KEY MANAGEMENT PERSONNEL (KMP):	✓	✓
	Mr Ravi Parthasarathy, Chairman (upto October 3, 2017)	✓	✓
	Mr Hari Sankaran, Vice Chairman and Managing Director	✓	✓
	Mr Anur K Saha, Joint Managing Director and CEO	✓	✓
	Mr MM Wagle, Group Chief Financial Officer	✓	✓
	Mr Avinash Bagul, Chief Operating Officer & Company Secretary (upto September 30, 2017)	✓	✓
	Ms Varsha Sawant, Senior Vice President & Company Secretary (from November 1, 2017)	✓	-
(x)	RELATIVES OF KMP HAVING TRANSACTIONS:		
	Ms Rhea Parthasarathy	-	✓



(c) Statement of material transactions during the year ended March 31, 2018

(₹ in million)						
Nature of Transactions	Investing Activities	Non-current Assets	Assets Liabilities	Joint Ventures	Other Enterprises over which IL&FS has control / Influence	Key Management Personnel
INCOME						
Fund Based Income						
IL&FS Energy Development Co. Ltd.	•	2,416.46	•	•	•	•
IL&FS Township & Urban Assets Ltd.	•	2,051.94	•	•	•	•
IL&FS Engineering and Construction Co. Ltd.	•	•	1,765.00	•	•	•
Fee Based Income						
IL&FS Tamil Nadu Power Company Ltd.	•	491.73	•	•	•	•
IL&FS Transportation Networks Ltd.	•	3,02.56	•	•	•	•
Other income						
IL&FS Financial Services Ltd.	•	166.77	•	•	•	•
IL&FS Transportation Networks Ltd.	•	49.50	•	•	•	•
EXPENSES						
Finance Costs						
Life Insurance Corporation of India	548.25	•	•	•	•	•
Other Operating and Administrative Expenses						
Uda India Ltd.	•	40.56	•	•	•	•
IL&FS Financial Services Ltd.	•	18.71	•	•	•	•
IL&FS Securities Services Ltd.	•	12.56	•	•	•	•
Deputation Cost Recovery						
IL&FS Transportation Networks Ltd.	•	147.28	•	•	•	•
IL&FS Financial Services Ltd.	•	134.37	•	•	•	•
Balance during the year ended						
ASSETS						
Non-current Assets						
Non-current Investments						
IL&FS Township & Urban Assets Ltd.	•	6,270.00	•	•	•	•
IL&FS Tamil Nadu Power Company Ltd.	•	5,000.00	•	•	•	•
IL&FS Maritime Infrastructure Company Ltd.	•	3,930.00	•	•	•	•
IL&FS Energy Development Co. Ltd.	•	2,470.00	•	•	•	•
Long-term Loans and Advances						
IL&FS Maritime Infrastructure Company Ltd.	•	3,841.27	•	•	•	•
Mumbai Suburban Expressway Ltd.	•	3,000.00	•	•	•	•
IL&FS Engineering and Construction Co. Ltd.	•	•	10,114.20	•	•	•
Hill Country Properties Ltd.	•	•	8,673.94	•	•	•
Other Non-current Assets						
IL&FS Township & Urban Assets Ltd.	•	3,449.37	•	•	•	•
IL&FS Tamil Nadu Power Company Ltd.	•	2,465.50	•	•	•	•
IL&FS Engineering and Construction Co. Ltd.	•	•	2,373.18	•	•	•
IL&FS Energy Development Co. Ltd.	•	1,780.51	•	•	•	•
Advances Towards Investments						
IL&FS Township & Urban Assets Ltd.	•	2,680.00	•	•	•	•
IL&FS Maritime Infrastructure Company Ltd.	•	2,000.00	•	•	•	•
Current Assets						
Current portion of Long term Investments						
Mumbai Suburban Expressway Ltd.	•	36.00	•	•	•	•
Current portion of Long term Loans and Advances						
IL&FS Energy Development Co. Ltd.	•	4,052.64	•	•	•	•
IL&FS Engineering and Construction Co. Ltd.	•	•	3,270.80	•	•	•
Short-term Loans and Advances						
IL&FS Maritime Infrastructure & Services Ltd.	•	135.37	•	•	•	•
IL&FS Education & Technology Services Ltd.	•	140.50	•	•	•	•
Trade Receivables						
IL&FS Tamil Nadu Power Company Ltd.	•	891.42	•	•	•	•
Other Current Assets						
IL&FS Maritime Infrastructure Company Ltd.	•	265.26	•	•	•	•
IL&FS Securities Services Ltd.	•	492.76	•	•	•	•
IL&FS Engineering and Construction Company Ltd.	•	•	1,545.82	•	•	•
Hill Country Properties Ltd.	•	•	1,904.21	•	•	•



