



# GAYATRI JHANSI ROADWAYS LIMITED



**"Infrastructure is the life line of an economy and we add our bit to it"**

**11<sup>th</sup> ANNUAL REPORT 2016-17**

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Mr. J. Brij Mohan Reddy	Director
Mr. Sachin Johri	Nominee Director, IDFC
Mr. M.V. Narasimha Rao	Independent Director
Mr. Bajrang Lal Gupta	Independent Director
Mr. K. Kiran Kumar Reddy	Director

### MANAGER

Mr. Ramasankara Rao (Appointed w.e.f 07.03.2017)

### COMPANY SECRETARY

Mr. P. Raj Kumar

### CHIEF FINANCIAL OFFICER

Mr. K. Naga Raju

### AUDITORS

M/s. Gianender & Associates  
Chartered Accountants  
Plot No. 21, Site No.6, Geeta Mandir Marg,  
New Rajinder Nagar,  
New Delhi – 110 060

### AUDIT COMMITTEE

Mr. M.V. Narasimha Rao	- Chairman
Mr. Bajrang Lal Gupta	- Member
Mr. Sachin Johri	- Member

### NOMINATION & REMUNERATION COMMITTEE

Mr. M.V. Narasimha Rao	- Chairman
Mr. J. Brij Mohan Reddy	- Member
Mr. Bajrang Lal Gupta	- Member

**BANKERS & FINANCIAL INSTITUTIONS**

**Canara Bank**

**Punjab National Bank**

**United Bank of India**

**Syndicate Bank**

**Infrastructure Development Finance Company Limited (IDFC)**

**India Infrastructure Finance Company Limited (IIFCL)**

**REGISTRARS & SHARE TRANSFER AGENTS**

**M/s. Bigshare Services Private Limited**

**306, Right Wing, Amrutha Ville**

**Opp. Yashoda Hospital, Somajiguda,**

**Rajbhavan Road, Hyderabad-500082,**

**Telangana -India.**

**REGISTERED & CORPORATE OFFICE**

**6-3-1090, B-1**

**T.S.R Towers, Raj Bhavan Road**

**Somajiguda, Hyderabad – 500 082, Telangana.**

**Tel: +91-40-23310330, 23314284**

**Fax: +91-40-23398435**

**Corporate Identification No. U50403TG2006PLC050569**

**CONCESSIONING AUTHORITY****NATIONAL HIGHWAYS AUTHORITY OF INDIA**

**G – 5 & 6, Sector – 10,**

**Dwarka, New Delhi – 110 075**

## BOARD'S REPORT

To  
The Members

Your Directors have immense pleasure in presenting the 11<sup>th</sup> Annual Report of your Company and the Audited Financial Statements for the year ended 31<sup>st</sup> March, 2017.

### 1. FINANCIAL SUMMARY:

The following table depicts the financial results of your Company for the year ending 31<sup>st</sup> March 2017:

S. No.	Particulars	For the year ended 31.03.2017 (Rs.)	For the year ended 31.03.2016 (Rs.)
1)	INCOME		
	Revenue from operations	9,75,32,200	36,89,57,457
	Other income	1,39,29,147	1,39,73,682
	Finance Income	34,25,30,336	33,77,11,440
	<b>TOTAL</b>	<b>45,39,91,683</b>	<b>72,06,42,579</b>
2)	EXPENDITURE		
	Employee Benefits Expense	1,37,73,306	1,14,61,115
	Finance Costs	32,45,15,048	35,31,41,095
	Depreciation & Amortization expense	34,967	2,07,131
	Other Expenses	11,80,25,069	38,84,86,351
	<b>TOTAL</b>	<b>45,63,48,390</b>	<b>75,32,95,692</b>
3)	Loss before tax from continuing operations	(23,56,707)	(3,26,53,113)
	- Current Tax		
4)	Loss for the year	(23,56,707)	(3,26,53,113)
	Earning (Loss) per Share – Basic & Diluted	(0.06)	(0.77)

### 2. THE YEAR IN RETROSPECT

#### i. EPC / O&M WORKS AT THE PROJECT SITE

The EPC works at the project site have been completed, except for a negligible portion of the Project Highway, owing to shifting of utilities. The Concessioneing Authority (National Highways Authority of India) has started collecting toll from the public on the Project Highway.

The members are already aware of the fact the Company had achieved the Provisional Completion Certificate for 35 kms of the project (out of a total stretch of 49.70 kms) w.e.f. 11 June 2010. The Company has applied for Final Project Completion Certificate to NHAI.

Your Company is regularly doing the Operations & Maintenance for the completed stretch of the Project Highway as per the stipulations under the Concession Agreement.

During the year, your company has completed Major Maintenance Work to the tune of Rs. 24.07 Crores out of Estimated Rs. 29.04 Crore through the O&M Contractor. The balance works are in progress and is expected to be completed by the month of June 2017.

## ii. ANNUITY RECEIPTS FROM NHAI

The Company has received 14<sup>th</sup> Annuity on 4<sup>th</sup> October 2016 (due on 27 September 2016) and 15<sup>th</sup> Annuity on 28<sup>th</sup> March 2017 (due on 27 March 2017). The Annuity amounts are being utilized to meet O&M Expenses, debt-servicing obligations, i.e. payment of Interest on Term Loans and repayment of Principal Installments, administrative expenses and other project related costs.

## iii. OTHER ISSUES WITH NHAI

NHAI owes various dues to the Company on account of Change of Scope, Utilities Shifting, delays in Annuity payments etc. There is an inordinate procedural delay at various levels within NHAI with regard to processing of these payments. The project execution team is in continuous follow-up for an early release of these amounts, but no progress has been achieved with NHAI so far.

## iv. TERM LOANS AND INTEREST THEREON

During the financial year under review, your Company was regular in servicing interest on Term Loans, due to regular receipt of Annuity from NHAI.

The following table shows the Principal Term Loan outstanding, as on 31<sup>st</sup> March 2017:

Rs. in Crores					
S. No.	Name of the Lender	Sanctioned	Disbursed	Repaid	Outstanding
1	IDFC-Senior Debt	61.00	59.30	14.29	45.01
2	IDFC --Sub Debt	25.00	24.46	4.57	19.89
3	Canara Bank	50.00	46.10	11.71	34.39
4	Punjab National Bank	50.00	47.14	11.71	35.43
5	United Bank of India	50.00	46.97	11.71	35.26
6	IIFCL	75.00	70.71	17.57	53.14
7	Syndicate Bank	30.00	28.28	7.03	21.25
	<b>Total</b>	<b>341.00</b>	<b>322.96</b>	<b>78.59</b>	<b>244.37</b>

## v. CREDIT RATING

Your Company is presently rated CARE A- by Care Ratings (Care). The Credit Rating of your Company has improved from BBB, when compared to the previous year, owing to timely debt-servicing to the lenders.

## 3. FUTURE OUTLOOK

The immediate priority of your Company is now to obtain Final Completion Certificate. In view of the Supplementary Concession Agreement and also in view of the receipt of Letter of Credit from NHAI, receipt of future Annuities is assured and thereby, your Company is confident of timely debt-servicing to the lenders.

### ➤ **Repayment of Principal Loan installments as per the schedule:**

As in the past, your Company will be remitting the principal installments of repayment of Term Loans in accordance with the terms and conditions of the reschedulement of Term Loans approved by the lenders.

### ➤ **Debt re-financing:**

Your Company is also considering re-financing of the entire Term Loans to reduce the Interest costs. The monetary policy of the Reserve Bank of India (viz. reduction in CRR, Repo Rate etc.) in the recent past has ensured that the liquidity crunch in the market has eased out to a certain extent.

Your Company is in negotiations with various merchant bankers. However, final completion of the project need to be achieved before your Company can obtain attractive terms from the market.

### ➤ **X-Factor / Bonus Annuity / Escalation claims:**

Since the Company has completed the project construction on the available stretch of the Project Highway as on the date of SPCD (Scheduled Project Completion Date), ahead of the schedule, this entitles the company for Bonus Annuity (x-factor). Accordingly, your Company is compiling necessary documents for claiming cost escalations and bonus from NHAI.

## 4. EXTRACT OF ANNUAL RETURN

The Extracts of Annual Return is prepared in Form MGT-9 as per the provisions of the Companies Act, 2013 and Rule 12 of Companies (Management and Administration) Rules, 2014 and the same is enclosed as **Annexure-1**.

## 5. BOARD MEETINGS

During the year ended 31<sup>st</sup> March, 2017, Four Board Meetings were convened and held. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

The dates on which the Board meetings were held are 17.05.2016, 31.08.2016, 29.11.2016 and 07.03.2017.

**Attendance of Directors at the meetings:**

The details of the attendance of the Directors at the Board meetings held during the year ended 31<sup>st</sup> March, 2017.

Name of the Director	Number of Board Meetings	
	Held	Attended
J. Brij Mohan Reddy	4	3
Sharat Goyal	4	3
Sachin Johri	4	3
M.V. Narasimha Rao	4	4
Bajrang Lal Gupta	4	4
K. Kiran Kumar Reddy	4	2

**Audit Committee Meetings**

During the year ended 31<sup>st</sup> March, 2017, one Audit Committee Meeting was convened and held. The date on which the Audit Committee meeting was held is 17.05.2016.

**Attendance of Directors at the meetings:**

The details of the attendance of the Directors at the Audit Committee meetings held during the year ended 31<sup>st</sup> March, 2017.

Name of the Director	Number of Audit Committee Meetings	
	Held	Attended
M.V. Narasimha Rao	1	1
Bajrang Lal Gupta	1	1
Sachin Johri	1	1

**6. DIRECTORS' RESPONSIBILITY STATEMENT**

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- that in the preparation of the annual financial statements for the year ended March 31, 2017, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- that such accounting policies and applied them consistently and judgement and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2017 and of the profit of the Company for the year ended on that date;
- that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the annual financial statements have been prepared on a going concern basis;
- that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.

- f. that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

## **7. DIRECTORS AND KEY MANAGERIAL PERSONNEL**

The Board of Directors had appointed Mr. R. Ramasankara Rao in the place of Mr. M. Manohar Reddy as the manager of the Company in the category of Key Managerial Personnel under Section 203 of the Companies Act, 2013 with effect from 7<sup>th</sup> March, 2017 for a period of two years.

Mr. Sharat Goyal has resigned as a Director of the Company with effect from 15<sup>th</sup> May, 2017.

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

## **8. DECLARATION BY INDEPENDENT DIRECTORS**

The Independent Directors have submitted the declaration of independence, as required pursuant to section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in sub-section(6).

## **9. RE-APPOINTMENTS**

Mr. K. Kiran Kumar Reddy, Director of the Company is retiring by rotation and being eligible, offers himself for re-appointment.

## **10. POLICY FOR SELECTION AND APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION**

The Nomination and Remuneration (N&R) Committee discusses and decides the appointment of the Board of Directors and their remuneration.

The Committee headed by Mr. M.V. Narasimha Rao as a Chairman and Mr. B.L. Gupta and Mr. J. Brij Mohan Reddy, members of the Committee.

The Committee meetings are held as and when required by the Company.

## **11. AUDITORS REPORT**

There are no qualifications in the Auditors Report.

## **12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.



**13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

The particulars of contracts or arrangements with the related parties referred to in Section 188 in the Form **AOC – 2** is annexed herewith as **Annexure-2**.

**14. TRANSFER OF AMOUNT TO RESERVES**

The Company does not propose to transfer any amount to the general reserve for the Financial Year ended 31<sup>st</sup> March, 2017.

**15. DIVIDEND**

The Board of Directors does not recommend any dividend on the Equity Shares for the financial year ended 31<sup>st</sup> March, 2017.

**16. MATERIAL CHANGES AND COMMITMENTS**

There has been no material change and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

There has been no change in the nature of business of the Company.

**17. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Information relating to Conservation of Energy, Technology absorption and Foreign Exchange Earnings and Outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with The Companies (Accounts) Rules, 2014 is Nil.

**18. STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY**

The source of income for your Company is Annuity from NHAI as per the Concession Agreement and income earned out of temporary deployment of funds. Annuity from NHAI accounts for almost 98% of the total income of your Company. Since the Annuities are payable by NHAI in accordance with the Concession Agreement, your Company does not foresee any significant risk in receipt of these Annuities, in view of the fact that a revolving Letter of Credit has been obtained from NHAI, securing all future annuities. Your Company is ensuring that the conditions of the Concession Agreement are complied with, to ensure timely receipt of Annuities.

Your Company has also ensured that proper systems are planned, implemented and effectively monitored to ensure that all accounting and financial transactions are properly authorized and recorded, so as to ensure that the financial statements are free from material misstatements.

#### **19. POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR**

The policy developed and implemented by the Company on Corporate Social Responsibility initiatives taken during the year is Nil as the relevant provisions of the Companies Act, 2013 in this regard are not applicable to the Company.

#### **20. BOARD EVALUATION**

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration Committees.

#### **21. SUBSIDIARY COMPANIES, JOINTLY CONTROLLED ENTITIES AND ASSOCIATE COMPANIES**

During the Financial Year ending on 31<sup>st</sup> March 2017, your Company had no subsidiaries and associate companies.

**The names of companies which have become or ceased to be Company's Subsidiaries, joint ventures or associate companies during the year**

During the Financial Year, no company is ceased as Company's Subsidiary, joint venture or associate company.

#### **22. CONSOLIDATED FINANCIAL STATEMENTS**

As the Company does not have any subsidiary or associate companies, the Consolidated Financial Statements are not applicable.

#### **23. STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIAL STATEMENT OF SUBSIDIARIES/ ASSOCIATE COMPANIES/ JOINT VENTURES**

As the Company does not have any subsidiary or associate companies, the statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures is not applicable.

#### **24. DEPOSITS**

The Company has not accepted any deposits from the public in terms of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

**25. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS**

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations during the Financial Year 2016-17.

**26. STATUTORY AUDITORS**

At the Annual General Meeting held on 26<sup>th</sup> August, 2015, M/s. Gianender & Associates, Chartered Accountants, New Delhi bearing ICAI Regd.No.004661N, were appointed as statutory auditors of the Company to hold office till the conclusion of the Annual General Meeting to be held in the calendar year 2018. In terms of the first proviso to Section 139 of the Companies Act, 2013, the appointment of the auditors shall be placed for ratification at every Annual General Meeting.

Accordingly, the appointment of M/s. Gianender & Associates, Chartered Accountants, New Delhi bearing ICAI Regd.No.004661N, as statutory auditors of the Company, is placed for ratification by the shareholders. In this regard, the Company has received a certificate from the auditors to the effect that if they are reappointed, it would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

**27. PARTICULARS OF EMPLOYEES**

There are no employees who come under the purview of Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**28. VIGIL MECHANISM**

The Company has a vigil mechanism to deal with instance of fraud and mismanagement, if any. The details of the Vigil Mechanism Policy are available for inspection by the Members at the Registered Office of the Company during business hours on working days of the Company.

**29. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

Your Company has ensured that appropriate policies and procedures are adopted for ensuring orderly and efficient conduct of the business, including adherence to Company's policies, the safeguarding of its assets, prevention and detection of fraud and error, the accuracy and completeness of accounting records, and the timely preparation of reliable financial information.

**30. HUMAN RESOURCES AND INDUSTRIAL RELATIONS**

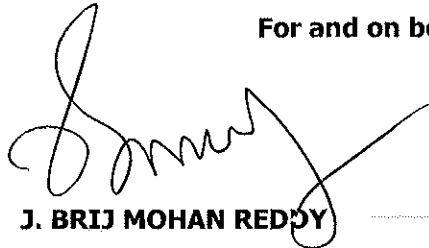
Your Company lays emphasis on competence and commitment of its human capital recognizing its pivotal role for organizational growth.

During the year, the Company maintained a record of peaceful employee relations. Your Directors wish to place on record their appreciation for the commitment shown by the employees throughout the year.

### 31. ACKNOWLEDGEMENTS

Your Directors express their appreciation to the Company's Bankers, Statutory Auditors, Customers, Consultants and Members for their constant help, co-operation and support.

For and on behalf of the Board



**J. BRIJ MOHAN REDDY**

Director

DIN: 00012927



**BAJRANG LAL GUPTA**

Director

DIN: 07175777

Place: **Hyderabad**

Date: **23<sup>rd</sup> May, 2017**



## Annexure - 1

**Form No. MGT-9**  
**EXTRACT OF ANNUAL RETURN**  
**as on the financial year ended 31.03.2017**  
**[Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the**  
**Companies (Management and Administration) Rules, 2014]**

<b>I. REGISTRATION AND OTHER DETAILS:</b>	
CIN	U50403TG2006PLC050569
Registration Date	07/07/2006
Name of the Company	GAYATRI JHANSI ROADWAYS LIMITED
Category / Sub-Category of the Company	Company Limited by Shares/ Indian Non Government Company
Address of the Registered Office and contact details	6-3-1090, TSR Towers, Rajbhavan Road, Somajiguda, Hyderabad - 500082, Telangana. E Mail: <a href="mailto:rajkumar@givl.co.in">rajkumar@givl.co.in</a> , Tel: 040-23310330
Whether listed company	Unlisted
Name, address and contact details of Registrar and Transfer Agent, if any	VENTURES CAPITAL AND CORPORATE INVESTMENTS PVT. LTD. Registered Office: 12-10-167, Bharath Nagar, Hyderabad - 500018, Telangana. E Mail: <a href="mailto:info@vccilindia.com">info@vccilindia.com</a> , Tel: 040-23818475. M/s. Bigshare Services Pvt. Ltd appointed as a new RTA with effect from 28 <sup>th</sup> April, 2017.

<b>II. Principal Business Activities of the Company</b>			
<b>All the Business Activities contributing 10% or more of the total turnover of the Company shall be stated:</b>			
<b>Sl. No.</b>	<b>Name and Description of main products / services</b>	<b>NIC Code of the Product/ service</b>	<b>% to total turnover of the company</b>
1	Construction of Roads	42101	100%

<b>III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -</b>					
<b>Sl. No.</b>	<b>Name and address of the Company</b>	<b>CIN/GLN</b>	<b>Holding/ Subsidiary/ Associate</b>	<b>% of shares held</b>	<b>Applicable Section</b>
1	Gayatri Projects Ltd 6-3-1090, TSR Towers, Rajbhavan Road, Somajiguda, Hyderabad- 500082.	L99999TG1989PLC057289	<b>Holding</b>	0.0002	<b>2(46)</b>
2	Gayatri Infra Ventures Limited 6-3-1090, TSR Towers, Rajbhavan Road, Somajiguda, Hyderabad- 500082.	U45209TG2008PLC057269	<b>Holding</b>	51	<b>2(46)</b>

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)****i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual / HUF	-	2	2	0.000002	-	2	2	0.000002	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	2,16,19,994	-	2,16,19,994	50.99	2,16,19,994	-	2,16,19,994	50.99	0
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other....	-	-	-	-	-	-	-	-	-
<b>Sub-Total (A)(1):</b>	<b>2,16,19,994</b>	<b>2</b>	<b>2,16,19,996</b>	<b>50.990002</b>	<b>2,16,19,994</b>	<b>2</b>	<b>2,16,19,996</b>	<b>50.990002</b>	<b>0</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
<b>Sub-Total (A)(2):</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Shareholding of Promoters (A) = (A)(1)+(A)(2)</b>	<b>2,16,19,994</b>	<b>2</b>	<b>2,16,19,996</b>	<b>50.990002</b>	<b>2,16,19,994</b>	<b>2</b>	<b>2,16,19,996</b>	<b>50.990002</b>	<b>0</b>
<b>B. Public Shareholding</b>									
<b>(1) Institutions</b>									
-a) Mutual Funds / UTI	-	-	-	-	-	-	-	-	-
b) Banks / FI	2,07,80,000	-	2,07,80,000	49.00	2,07,80,000	-	2,07,80,000	49.00	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-Total (B)(1):</b>	<b>2,07,80,000</b>	<b>-</b>	<b>2,07,80,000</b>	<b>49.00</b>	<b>2,07,80,000</b>	<b>-</b>	<b>2,07,80,000</b>	<b>49.00</b>	<b>0</b>
<b>(2) Non-Institutions</b>									
<b>a) Bodies Corporate</b>									
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
<b>b) Individuals</b>									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-Total (B)(2):</b>	<b>-</b>	<b>4</b>	<b>4</b>	<b>0.00004</b>	<b>-</b>	<b>4</b>	<b>4</b>	<b>0.00004</b>	<b>0</b>