(If in million)						
Nature of Transactions	Investing Cash	Subsidiary	Associates	Joint Ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
LIABILITIES						
Share Capital						
Non-Convertible Redeemable Cumulative Preference Share						
One Corporation Japan	50.00					
Non-current Liabilities						
Long-term Borrowings						
Life Insurance Corporation of India	4,000.00					
IL&FS Transportation Networks Ltd		1,943.00				
Other Long-term Liabilities						
Life Insurance Corporation of India		147.45				
IL&FS Engineering and Construction Company Ltd			676.41			
Life Insurance Corporation of India						
Current Liabilities						
Short-term borrowings						
State Life Co of Rajasthan Ltd	1,700.00	1,156.50				
Life Insurance Corporation of India						
Trade Payables						
Deight Post Ltd			14.30			
IL&FS Academy of Applied Development		0.30				
Other Current Liabilities						
IL&FS Thermal Power Company Ltd		77.00				
IL&FS Engineering and Construction Company Ltd			81.74			
ITIL Road Investment Trust					64.50	
Transactions during the year :						
<u>Investments made / purchase (including subsidiary)</u>						
IL&FS Thermal Infrastructure Company Ltd		5,670.00				
IL&FS Township & Urban Assets Ltd		2,079.00				
<u>Investments received / sold</u>						
IL&FS Paradiip Refinery Venture Ltd		600.00				
IL&FS Township & Urban Assets Ltd		700.00				
Paradeep Refinery Ltd						
<u>Long-term / Short-term Loans given (Assets)</u>						
IL&FS Energy Development Company Ltd		15,808.49				
IL&FS Transportation Networks Ltd		7,814.00				
Mumbai Bus & City Expressway Ltd		1,950.00				
<u>Long-term / Short-term Loans repaid (Assets)</u>						
IL&FS Transportation Networks Ltd		43,651.50				
IL&FS Energy Development Company Ltd		19,717.69				
<u>Long-term / Short-term Loans taken (Liabilities)</u>						
State Life Co of Rajasthan Ltd		1,185.00				
<u>Long-term / Short-term Loans repaid (Liabilities)</u>						
Mumbai Bus & City Expressway Ltd		5.00				
Life Insurance Corporation of India	50.00					
<u>Dividend Paid on Equity Shares</u>						
Life Insurance Corporation of India	128.47					
Life Insurance Corporation of India	118.40					
Loans raised / Letter of Credit						
IL&FS Energy Development Company Ltd		2,076.17				
IL&FS Thermal Power Company Ltd		2,476.93				
IL&FS Engineering and Construction Company Ltd			2,029.50			



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	•	2,974.04	•	•	•	•
IL&FS Financial Services Ltd	•	1,993.95	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	1,665.79	•	•	•	•
IL&FS Engineering and Construction Co Ltd	•	•	1,529.90	•	•	•
Fee Based Income						
IL&FS Transportation Networks Ltd	•	446.05	•	•	•	•
IL&FS Financial Services Ltd	•	62.24	•	•	•	•
Other Income						
IL&FS Financial Services Ltd	•	110.97	•	•	•	•
IL&FS Transportation Networks Ltd	•	213.09	•	•	•	•
IL&FS Technologies Ltd	•	70.67	•	•	•	•
EXPENSES						
Finance Costs						
Life Insurance Corporation of India	567.55	•	•	•	•	•
Other Operating and Administrative Expenses						
Indiabulls Ltd	•	36.10	•	•	•	•
IL&FS Financial Services Ltd	•	27.03	•	•	•	•
Deputation Cost Recovery						
IL&FS Transportation Networks Ltd	•	(95.01)	•	•	•	•
IL&FS Financial Services Ltd	•	(51.10)	•	•	•	•
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	•	0,270.00	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	1,000.00	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	1,000.00	•	•	•	•
Long-term Loans and Advances						
IL&FS Engineering and Construction Co Ltd	•	•	5,708.31	•	•	•
H&S County Properties Ltd	•	•	5,958.16	•	•	•
IL&FS Energy Development Co Ltd	•	5,094.95	•	•	•	•
Other Non-current Assets						
IL&FS Township & Urban Assets Ltd	•	4,001.11	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	1,435.61	•	•	•	•
IL&FS Engineering and Construction Co Ltd	•	•	2,424.82	•	•	•
H&S County Properties Ltd	•	•	1,044.37	•	•	•
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	•	1,128.00	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	5,750.00	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	1,200.00	•	•	•	•
IL&FS Engineering and Construction Co Ltd	•	•	1,410.90	•	•	•
Short-term Loans and Advances						
Funda Shopap Road Development Co Ltd	•	10,000	•	•	•	•
Tata Steel Ltd	•	95.16	•	•	•	•
Trade Receivables						
IL&FS Township & Urban Assets Ltd	•	489.22	•	•	•	•
IL&FS Transportation Networks Ltd	•	234.37	•	•	•	•
Other Current Assets						
IL&FS Township & Urban Assets Ltd	•	86.00	•	•	•	•
IL&FS Township & Urban Assets Ltd	•	1,203.40	•	•	•	•
IL&FS Engineering and Construction Co Ltd	•	•	421.41	•	•	•