Total Public Shareholding (B)=(B)(1)+(B)(2)	2,07,80,000	4	2,07,80,004	49.00004	2,07,80,000	4	2,07,80,004	49.00004	0
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	4,23,99,994	6	4,24,00,000	100	4,23,99,994	6	4,24,00,000	100	0

## ii) Shareholding of Promoters

S.No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Gayatri Projects Ltd	100	0.0002	0.0002	100	0.0002	0.0002	-
2	T V Sandeep Kumar Reddy	1	0.000002	-	1	0.000002	-	-
4	T Indira Reddy	1	0.000002	-	1	0.000002	-	-
9	Gayatri Infra Ventures Limited	2,16,19,894	50.9903	50.9903	2,16,19,894	50.9903	50.9903	-
<b>Total</b>		<b>2,16,19,996</b>	<b>50.9905</b>	<b>50.9905</b>	<b>2,16,19,996</b>	<b>50.9905</b>	<b>50.9905</b>	-

## iii) Change in Promoters' Shareholding (Please specify, if there is no change)

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	2,16,19,996	50.9905	-	-
	Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc):	-	-	-	-
	At the end of the year	<b>2,16,19,996</b>	<b>50.9905</b>	-	-

**iv) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	2,07,80,004	49.00941	-	-
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	-	-	-	-
	At the End of the year ( or on the date of separation, if separated during the year)	2,07,80,004	49.00941	-	-

**(v) Shareholding of Directors and Key Managerial Personnel:**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	-	-	-	-



**V. INDEBTEDNESS**

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

	<b>Amount in Rs.</b>			
	<b>Secured Loans excluding deposits</b>	<b>Unsecured Loans</b>	<b>Deposits</b>	<b>Total Indebtedness</b>
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	2,63,05,65,980	37,60,00,060	-	3,00,65,66,040
ii) Interest due but not paid	1,59,00,540			1,59,00,540
iii) Interest accrued but not due	36,47,593			36,47,593
<b>Total (i+ii+iii)</b>	<b>2,65,01,14,113</b>	<b>37,60,00,060</b>		<b>3,02,61,14,173</b>
<b>Change in Indebtedness during the financial year</b>				
Addition		6,01,60,010		6,01,60,010
Reduction	18,42,99,482	-		18,42,99,482
<b>Net Change</b>	<b>18,42,99,482</b>	<b>(6,01,60,010)</b>		<b>12,41,39,472</b>
Indebtedness at the end of the financial year				
i) Principal Amount	2,44,37,20,874	43,61,60,070		2,87,98,80,944
ii) Interest due but not paid	1,86,72,714	-		1,86,72,714
iii) Interest accrued but not due	34,21,043	-		34,21,043
<b>Total (i+ii+iii)</b>	<b>2,46,58,14,631</b>	<b>43,61,60,070</b>		<b>2,90,19,74,701</b>

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL****A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

<b>Sl. no.</b>	<b>Particulars of Remuneration</b>	<b>Name of MD/WTD/ Manager</b>	<b>Total Amount</b>
<b>1.</b>	Gross Salary		
	(a) Salary as per provisions contained in Section 17(1) of the		

	Income Tax Act, 1961			
	(b) Value of perquisites under Section 17(2) Income Tax Act, 1961			
	(c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961			
2.	Stock Option			
3.	Sweat Equity			
4.	Commission as % of profit others, specify...			
5.	Others, please specify			
	Total (A)			
	Ceiling as per the Act			

**B. Remuneration to other directors:****1. Independent Directors**

S. No.	Particulars of Remuneration	Name of Directors		Total Amount
		Mr. M.V.N. Rao	Mr. B.L. Gupta	
	-Fee for attending Board/Committee Meetings	Rs.15,000/-	Rs. 25,000/-	Rs.40,000/-
	-Commission			
	- Others, please specify			
	<b>Total (B)(1)</b>	<b>Rs.15,000/-</b>	<b>Rs. 25,000/-</b>	<b>Rs.40,000/-</b>

**2. Other Non Executive Directors**

S. No.	Particulars of Remuneration	Name of Directors		Total Amount
	-Fee for attending Board/Committee Meetings	-	-	-
	-Commission	-	-	-
	- Others, please specify	-	-	-
	<b>Total (B)(2)</b>	-	-	-
	<b>Total (B)= (B)(1)+ (B)(2)</b>	<b>Rs.15,000/-</b>	<b>Rs. 25,000/-</b>	<b>Rs.40,000/-</b>

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD (Rs)**

S. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total (Rs)
1.	<b>Gross salary</b>				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	13,20,000/-	5,28,000/-	18,48,000/-

	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
<b>2.</b>	Stock Option	-	-	-	-
<b>3.</b>	Sweat Equity	-	-	-	-
<b>4.</b>	Commission as % of profit	-	-	-	-
	others, specify...	-	-	-	-
<b>5.</b>	Others, please specify	-	-	-	-
	<b>Total</b>	-	<b>13,20,000/-</b>	<b>5,28,000/-</b>	<b>18,48,000/-</b>

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: -N.A.-**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board

Place: Hyderabad  
Date: 23<sup>rd</sup> May, 2017

  
J. BRIJ MOHAN REDDY  
Director  
DIN: 00012927

  
BAJRANG LAL GUPTA  
Director  
DIN: 07175777



## ANNEXURE-2

## Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

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

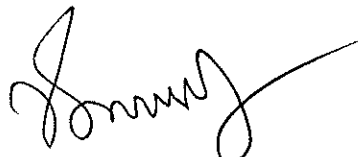
1. Details of contracts or arrangements or transactions not at arm's length basis

(a) Name(s) of the related party and nature of relationship	<b>Nil</b>
(b) Nature of contracts/arrangements/transactions	
(c) Duration of the contracts / arrangements/transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	
(e) Justification for entering into such contracts or arrangements or transactions	
(f) date(s) of approval by the Board	
(g) Amount paid as advances, if any:	
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	

## 2. Details of material contracts or arrangement or transactions at arm's length basis

(a) Name(s) of the related party and nature of relationship	During the year, no material contracts or arrangements have been entered into by the Company.
(b) Nature of contracts/arrangements/transactions	
(c) Duration of the contracts / arrangements/transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	
(e) Date(s) of approval by the Board, if any:	
(f) Amount paid as advances, if any:	

For and on behalf of the Board


**J. BRIJ MOHAN REDDY**

Director

DIN: 00012927


**BAJRANG LAL GUPTA**

Director

DIN: 07175777

Place: **Hyderabad**Date: **23<sup>rd</sup> May, 2017**

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF GAYATRI JHANSI ROADWAYS LIMITED**

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

We have audited the accompanying Ind AS financial statements of **GAYATRI JHANSI ROADWAYS LIMITED** ('the Company'), which comprise the balance sheet as at 31 March 2017, the statement of profit and loss (including other comprehensive income), the statement of cash flows and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "Ind AS financial statements").

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued there under.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS financial statements based on our audit.

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

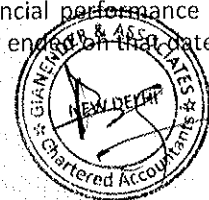
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements is free from material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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

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

#### **Opinion**

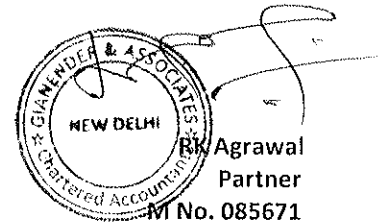
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in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



## 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 section 143(11) of the Act, we give in the Annexure, a statement on the matters specified in the paragraph 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 purposes of our audit.
  - (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) the balance sheet, the statement of profit and loss, the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
  - (d) in our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rule issued there under;
  - (e) on the basis of the written representations received from the directors as on 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure - A"; and
  - (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 not pending litigation which would impact its financial position;
    - ii. The company did not have any long-term contract including derivative contract for which there were any material foreseeable losses;
    - iii. There were no amounts which were required by the company to be transferred to the Investor Education and Protection Fund, and;
    - iv. The Company has provided requisite disclosures in its Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016. However we are unable to obtain sufficient and appropriate audit evidence to report on whether the disclosures with respect to currency held other than SBNs are in accordance with books of account maintained by the company and as produced to us by the management.

For Gianender & Associates  
Chartered Accountants  
FRN: 004661N

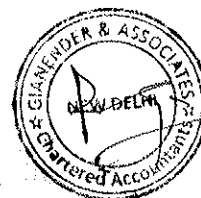


Place: New Delhi  
Date: 23.05.2017

**Annexure to the Independent Auditor's Report of Gayatri Jhansi Roadways Limited for the Year ended as on 31<sup>st</sup> March 2017**

**Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date:-**

- i.
  - a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
  - b) The Fixed Assets have been physically verified by the management at regular intervals and no material discrepancies were noticed on such verification
  - c) The Company has no immoveable property as on 31.03.2017.
- ii. As the company is engaged in the business of infrastructure development, operations and its maintenance and there is no inventory in hand at any point of time, hence paragraph 3(ii) of the Order is not applicable to the company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liabilities partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, reporting under clause (a) to (c) of Para 3(iii) are not applicable.
- iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Therefore the paragraph 3(iv) of the Order is not applicable to the company.
- v. The Company has not accepted deposits in terms of the provisions of section 73 to 76 of the Companies Act, 2013 and rules framed there under. Therefore the paragraph 3(v) of the Order is not applicable to the company.
- vi. The Company is prima-facie maintaining the cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- vii.
  - a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the company has been generally regular in depositing undisputed statutory dues including provident fund, employee state insurance, income tax, service tax, value added tax, cess and other statutory dues during the year with the appropriate authorities. As on 31<sup>st</sup> March 2017, there are no undisputed statutory dues payables for period exceeding for a period more than six month from the date they become payable.
  - b) According to the information and explanations given to us, there were no statutory dues pending in respect of income tax, sales tax, VAT, custom duty and cess etc. on account of any dispute.
- viii. The company has taken term loans from various banks and a financial institution. During the year the company has not defaulted in repayment of loan to the banks and financial institution. The Company has not taken any loans or borrowings from any Government and has not issued any debentures during the year.
- ix. Money raised by way of term loans were applied for the purpose for which it was raised. The Company has not raised money by way of initial public offer or further public offer.
- x. According to the information and explanation given to us by the management which have been relied by us, there were no frauds on or by the company noticed or reported during the period under audit.
- xi. The company has not paid any managerial remuneration, hence paragraph 3(xi) of the order is not applicable to the company.





- xii. The company is not a Nidhi Company, therefore para 3(xii) of the Order is not applicable to the company.
- xiii. In our opinion and according to the information provided to us, the transaction entered with the related parties are in compliance with section 177 and 188 of the Act and are disclosed in the financial statements as required by the applicable accounting standards.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, therefore para 3(xiv) of the Order is not applicable to the company.
- xv. According to the information provided to us, the company has not entered into any non-cash transaction with directors or the persons connected with him covered under section 192 of the Companies Act 2013. Therefore, paragraph 3(xv) of the Order is not applicable to the company.
- xvi. According to the information provided to us, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934. Therefore, paragraph 3(xvi) of the Order is not applicable to the company.

For Gianender & Associates  
Chartered Accountants  
FRN: 004661N



RK Agrawal  
Partner  
M No. 085671

Place: New Delhi  
Date: 23.05.2017

## **Annexure-A**

**Annexure referred to in paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date:-**

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

We have audited the internal financial controls over financial reporting of **Gayatri Jhansi Roadways Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

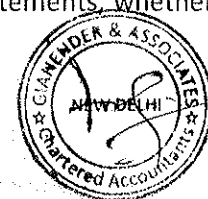
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

### **Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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



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

#### **Meaning of Internal Financial Controls over Financial Reporting**

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

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

#### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: New Delhi  
Date: 23.05.2017

For Gianender & Associates  
Chartered Accountants  
FRN: 004661N

  
  
RK Agrawal  
Partner  
M No. 085671

**Gayatri Jhansi Roadways Limited**  
**Balance sheet as at 31 March 2017**  
(All amounts in ₹ unless otherwise stated)

	Notes	As at		
		31 March 2017	31 March 2016	1 April 2015
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant and equipment	3	84,112	60,664	2,19,294
Financial assets				
- Loans	4	39,70,852	39,70,852	28,77,70,493
Income tax assets, net	21	1,53,55,871	2,14,74,615	3,92,62,455
		<b>1,94,10,835</b>	<b>2,55,06,131</b>	<b>32,72,52,242</b>
<b>Current assets</b>				
Financial Assets				
- Trade receivables	5	2,16,63,859	2,16,63,859	31,14,98,384
- Cash and cash equivalents	6	34,17,58,724	47,78,33,216	9,92,95,258
- Loans	4	9,77,80,824	9,57,85,327	8,78,41,741
- Others	7	2,92,69,88,250	3,08,59,25,712	2,97,82,56,815
Prepayments		3,97,401	3,92,662	3,88,855
		<b>3,38,85,89,058</b>	<b>3,68,16,00,776</b>	<b>3,47,72,81,053</b>
<b>Total assets</b>		<b>3,40,79,99,893</b>	<b>3,70,71,06,907</b>	<b>3,80,45,33,295</b>
<b>Equity and liabilities</b>				
Equity				
Equity share capital	8	42,40,00,000	42,40,00,000	42,40,00,000
Other equity	9	(12,01,13,856)	(11,77,57,149)	(8,51,04,036)
<b>Total Equity</b>		<b>30,38,86,144</b>	<b>30,62,42,851</b>	<b>33,88,95,964</b>
<b>Non-current Liabilities</b>				
Financial liabilities				
- Borrowings	10	2,68,81,24,944	2,83,17,60,040	2,95,47,03,963
Long-term provisions	11	19,18,59,721	35,05,10,754	30,10,30,760
		<b>2,87,99,84,665</b>	<b>3,18,22,70,794</b>	<b>3,25,57,34,723</b>
<b>Current liabilities</b>				
Financial liabilities				
-Other Financial Liabilities	12	21,38,49,757	19,43,54,133	17,68,46,868
-Trade payables	13	-	1,56,09,320	2,10,46,632
Provisions	11	13,47,129	12,86,423	12,68,556
Other current liabilities	14	89,32,198	73,43,386	1,07,40,552
		<b>22,41,29,084</b>	<b>21,85,93,262</b>	<b>20,99,02,608</b>
<b>Total equity and liabilities</b>		<b>3,40,79,99,893</b>	<b>3,70,71,06,907</b>	<b>3,80,45,33,295</b>

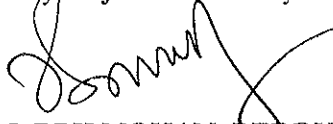
The accompanying notes form an integral part of the financial statements.

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

For **GIANENDER & ASSOCIATES**  
Chartered Accountants


  
  
**R.K. AGRAWAL**  
Partner  
Membership No. 085671  
Place: New Delhi  
Date: 23.05.2017


For and on behalf of Board of directors of  
**Gayatri Jhansi Roadways Limited**

  
**J. BRIJ MOHAN REDDY**  
Director  
DIN:00012927

  
**KOLA NAGARAJU**  
Chief Financial Officer

Place: Hyderabad  
Date: 23.05.2017

  
**B.L. GUPTA**  
Director  
DIN:07175777

  
**P. RAJ KUMAR**  
Company Secretary

Place: Hyderabad  
Date: 23.05.2017

**Gayatri Jhansi Roadways Limited**  
**Statement of Profit and Loss for the year ended 31 March 2017**  
(All amounts in ₹ unless otherwise stated)

	Notes	For the year ended	
		31 March 2017	31 March 2016
Revenue from operations	15	9,75,32,200	36,89,57,457
Other income	16	1,39,29,147	1,39,73,682
Finance income	17	34,25,30,336	33,77,11,440
<b>Total income</b>		<b>45,39,91,683</b>	<b>72,06,42,579</b>
<b>Expenses</b>			
Employee benefits expense	18	1,37,73,306	1,14,61,115
Finance costs	19	32,45,15,048	35,31,41,095
Depreciation expense	3	34,967	2,07,131
Other expenses	20	11,80,25,069	38,84,86,351
<b>Total expense</b>		<b>45,63,48,390</b>	<b>75,32,95,692</b>
<b>Loss before tax from continuing operations</b>		<b>(23,56,707)</b>	<b>(3,26,53,113)</b>
(a) Current tax		-	-
(b) MAT Credit Entitlement		-	-
<b>Income tax expense</b>		<b>-</b>	<b>-</b>
<b>Loss for the year</b>		<b>(23,56,707)</b>	<b>(3,26,53,113)</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive loss for the period</b>		<b>(23,56,707)</b>	<b>(3,26,53,113)</b>
<b>Earnings per equity share (EPES)</b>			
Basic		(0.06)	(0.77)
Diluted		(0.06)	(0.77)

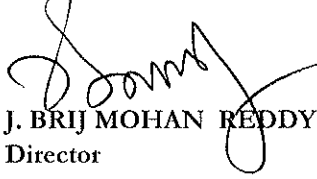
The accompanying notes form an integral part of the financial statements.

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

For **GIANENDER & ASSOCIATES**  
Chartered Accountants

  
  
**R.K. AGRAWAL**  
Partner  
Membership No. 085671  
Place: New Delhi  
Date: 23.05.2017

For and on behalf of Board of directors of  
**Gayatri Jhansi Roadways Limited**

  
**J. BRIJ MOHAN REDDY**  
Director  
DIN:00012927

  
**KOLA NAGARAJU**  
Chief Financial Officer

Place: Hyderabad  
Date: 23.05.2017

  
**B.L. GUPTA**  
Director  
DIN:07175777

  
**P. RAJ KUMAR**  
Company Secretary

Place: Hyderabad  
Date: 23.05.2017

**Gayatri Jhansi Roadways Limited**

**Statement of Changes in Equity for the year ended 31 March 2017**

(All amounts in ₹ unless otherwise stated)

**(a) Equity share capital**

	Number	Amount
<b>Equity shares of ₹10 each issued, subscribed and fully paid</b>		
At 1 April 2015	4,24,00,000	42,40,00,000
At 31 March 2016	4,24,00,000	42,40,00,000
At 31 March 2017	4,24,00,000	42,40,00,000

**(b) Other equity**

**For the year ended 31 March 2017**

	Securities premium account	Retained earnings	Total equity
As at 1 April 2016	-	(37,93,47,388)	(37,93,47,388)
Loss for the period	-	(23,56,707)	(23,56,707)
At 31 March 2017	-	(38,17,04,095)	(38,17,04,095)

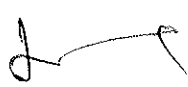

**For the year ended 31 March 2016**

	Securities premium account	Retained earnings	Total equity
At 1 April 2015	-	(34,66,94,275)	(34,66,94,275)
Loss for the period	-	(3,26,53,113)	(3,26,53,113)
At 31 March 2016	-	(37,93,47,388)	(37,93,47,388)

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

This is the Statement of Changes in Equity Capital referred to in our report of even date.

For **GIANENDER & ASSOCIATES**  
Chartered Accountants

**R.K. AGRAWAL**  
Partner


Membership No. 085671

Place: New Delhi

Date: 23.05.2017


For and on behalf of Board of directors of  
**Gayatri Jhansi Roadways Limited**


  
**J. BRIJ MOHAN REDDY**  
Director  
DIN:00012927

  
**KOLA NAGARAJU**  
Chief Financial Officer

Place: Hyderabad

Date: 23.05.2017

  
**B.L. GUPTA**  
Director  
DIN:07175777

  
**P. RAJ KUMAR**  
Company Secretary

Place: Hyderabad

Date: 23.05.2017

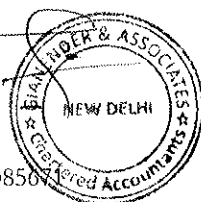
**Gayatri Jhansi Roadways Limited**  
**Statement of Cash flows for the year ended 31 March 2017**  
(All amounts in ₹ unless otherwise stated)