(₹ in million)

Nature of Transactions	Investing Parties	Subsidiaries	Associates	Joint ventures	Other Enterprises over which IL&FS has control / influence	Key Management Personnel
LIABILITIES						
Share Capital						
Non-Convertible Redeemable Cumulative Preference Shares						
Orb Corporation, Japan	50.00	-	-	-	-	-
Non-current Liabilities:						
Long-term Borrowings						
Life Insurance Corporation of India	5,400.70	-	-	-	-	-
IL&FS Transportation Network Ltd	-	1,443.00	-	-	-	-
Other Long-term Liabilities						
IL&FS Renewable Energy Ltd	-	149.58	-	-	-	-
TNL Road Investment Trust	-	-	-	-	35.07	-
Current Liabilities:						
Short-term Borrowings						
Current maturities of Long-term Debt						
Life Insurance Corporation of India	90.00	-	-	-	-	-
Trade Payables						
Dign Port Ltd	-	-	14.50	-	-	-
Other Current Liabilities						
Life Insurance Corporation of India	75.79	-	-	-	-	-
IL&FS Engineering and Construction Co. Ltd	-	-	70.11	-	-	-
Orb Road Investment Trust	-	-	-	-	50.71	-
IL&FS Terminal Power Co. Ltd	-	61.15	-	-	-	-
Transactions during the year:						
Investments made / purchase (including advances)						
IL&FS Environmental Infrastructure & Services Ltd	-	90.00	-	-	-	-
IL&FS Engineering and Construction Co. Ltd	-	-	705.07	-	-	-
IL&FS Global Pvt. Ltd	-	193.65	-	-	-	-
Investments - Others / Acquired						
IL&FS Financial Services Ltd	-	1,401.97	-	-	-	-
IL&FS Maritime Infrastructure Co. Ltd	-	124.41	-	-	-	-
Orb Road Infrastructure Co. Ltd	-	-	721.15	-	-	-
Long-term / Short-term Loans given (Assets)						
IL&FS Energy Development Co. Ltd	-	1,136.00	-	-	-	-
IL&FS Transportation Network Ltd	-	11,508.50	-	-	-	-
Long-term / Short-term Loans repaid (Assets)						
IL&FS Energy Development Co. Ltd	-	1,571.28	-	-	-	-
IL&FS Transportation Network Ltd	-	11,500.00	-	-	-	-
Assignment of Loans repaid (Assets)						
IL&FS Financial Services Ltd	-	-	-	-	-	-
Share Capital - Preference						
Orb Corporation Japan	-	-	-	-	-	-
Long-term / Short-term Loans taken (Liabilities)						
IL&FS Energy Development Co. Ltd	-	14.72	-	-	-	-
IL&FS Parake Refinery Pvt. Ltd	-	24.00	-	-	-	-
Nara Laya Power Co. Ltd	-	1.13	-	-	-	-
Long-term / Short-term Loans repaid (Liabilities)						
Life Insurance Corporation of India	705.00	-	-	-	-	-
IL&FS Energy Development Co. Ltd	-	90.10	-	-	-	-
Dividend Paid						
Orb Corporation, Japan	1.00	-	-	-	-	-
Guarantees / Letter of Credit						
(Refer Note 10)						
IL&FS Transportation Network Ltd	-	1,443.24	-	-	-	-
IL&FS Terminal Power Co. Ltd	-	338.17	-	-	-	-
IL&FS Engineering and Construction Co. Ltd	-	-	1,902.52	-	-	-