	Notes	31 March 2017	31 March 2016
<b>Operating activities</b>			
Net Loss		(23,56,707)	(3,26,53,113)
<b>Adjustments to reconcile Loss before tax to net cash flows:</b>			
Depreciation of property, plant and equipment		34,967	2,07,131
Other income (dividends received)		(1,23,54,101)	(1,18,16,165)
Finance Cost (including fair value changes in financial instruments)		32,45,15,048	35,31,41,095
<b>Working capital adjustments:</b>			
Movement in provisions and gratuity		(15,85,90,327)	4,94,97,861
Decrease in trade receivables		-	28,98,34,525
Increase/decrease in loans, other assets and prepayments		15,69,37,226	16,81,83,350
Decrease in trade payables		(1,56,09,320)	(54,37,312)
Increase in Other financial liabilities		1,94,95,624	1,75,07,265
Increase in other liabilities		15,88,812	(33,97,166)
		31,36,61,222	82,50,67,471
Income tax paid, net of refund		(61,18,744)	(1,77,87,840)
<b>Net cash generated from operating activities</b>	<b>(A)</b>	<b>31,97,79,966</b>	<b>84,28,55,311</b>
<b>Investing activities</b>			
Purchase of property, plant and equipment		(58,415)	(48,500)
Other income (dividends received)		1,23,54,101	1,18,16,165
<b>Net cash generated from investing activities</b>	<b>(B)</b>	<b>1,22,95,686</b>	<b>1,17,67,665</b>
<b>Financing activities</b>			
Repayment of long-term borrowings		(8,34,75,086)	(7,10,81,846)
Interest paid		(38,46,75,058)	(40,50,03,172)
<b>Net cash used in financing activities</b>	<b>(C)</b>	<b>(46,81,50,144)</b>	<b>(47,60,85,018)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(A+B+C)</b>	<b>(13,60,74,492)</b>	<b>37,85,37,958</b>
Cash and cash equivalents at the beginning of the year		47,78,33,216	9,92,95,258
<b>Cash and cash equivalents at the end of the year</b>		<b>34,17,58,724</b>	<b>47,78,33,216</b>
<b>Components of cash and cash equivalents</b>			
Cash on hand		1,30,316	28,167
Balances with banks			
- in current accounts		34,16,28,408	47,78,05,049
<b>Cash and cash equivalents at year end</b>		<b>34,17,58,724</b>	<b>47,78,33,216</b>
<b>Cash and cash equivalents includes</b>			
Cash on hand		1,30,316	28,167
Balances with banks in current accounts		34,16,28,408	47,78,05,049
<b>Total cash and cash equivalents (refer note 6)</b>		<b>34,17,58,724</b>	<b>47,78,33,216</b>

This is the Cash Flow Statement referred to in our report of even date.

For **GIANENDER & ASSOCIATES**  
Chartered Accountants

**R.K. AGRAWAL**  
Partner  
Membership No. 0850  
Place: New Delhi  
Date: 23.05.2017



For and on behalf of Board of directors of  
**Gayatri Jhansi Roadways Limited**

**J. BRIJ MOHAN REDDY**  
Director  
DIN:00012927

**KOLA NAGARAJU**  
Chief Financial Officer

Place: Hyderabad  
Date: 23.05.2017

**B.L. GUPTA**  
Director  
DIN:07175777

**P. RAJ KUMAR**  
Company Secretary

Place: Hyderabad  
Date: 23.05.2017

**Gayatri Jhansi Roadways Limited**  
**Summary of Significant Accounting Policies and Other Explanatory Information**  
(All amounts in ₹ unless otherwise stated)

**1. Corporate information**

M/s Gayatri Jhansi Roadways Limited ("the Company") is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is a Special Purpose Vehicle (SPV) incorporated on 7th July 2006 for execution of the project "Improvement, Operation and Maintenance, Rehabilitation and Strengthening of existing 2-lane Road and widening to 4-lane Divided Highway of NH-25/26 in the state of Uttar Pradesh on Build Operate Transfer (BOT)-Annuity Basis. The company has entered into a Concession Agreement with National Highways Authority of India, which specified a two and a half year of construction period and seventeen and a half years of Operation & Maintenance period. The project has achieved the Commercial Operations Date on 11th June 2010 for 35 Kms of the Project Highway, out of 49.70 Kms. The company has applied for Final Completion Certificate.

**2. Summary of significant accounting policies**

**a) Basis of preparation of financial statements**

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101 First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP. Unless otherwise stated, the accounting policies applied by the Group are consistent with those used in the previous year.

All assets and liabilities have been classified as current or non-current as per the group's normal operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of work and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the group has ascertained its operating cycle as up to twelve months for the purpose of current and non-current classification of assets and liabilities

**b) Use of estimates**

The preparation of the consolidated financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the reporting date of the financial statements and amounts of income and expenses. Examples of such estimates include the provision for doubtful receivables, determination of recoverable amounts of fixed assets, deferred tax assets, employee benefits and useful lives of fixed assets.

Although these estimates are based on management's best knowledge of current events and actions, actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods.

**c) Financial Instruments**

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





**a. Financial Asset**

**Initial recognition and measurement**

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

**Subsequent measurement**

For purposes of subsequent measurement, a 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss. This category generally applies to trade and other receivables.

**Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- a) the rights to receive cash flows from the asset have expired, or
- b) the Company has transferred its rights to receive cash flows from the asset, and (i) the Company has transferred substantially all the risks and rewards of the asset, or (ii) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

**b. Financial Liability**

**Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through the Statement of Profit and Loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.



### **Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

#### **Financial liabilities at fair value through the Statement of Profit and Loss**

Financial liabilities at fair value through the Statement of Profit and Loss include financial liabilities designated upon initial recognition as at fair value through the Statement of Profit and Loss. Financial liabilities designated upon initial recognition at fair value through the Statement of Profit and Loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to P&L.

However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of the Statement of Profit and Loss. The Company has not designated any financial liability as at fair value through the Statement of Profit and Loss.

#### **Loans and borrowings**

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in the Statement of Profit and Loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of the Statement of Profit and Loss.

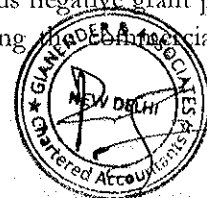
#### **Derecognition**

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

#### **d) Fixed assets**

Tangible assets are stated at cost of acquisition, less accumulated depreciation thereon. The cost of an item of fixed asset comprises its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use; any trade discounts and rebates are deducted in arriving at the purchase price.

Intangible assets represent commercial rights to collect toll fee in relation to roads projects which has been accounted at the cost incurred on the project activity towards reconstruction, strengthening, widening, rehabilitation of the roads on build, operate and transfer basis. It includes all direct material, labour and subcontracting costs, inward freight, duties, taxes, obligation towards negative grant payable to concessionaires, if any, and any directly attributable expenditure on making the commercial right ready for its intended use.



**Gayatri Jhansi Roadways Limited**  
**Summary of Significant Accounting Policies and Other Explanatory Information**  
(All amounts in ₹ unless otherwise stated)

**e) Depreciation and amortization**

Depreciation of tangible assets is provided on the basis of straight line method in accordance with Schedule XIV to the Companies Act, 1956.

**f) Impairment**

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

**g) Revenue**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

*Contract revenue*

- Revenue from construction contracts is recognized using percentage completion method as prescribed under Ind AS 11 "Construction Contracts" and with reference to stage of completion of the contract activity, at the reporting date. Depending on the nature and terms of individual contract, stage of completion is determined on the basis of the proportion of costs incurred for the work performed till date to the total estimated contract costs.
- Price escalation and other claims and/or variation in the contract work are included in the contract revenue only when:
  - Negotiations have reached an advanced stage such that it is probable that the customer will accept the claim; and
  - The amount that is probable will be accepted by the customer and can be measured reliably.
- Revenue from services rendered on a time and material basis is recognised as per the terms of contracts with customers and as and when the related services are performed. Revenue from fixed price arrangements is recognised using the completed contract method and accordingly, work completed and not billed, if any, is recognised as unbilled revenue as at the Balance Sheet date.

*Development of highways*

In case of companies involved in construction and maintenance of roads, Once the infrastructure is in operation. In intangible assets modal, toll revenue from operations is recognised on accrual basis which coincides with the collection of toll. In financial assets modal, finance income is recognized using the effective interest method and revenue from operations and maintenance services (including periodic maintenance) are recognized in each period as and when services are rendered in accordance with Ind AS 18 revenue.



**Gayatri Jhansi Roadways Limited**  
**Summary of Significant Accounting Policies and Other Explanatory Information**  
(All amounts in ₹ unless otherwise stated)

*Interest income*

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

*Dividend income*

Dividend income is accounted for when the right to receive is established.

**h) Borrowings Costs**

In Case of concession arrangement under financial asset model, borrowing Costs that are attributable to the acquisition and/or construction of the infrastructure are charged to The Statement of Profit and Loss in the period in which such costs are incurred.

In Case of concession arrangement under intangible asset model, borrowing cost of qualifying assets are capitalized as part of cost of such assets till such time the asset is ready for its intended use. A qualifying asset is one that requires substantial period of time to get ready for its intended use. Any income on the temporary investments of borrowings is deducted from the borrowing cost. All borrowing cost subsequent to the capitalization of the intangible assets are charged to the Statement of Profit and Loss in the period in which such costs are incurred.

**i) Earnings/(loss) per share**

Basic earnings per share are calculated by dividing the net the Statement of Profit and Loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net the Statement of Profit and Loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

**j) Employee Benefits**

Provisions for/contributions to retirement benefit schemes are made as follow as per Indian Accounting Standard (Ind AS) – 19, “Employee Benefits:

- a) Provident fund on actual liability basis
- b) Gratuity based on actuarial valuation
- c) Leave encashment benefit on retirement on actuarial valuation basis.

**k) Taxes on Income**

*Current Tax*

Tax on income for the current year is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961.

*Deferred Tax*

Deferred Tax is recognized on timing differences between the accounting income and the taxable income for the year, and qualified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.



**Gayatri Jhansi Roadways Limited**  
**Summary of Significant Accounting Policies and Other Explanatory Information**  
(All amounts in ₹ unless otherwise stated)

At each reporting date, the entities in the group re-assess unrecognised deferred tax assets. It recognizes unrecognised deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each reporting date. The entities in the group writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

**l) Cash and Cash Equivalents**

Cash and cash equivalents in the cash flow statement comprise of cash at bank and on hand and include short term investments with an original maturity of three months or less.

**m) Provisions and contingent liabilities**

Provision is recognized when the Company has a present obligation as a result of a past event and when it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on management's best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. A disclosure of a contingent liability is made when there is a possible or a present obligation that may, but probably will not, require an outflow of resources.

**n) Claims**

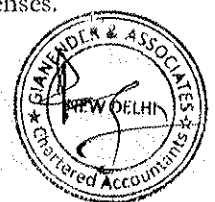
- a. Company's claims against the Concessioneing Authority for additional scope of work, utility shifting etc. are accounted for as and when received.
- b. Contractor's claims regarding additional scope of work, utility shifting etc. are accounted for when related claims of the Company are received from the Concessioneing Authority.
- c. Other claims against/by the company are accounted for as and when accepted.