- (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

- (29) 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, 2018	Percentage of Ownership Interest as at March 31, 2017
Binar 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%
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:

As at March 31,	2018	2017
Liabilities	25,132.49	22,701.18
Assets	22,229.66	19,936.82
Capital & Others Commitments	1,445.48	2,406.11
Contingent Liability	156.04	418.09

For the Year Ended March 31,	2018	2017
Income	2,441.47	2,102.86
Expenses (including tax)	2,943.27	1,317.46



(30) 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 guarantees') amounting to ₹ 13,833.00 million (Previous Year : ₹ 13,348.56 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, 2018. 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

- (31) The Company's pending litigations comprise of claims against the Company primarily proceedings pending with Tax authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liabilities where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a material adverse effect on its financial results at March 31, 2018. Refer note 19 for details on contingent liabilities
- (32) The Company has a process whereby periodically all long-term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
- (33) 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"
- (34) Corresponding figures for the previous year have been reclassified and presented in accordance with the current year presentation, wherever necessary



- (35) The financial statements for the year ended March 31, 2018 has been audited by S R B C & Co. LLP Chartered Accountants. The financial statements for the year ended March 31, 2017 had been audited by previous auditor Deloitte Haskins & Sells LLP
- (36) Additional Disclosures in terms of RBI's Master Direction - Core Investment Companies (Reserve Bank) Directions, 2016 vide Master Direction DNRR. 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)



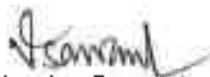
Hari Sankaran
Vice Chairman & Managing Director
(DIN : 00002386)



Arun K Saha
Joint Managing Director and CEO
(DIN : 00002377)



Manarudra Wagle
Group Chief Financial Officer



Versha Sawant
Company Secretary

In terms of our report attached

For SRBC & Co LLP
Chartered Accountants
ICAI Firm Registration Number: 3249B2E/E300003



Jayesh Gandhi
Partner
Membership No: 037924



Mumbai, May 30, 2018





₹ 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 *	1,16,834	2,52,504	3,69,338
(b) Companies in the Same Group *	2,04,059	48,457	2,52,517
(c) Other Related Parties	7.4	*	7.4
(B) Other than Related Parties	56	676	696
Total	3,20,952	3,01,531	6,22,484

(6) Investor group-wise classification of all investments (Current and long term in shares and securities) (both quoted and unquoted) :	Market value/ Break up or fair value or NAV**	Book value (Net of Provisions)
1 Related Parties *		
(a) Subsidiaries	11,19,380	10,91,735
(b) Companies in the Same Group *	1,13,011	1,21,049
(c) Other Related Parties	*	*
2 Other than Related Parties	0.1	0.1
Total	12,32,391	12,12,885

(7) Other Information	Amount
(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 or provision for diminution, if any

* Includes advance towards investments of ₹. 46,800 lakhs



Exposure to real estate sector, both direct and indirect as at March 31, 2018

₹ in Crores

Category		As at 31-Mar-18	As at 31-Mar-17
(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 Rs 15 lakh may be shown separately)	-	-
	(ii) Commercial Real Estate -		
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multiurpose 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;	1,803.89	1,633.15
	(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, guarantees issued secured by mortgage of commercial properties



Maturity Pattern of Certain Items of Assets and Liabilities as at March 31, 2018

	1 day to 30/31 days	Over 1 month to 2 months	Over 2 months to 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
₹ in Crores									
Liabilities									
Borrowings from banks	40.00	-	82.50	275.00	554.67	1108.33	228.33	-	2,288.83
Market Borrowings (Note 5)	877.25	499.50	280.50	1,495.25	1,706.67	3,250.01	2,367.37	3,225.05	13,646.55
TOTAL	862.25	499.50	363.00	1,770.25	2,261.33	4,358.34	2,595.66	3,225.05	15,935.38
Assets									
Loans & Advances (Note 1.2)	2,625.86	861.31	198.97	103.70	148.02	1,534.46	154.13	598.47	6,224.85
Investments (Note 3, 4)	1,574.00	-	68.40	42.90	296.80	3.60	1,673.18	10,480.96	14,039.85
TOTAL	4,199.86	861.31	267.32	146.60	444.82	1,538.06	1,827.31	10,979.43	20,264.70

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 ₹ 488 crores
- (3) Investments include Investments in Equity Shares, Debt Instruments and Fixed Deposits (including ₹ 1,911 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 (net of provision) are considered in relevant bucket based on expected cash flows
- (5) Market borrowings include borrowings from other than Banks