**o) Pre-operative Expenditure**

Incidental expenditure incurred during construction period towards "Concessioneire Asset" is capitalised on completion of construction and obtaining related COD.

**p) Foreign currency transactions and derivatives**

- a. The reporting currency of the company is the Indian Rupee.
- b. Foreign currency transactions are recorded on initial recognition in the foreign currency, using the exchange rate on the date of the transaction.
- c. At each Balance Sheet date, foreign currency monetary items are reported using the closing rate. Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of monetary items at the closing rate are adjusted in pre-operative expenses.



Gayatri Jhansi Roadways Limited  
**Summary of Significant Accounting Policies and Other Explanatory Information**  
 (All amounts in ₹ unless otherwise stated)

**3 Property plant and equipment**

	Computers	Software	Plant and Machinery	Office Equipments	Furniture and fixtures	Vehicle	Total
<b>Gross block</b>							
As at 1 April 2015	1,68,980	28,000	2,97,800	1,55,667	1,22,894	11,56,583	19,29,924
Additions during the year	48,500	-	-	-	-	-	48,500
As at 1 April 2016	2,17,480	28,000	2,97,800	1,55,667	1,22,894	11,56,583	19,78,424
Additions during the year	58,415	-	-	-	-	-	58,415
As at 31 March 2017	2,75,895	28,000	2,97,800	1,55,667	1,22,894	11,56,583	20,36,839
<b>Accumulated depreciation</b>							
Up to 1 April 2015	1,68,980	28,000	2,80,435	1,55,668	1,22,894	9,54,654	17,10,631
Charge for the year	2,828	-	2,373	-	-	2,01,930	2,07,131
Up to 31 March 2016	1,71,808	28,000	2,82,808	1,55,668	1,22,894	11,56,584	19,17,762
Charge for the year	32,601	-	2,366	-	-	-	34,967
Up to 31 March 2017	2,04,409	28,000	2,85,174	1,55,668	1,22,894	11,56,584	19,52,729
<b>Net block</b>							
As at 31 March 2017	71,486	-	12,626	-	-	-	84,112
As at 31 March 2016	45,672	-	14,992	-	-	-	60,664
As at 31 March 2015	-	-	17,365	-	-	2,01,929	2,19,294



**Gayatri Jhansi Roadways Limited****Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**4 Financial Assets****Loans**

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Non-current</b>			
(Unsecured, considered good)			
Loans to related parties			
-Loans to holding company	34,70,852	34,70,852	28,72,70,493
Security deposits	5,00,000	5,00,000	5,00,000
	<u>39,70,852</u>	<u>39,70,852</u>	<u>28,77,70,493</u>
<b>Current</b>			
(Unsecured, considered good)			
Loans to related parties			
-Loans to holding company	9,77,80,824	9,57,85,327	8,78,41,741
	<u>9,77,80,824</u>	<u>9,57,85,327</u>	<u>8,78,41,741</u>

**5 Trade receivables**

	As at		
	31 March 2017	31 March 2016	1 April 2015
(Unsecured, considered good)			
- Considered good			
- from others	2,16,63,859	2,16,63,859	31,14,98,384
<b>Total trade receivables</b>	<u>2,16,63,859</u>	<u>2,16,63,859</u>	<u>31,14,98,384</u>

No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is partner, a director or a member.

**6 Cash and cash equivalents**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Balances with banks			
- on current accounts	34,16,28,408	47,78,05,049	9,92,74,564
Cash on hand	1,30,316	28,167	20,694
	<u>34,17,58,724</u>	<u>47,78,33,216</u>	<u>9,92,95,258</u>

**7 Other financial assets**

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Current</b>			
Retention money- Utility bills	3,25,687	3,25,687	3,25,687
Withheld money by NHAI- Utility bills	20,17,432	20,17,432	20,17,432
Others (Financial Asset)	2,92,46,45,131	3,08,35,82,593	2,97,59,13,696
	<u>2,92,69,88,250</u>	<u>3,08,59,25,712</u>	<u>2,97,82,56,815</u>



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**8 Share capital**

	31 March 2017		31 March 2016		1 April 2015	
	Number	Amount	Number	Amount	Number	Amount
<b>Authorized</b>						
Equity shares of ₹10 each	4,50,00,000	45,00,00,000	4,50,00,000	45,00,00,000	4,50,00,000	45,00,00,000
	<b>4,50,00,000</b>	<b>45,00,00,000</b>	<b>4,50,00,000</b>	<b>45,00,00,000</b>	<b>4,50,00,000</b>	<b>45,00,00,000</b>
<b>Issued, subscribed and fully paid-up</b>						
Equity shares of ₹10 each	4,24,00,000	42,40,00,000	4,24,00,000	42,40,00,000	4,24,00,000	42,40,00,000
	<b>4,24,00,000</b>	<b>42,40,00,000</b>	<b>4,24,00,000</b>	<b>42,40,00,000</b>	<b>4,24,00,000</b>	<b>42,40,00,000</b>

**(a) Reconciliation of equity shares outstanding at the beginning and end of the reporting period**

	31 March 2017		31 March 2016		1 April 2015	
	Number	Amount	Number	Amount	Number	Amount
At the beginning of the year	4,24,00,000	42,40,00,000	4,24,00,000	42,40,00,000	4,24,00,000	42,40,00,000
Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>4,24,00,000</b>	<b>42,40,00,000</b>	<b>4,24,00,000</b>	<b>42,40,00,000</b>	<b>4,24,00,000</b>	<b>42,40,00,000</b>

**(b) Terms/rights attached to equity shares**

The Company has only one class of equity shares having a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. The rights and preferences of each shareholder are in accordance with the Shareholder's Agreement dated 14th May 2007.

The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing annual general meeting. During the year, no dividend was declared by the Company (31st March 2016: Nil).

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

**(c) Shares held by holding Company, ultimate holding Company, subsidiaries / associates of holding Company or ultimate holding Company**

Out of the equity shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/associates are as below:

	31 March 2017		31 March 2016		1 April 2015	
	Number	Amount	Number	Amount	Number	Amount
Gayatri Infra Ventures Limited - Holding Company	2,16,19,894	21,61,98,940	2,16,19,894	21,61,98,940	2,16,19,894	21,61,98,940
Gayatri Projects Limited - Ultimate Holding Company	100	1,000	100	1,000	100	1,000

**(d) Details of shareholders holding more than 5% shares in the Company**

	31 March 2017		31 March 2016		1 April 2015	
	Number of shares	% of holding	Number of shares	% of holding	Number of shares	% of holding
Gayatri Projects Limited - Holding Company and its nominees	2,16,19,894	50.99%	2,16,19,894	50.99%	2,16,19,894	50.99%
Infrastructure Development Finance Company Limited	42,40,000	10.00%	42,40,000	10.00%	42,40,000	10.00%
India Infrastructure Fund	1,65,40,000	39.01%	1,65,40,000	39.01%	1,65,40,000	39.01%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.





**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**9 Other equity**

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Equity Component in Financial Instrument</b>	<b>26,15,90,239</b>	<b>26,15,90,239</b>	<b>26,15,90,239</b>
<b>Retained earnings</b>			
Balance as per last audited financial statements	(37,93,47,388)	(34,66,94,275)	(28,88,42,999)
Add: Net profit for the year	(23,56,707)	(3,26,53,113)	(5,78,45,306)
Less: Adjustments *	-	-	(5,970)
Balance at the end of the year	<b>(38,17,04,095)</b>	<b>(37,93,47,388)</b>	<b>(34,66,94,275)</b>
<b>Total other equity</b>	<b>(12,01,13,856)</b>	<b>(11,77,57,149)</b>	<b>(8,51,04,036)</b>

\* Represents the adjustment on account of change in estimated useful lives of tangible assets in accordance with provisions of Schedule II to the Companies Act, 2013

**10 Borrowings**

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Non-current borrowings</b>			
<b>Term loans*</b>			
<b>Secured</b>			
From others	2,44,37,20,874	2,63,05,65,980	2,78,92,35,980
Less: Current maturities of long-term borrowings (refer note 12)	19,17,56,000	17,48,06,000	15,86,70,000
<b>Loans repayable on demand</b>			
<b>Unsecured</b>			
From related party	43,61,60,070	37,60,00,060	32,41,37,983
	<b>2,68,81,24,944</b>	<b>2,83,17,60,040</b>	<b>2,95,47,03,963</b>
<b>Current borrowings</b>			
<b>Current maturities of long term loans</b>			
<b>Term loans</b>			
<b>Secured</b>			
From others	19,17,56,000	17,48,06,000	15,86,70,000
	<b>19,17,56,000</b>	<b>17,48,06,000</b>	<b>15,86,70,000</b>
Aggregate Secured Loans	2,63,54,76,874	2,80,53,71,980	2,94,79,05,980
Aggregate Unsecured loans	43,61,60,070	37,60,00,060	32,41,37,983

**I Nature of security for secured loans:**

**A. Term loans from banks and others are secured by:**

- i) First mortgage and charge of all the borrower's immovable properties, present and future.
- ii) First charge by way of hypothecation of :
  - a) All the movables, including movable plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles and all other movable assets, present and future.
  - b) Operating cash flows, book debts and receivables and any other revenues of whatsoever nature and wherever arising, present and future.
  - c) All intangibles, including but not limited to goodwill, uncalled capital, present and future



## Gayatri Jhansi Roadways Limited

### Summary of Significant Accounting Policies and Other Explanatory Information

(All amounts in ₹ unless otherwise stated)

- d) Assignment on creation of security interest in (i) all rights, title, interest, benefits, claims and demands whatsoever of the borrower in the project documents, duly acknowledged, and consented to by the relevant counter-parties to such project documents; (ii) all the rights, title, interest and benefits, claims and demands whatsoever of the borrower in the clearances; (iii) all the rights, title, interest, benefits, claims and demands whatsoever of the borrower in any letter of credit, guarantees, performance bond provided by any party to
- e) Escrow Account, Debt Service Reserve, other reserves and any other bank accounts of the borrower wherever maintained.
- f) Pledge of all the shares(equity and preference) held by the sponsors representing 51% of the paid up share capital

#### **B. Term loans-subordinated debt from IDFC Bank Ltd is secured by-**

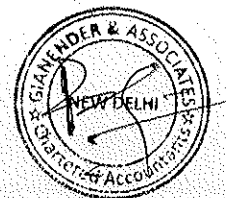
- i) Second mortgage and charge of all the borrower's immovable properties, present and future
- ii) Second charge by way of hypothecation of
  - a) All the movables, including movable plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles and all other movable assets, present and future.
  - b) Operating cash flows, book debts and receivables and any other revenues of whatsoever nature and wherever arising, present and future.
  - c) All intangibles, including but not limited to goodwill, uncalled capital, present and future
- d) Assignment on creation of security interest in (i) all rights, title, interest, benefits, claims and demands whatsoever of the borrower in the project documents, duly acknowledged, and consented to by the relevant counter-parties to such project documents; (ii) all the rights, title, interest and benefits, claims and demands whatsoever of the borrower in the clearances; (iii) all the rights, title, interest, benefits, claims and demands whatsoever of the borrower in any letter of credit, guarantees, performance bond provided by any party to
- e) Escrow Account, Debt Service Reserve, other reserves and any other bank accounts of the borrower wherever maintained.
- f) Pledge of all the shares(equity and preference) held by the sponsors representing 51% of the paid up share capital

#### **II Terms of repayment of secured loans**

- a) The senior debt from banks and others, amounting to Rs. 3,160,000,000 is repayable in 29 unequal half yearly installments ranging from 1.60% to 6.88% commencing from 15th December 2011 to 15th December 2025.
- b) The Subordinate Debt availed from Infrastructure Development Finance Corporation Ltd (Now IDFC Bank Ltd) amounting to Rs. 250,000,000 is repayable in 30 unequal half yearly installments ranging from 1.40% to 6.88% commencing from 15th June 2012 till 15th December 2026.
- c) in case of surplus cash flows, the Company has to accelerate the repayments pro-rata amongst senior and subordinate debt.
- d) Additional funds received, if any, from NHAI as damages towards cost escalation will be utilized towards acceleration of the loan repayment to the extent of escalation in interest on term loans.

#### **III Terms of repayment of unsecured loans**

- a) The Company shall repay the principal amount of the Shareholder's loan in one lump sum installment after the expiry of the tenor of the loans.
- b) Subject to the Lender's approval, the Company has a right to advance the repayment of the Shareholder's loan in the event of the cash flows of the Company are adequately in surplus for such advancement as determined by the subscriber or on successful refinancing of the loans as determined by the subscriber.



**Gayatri Jhansi Roadways Limited****Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**11 Provisions**

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Non-current</b>			
Provision for periodic maintenance	19,10,16,335	35,01,39,302	30,10,30,760
Provision for employee benefits -Gratuity, funded	8,43,386	3,71,452	-
	<u>19,18,59,721</u>	<u>35,05,10,754</u>	<u>30,10,30,760</u>
<b>Current</b>			
Provision for expenses	13,23,609	12,81,427	12,68,556
Provision for employee benefits -Gratuity, funded	23,520	4,996	-
	<u>13,47,129</u>	<u>12,86,423</u>	<u>12,68,556</u>

**12 Other financial liabilities**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Current maturities of long-term borrowings (refer note 10)	19,17,56,000	17,48,06,000	15,86,70,000
Interest accrued and due on borrowings	1,86,72,714	1,59,00,540	1,42,41,037
Interest accrued but not due on borrowings	34,21,043	36,47,593	39,35,831
	<u>21,38,49,757</u>	<u>19,43,54,133</u>	<u>17,68,46,868</u>

**13 Trade payables**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Trade payables	-	1,56,09,320	2,10,46,632
	<u>-</u>	<u>1,56,09,320</u>	<u>2,10,46,632</u>

The identification of micro, small and medium enterprise suppliers as defined under the provisions of "Micro, small and medium enterprises Act, 2006" is based on Management's knowledge of their status. There are no dues to micro, small and medium enterprises as on 31 March 2017 or 31 March 2016.

**14 Other current liabilities**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Creditors for expenses	57,32,214	61,80,823	1,02,36,917
Employee benefits payable	6,72,767	-	-
Statutory liabilities	25,27,217	11,62,563	5,03,635
	<u>89,32,198</u>	<u>73,43,386</u>	<u>1,07,40,552</u>



**Gayatri Jhansi Roadways Limited****Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**15 Revenue from operations**

	For the year ended	
	31 March 2017	31 March 2016
Construction Income	-	27,29,60,257
Operation & Maintenance Income	3,21,98,000	3,06,63,000
MMR Income	6,53,34,200	6,53,34,200
	<b>9,75,32,200</b>	<b>36,89,57,457</b>

**16 Other income**

	For the year ended	
	31 March 2017	31 March 2016
Interest on income tax refund	15,75,046	21,57,517
Dividend from mutual funds	1,23,54,101	1,18,16,165
	<b>1,39,29,147</b>	<b>1,39,73,682</b>

**17 Finance Income**

	For the year ended	
	31 March 2017	31 March 2016
Interest on financial asset receivable	34,25,30,336	33,77,11,440
	<b>34,25,30,336</b>	<b>33,77,11,440</b>

**18 Employee benefits expense**

	For the year ended	
	31 March 2017	31 March 2016
Salaries and wages	1,32,82,848	1,10,84,667
Gratuity	4,90,458	3,76,448
	<b>1,37,73,306</b>	<b>1,14,61,115</b>

Provision for Gratuity is made on actuarial basis as summarized below. The Company does not have any policy for Compensated Absences.

**Changes in present value of defined benefit obligation as at 31st March 2017 and 31st March 2016**

	For the year ended	
	31 March 2017	31 March 2016
<b>Defined Benefit Obligation</b>		
Opening defined benefit obligation	3,76,448	-
Service Cost	68,565	53,542
Net interest expense	30,115	-
Net actuarial (gain)/loss recognized during the year	3,91,778	3,22,906
Benefits paid	-	-
Closing defined benefit obligation	<b>8,66,906</b>	<b>3,76,448</b>



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**18 Employee benefits expense (continued)**

**Principal Actuarial Assumptions**

	For the year ended	
	31 March 2017	31 March 2016
Discounting Rate	8.00%	8.00%
Average Salary Growth Rate	4.00%	4.00%
Attrition Rate	3.00%	3.00%
Mortality Rate	LIC (2006-08)	LIC (2006-08)

**19 Finance costs**

	For the year ended	
	31 March 2017	31 March 2016
Interest on borrowings	26,14,76,420	29,94,47,435
Interest portion of financial liabilities	6,01,60,010	5,18,62,077
Other finance costs	28,78,618	18,31,583
	<b>32,45,15,048</b>	<b>35,31,41,095</b>

**20 Other expenses**

	For the year ended	
	31 March 2017	31 March 2016
<b>Direct expenses:</b>		
Operations and maintenance expenses	3,81,98,000	31,02,42,686
Periodic maintenance expenses	6,53,34,200	6,53,34,200
NHAI IC Expenses	33,94,458	31,59,085
<b>Indirect expenses:</b>		
Rent	13,31,335	12,51,682
Insurance	2,95,711	2,92,103
Travelling and conveyance	4,07,792	6,86,008
Consultancy and professional charges	55,49,190	39,69,494
Site expenses	18,68,577	18,05,064
Payments to the auditor (refer note below)	4,00,750	4,60,820
Miscellaneous expenses	12,45,056	12,85,209
	<b>11,80,25,069</b>	<b>38,84,86,351</b>
<b>Payment to auditors</b>	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>As auditor:</b>		
Audit fee	3,45,000	3,45,000
Tax audit fee	57,500	57,500
<b>In other capacity:</b>		
For other services	19,495	61,740
	<b>4,21,995</b>	<b>4,64,240</b>

**21 Income taxes Assets**

The following table provides the details of income tax assets

	As at		
	31 March 2017	31 March 2016	1 April 2015
Income tax refund	62,23,419	1,23,42,163	3,01,30,003
Work contract tax refund	91,32,452	91,32,452	91,32,452
	<b>1,53,55,871</b>	<b>2,14,74,615</b>	<b>3,92,62,455</b>



**Gayatri Jhansi Roadways Limited****Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**22 Earnings per share**

Basic EPS amount are calculated by dividing the profit for the year attributable to equity holders of the Company by the  
The following reflects the income and shares data used in the basic EPS computations:

	For the year ended	
	31 March 2017	31 March 2016
Loss attributable to equity holders of the Company	(23,56,707)	(3,26,53,113)
Weighted average number of equity shares in calculating basic EPES	4,24,00,000	4,24,00,000
Nominal value per equity share	10	10
<b>Effect of dilution:</b>		
Weighted average number of equity shares used in computation of diluted EPES*	4,24,00,000	4,24,00,000

\*The weighted average number of shares takes into account the weighted average effect of changes in treasury share transactions during the year. There have been no other transactions involving equity shares or potential equity shares between the reporting date and the date of authorisation of these financial statements.

**23 Breakup of financial assets and financial liabilities carried at amortized cost**

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Financial assets</b>			
Trade receivables	2,16,63,859	2,16,63,859	31,14,98,384
Cash and cash equivalents	34,17,58,724	47,78,33,216	9,92,95,258
Loans	9,77,80,824	9,57,85,327	8,78,41,741
Others	2,92,69,88,250	3,08,59,25,712	2,97,82,56,815
<b>Total</b>	<b>3,38,81,91,657</b>	<b>3,68,12,08,114</b>	<b>3,47,68,92,198</b>
<b>Financial liabilities</b>			
Borrowings	2,68,81,24,944	2,83,17,60,040	2,95,47,03,963
Trade payables	-	1,56,09,320	2,10,46,632
Other financial liabilities	89,32,198	73,43,386	1,07,40,552
<b>Total</b>	<b>2,69,70,57,142</b>	<b>2,85,47,12,746</b>	<b>2,98,64,91,147</b>

The carrying amount of current financial assets and current trade and other payables measured at amortised cost are considered to be the same as their fair values, due to their short term nature.

The carrying value of Rupee Term Loan and Loan from Related Party approximate fair value as the instruments are at prevailing market rate.

**24 Significant accounting judgments, estimates and assumptions**

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

**Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.



## Gayatri Jhansi Roadways Limited

### Summary of Significant Accounting Policies and Other Explanatory Information

(All amounts in ₹ unless otherwise stated)

#### 22 Earnings per share

Basic EPS amount are calculated by dividing the profit for the year attributable to equity holders of the Company by the The following reflects the income and shares data used in the basic EPS computations:

	For the year ended	
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Weighted average number of equity shares in calculating basic EPES	4,24,00,000	4,24,00,000
Nominal value per equity share	10	10
<b>Effect of dilution:</b>		
Weighted average number of equity shares used in computation of diluted EPES*	4,24,00,000	4,24,00,000

\*The weighted average number of shares takes into account the weighted average effect of changes in treasury share transactions during the year. There have been no other transactions involving equity shares or potential equity shares between the reporting date and the date of authorisation of these financial statements.

#### 23 Breakup of financial assets and financial liabilities carried at amortized cost

	As at		
	31 March 2017	31 March 2016	1 April 2015
<b>Financial assets</b>			
Trade receivables	2,16,63,859	2,16,63,859	31,14,98,384
Cash and cash equivalents	34,17,58,724	47,78,33,216	9,92,95,258
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Others	2,92,69,88,250	3,08,59,25,712	2,97,82,56,815
<b>Total</b>	<b>3,38,81,91,657</b>	<b>3,68,12,08,114</b>	<b>3,47,68,92,198</b>
<b>Financial liabilities</b>			
Borrowings	2,68,81,24,944	2,83,17,60,040	2,95,47,03,963
Trade payables	-	1,56,09,320	2,10,46,632
Other financial liabilities	89,32,198	73,43,386	1,07,40,552
<b>Total</b>	<b>2,69,70,57,142</b>	<b>2,85,47,12,746</b>	<b>2,98,64,91,147</b>

The carrying amount of current financial assets and current trade and other payables measured at amortised cost are considered to be the same as their fair values, due to their short term nature.

The carrying value of Rupee Term Loan and Loan from Related Party approximate fair value as the instruments are at prevailing market rate.

#### 24 Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

##### Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.



## Gayatri Jhansi Roadways Limited

### Summary of Significant Accounting Policies and Other Explanatory Information

(All amounts in ₹ unless otherwise stated)

#### 25 Fair Values

The management assessed that cash and cash equivalents, trade receivables, current loans, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments or as they carry market rate of interest.

#### 26 Financial risk management objectives and policies

The company's activities expose it to variety of financial risks : market risk, credit risk and liquidity risk. The company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Board of Directors oversee compliance with the Company's risk management policies and procedures, and reviews the risk management framework.

##### a) Market Risk

The Company's activities expose it primarily to the financial risks of changes in interest rates. There has been no change to the company's exposure to market risks or the manner in which these risks are managed and measured.

##### b) Interest rate risk

The company is exposed to interest rate risk because it borrows funds primarily at floating interest rates. However, the interest rates are dependant on base rates/prime lending rates of the lead bank which are not expected to change very frequently and the estimate of the management is that these will not have significant upward trend.

##### c) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The Company has adopted a policy of only dealing creditworthy counterparties. The management believes that the credit risk is negligible since its mail receivable is from the grantors of the concession which is Government Authority.

##### d) Capital management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximise the shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.





## Gayatri Jhansi Roadways Limited

### Summary of Significant Accounting Policies and Other Explanatory Information

(All amounts in ₹ unless otherwise stated)

#### 25 Fair Values

The management assessed that cash and cash equivalents, trade receivables, current loans, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments or as they carry market rate of interest.

#### 26 Financial risk management objectives and policies

The company's activities expose it to variety of financial risks : market risk, credit risk and liquidity risk. The company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Board of Directors oversee compliance with the Company's risk management policies and procedures, and reviews the risk management framework.

##### a) Market Risk

The Company's activities expose it primarily to the financial risks of changes in interest rates. There has been no change to the company's exposure to market risks or the manner in which these risks are managed and measured.

##### b) Interest rate risk

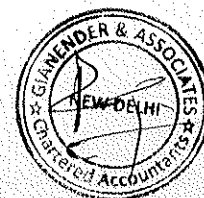
The company is exposed to interest rate risk because it borrows funds primarily at floating interest rates. However, the interest rates are dependant on base rates/prime lending rates of the lead bank which are not expected to change very frequently and the estimate of the management is that these will not have significant upward trend.

##### c) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The Company has adopted a policy of only dealing creditworthy counterparties. The management believes that the credit risk is negligible since its mail receivable is from the grantors of the concession which is Government Authority.

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For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximise the shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt.



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**27 Contingent liabilities**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Claims against the company not acknowledged as debt			
Claims made by NHAI towards non-maintenance of old existing highway "Jhansi-Babina" stretch *	1,49,62,739	1,49,62,739	-
Guarantees	-	-	-
Other money for which the company is contingently liable	-	-	-

\*The Company has protested against this deduction and asked NHAI to refund the same. In case it is not recoverable from NHAI, the Company will recover the same from the O&M Contractor under the O&M Agreement.

**28 Commitments**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Estimated amount of contracts remaining to be executed on Capital Account not provided for	-	-	-
Uncalled liability on shares and other investments partly paid	-	-	-
Other commitments			

The Company has commitment of Operations & Maintenance (O&M) Service Fee and Periodic Maintenance Fee in terms of the O&M Agreement dated 14th May, 2007 entered into with Gayatri Project Limited.

**29 Related party disclosures**

**a) Name of related parties and nature of relationship**

Names of the related parties	Nature of relationship
Gayatri Projects Limited	Ultimate holding company
Gayatri Infra Ventures Limited	Holding Company
India Infrastructure Fund	Entity having substantial interest (more than 20% interest in the voting power)
J. Brij Mohan Reddy, Director	Key Managerial Personnel ("KMP")
T.V Sandeep Kumar Reddy	Relatives of KMP
Kola Nagaraju, Chief Financial Officer	KMP
P Raj Kumar, Company Secretary	KMP
T Subbirami Reddy	Relatives of KMP
T Indira Reddy	Relatives of KMP
Gayatri Lalitpur Roadways Limited	Fellow Subsidiary



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**b) Transactions with related parties**

	For the year ended	
	31 March 2017	31 March 2016
<b>Gayatri Projects Ltd</b>		
Operation & maintenance expenses	3,81,98,000	3,72,82,429
Major maintenance cost	22,44,57,168	2,41,69,243
Utility shifting	-	49,42,508
Interest on Loan from Related Parties		
Gayatri Infra Ventures Limited	3,06,88,010	2,64,55,181
India Infrastructure Fund	2,94,72,000	2,54,06,897
Remuneration to Chief Financial Officer	3,96,000	6,71,806
Remuneration to Company Secretary	9,90,000	11,00,000

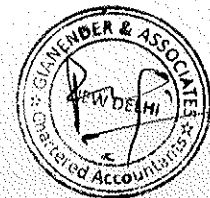
**c) Balances receivable/(payable)**

	As at	
	31 March 2017	31 March 2016
<b>Gayatri Infra Ventures Limited</b>		
Subscription of Equity	(21,61,98,940)	(21,61,98,940)
Unsecured loan	(22,24,88,070)	(19,18,00,060)
<b>Gayatri Projects Ltd</b>		
Subscription of Equity	(1,000)	(1,000)
Material Advance	34,70,852	34,70,852
O & M Expenses	-	(1,52,08,620)
Major Maintenance Expenses	99,39,082	79,43,585
Utility Shifting	3,60,70,541	3,64,10,112
Advance for Change of Scope	5,17,17,189	5,17,17,189
Reimbursement of Site Expenses	(1,26,138)	(1,26,138)
<b>India Infrastructure Fund</b>		
Subscription of Equity	(16,54,00,000)	(16,54,00,000)
Unsecured loan	(21,36,72,000)	(18,42,00,000)
<b>Chief Financial Officer</b>	(43,600)	(42,600)
<b>Company Secretary</b>	(92,100)	(74,900)

**30 First-time adoption of Ind AS**

These financial statements, for the year ended 31 March 2017, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended 31 March 2016, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on 31 March 2017, together with the comparative period data as at and for the year ended 31 March 2016, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at 1 April 2015, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2015 and the financial statements as at and for the year ended 31 March 2016.



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**27 Contingent liabilities**

	As at		
	31 March 2017	31 March 2016	1 April 2015
Claims against the company not acknowledged as debt			
Claims made by NHAI towards non-maintenance of old existing highway "Jhansi-Babina" stretch *	1,49,62,739	1,49,62,739	-
Guarantees	-	-	-
Other money for which the company is contingently liable	-	-	-

\*The Company has protested against this deduction and asked NHAI to refund the same. In case it is not recoverable from NHAI, the Company will recover the same from the O&M Contractor under the O&M Agreement.

**28 Commitments**

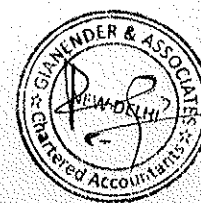
	As at		
	31 March 2017	31 March 2016	1 April 2015
Estimated amount of contracts remaining to be executed on Capital Account not provided for	-	-	-
Uncalled liability on shares and other investments partly paid	-	-	-
Other commitments			

The Company has commitment of Operations & Maintenance (O&M) Service Fee and Periodic Maintenance Fee in terms of the O&M Agreement dated 14th May, 2007 entered into with Gayatri Project Limited.

**29 Related party disclosures**

**a) Name of related parties and nature of relationship**

Names of the related parties	Nature of relationship
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Kola Nagaraju, Chief Financial Officer	KMP
P Raj Kumar, Company Secretary	KMP
T Subbirami Reddy	Relatives of KMP
T Indira Reddy	Relatives of KMP
Gayatri Lalitpur Roadways Limited	Fellow Subsidiary



**Gayatri Jhansi Roadways Limited****Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**b) Transactions with related parties**

	For the year ended	
	31 March 2017	31 March 2016
<b>Gayatri Projects Ltd</b>		
Operation & maintenance expenses	3,81,98,000	3,72,82,429
Major maintenance cost	22,44,57,168	2,41,69,243
Utility shifting	-	49,42,508
<b>Interest on Loan from Related Parties</b>		
Gayatri Infra Ventures Limited	3,06,88,010	2,64,55,181
India Infrastructure Fund	2,94,72,000	2,54,06,897
Remuneration to Chief Financial Officer	3,96,000	6,71,806
Remuneration to Company Secretary	9,90,000	11,00,000

**c) Balances receivable/(payable)**

	As at	
	31 March 2017	31 March 2016
<b>Gayatri Infra Ventures Limited</b>		
Subscription of Equity	(21,61,98,940)	(21,61,98,940)
Unsecured loan	(22,24,88,070)	(19,18,00,060)
<b>Gayatri Projects Ltd</b>		
Subscription of Equity	(1,000)	(1,000)
Material Advance	34,70,852	34,70,852
O & M Expenses	-	(1,52,08,620)
Major Maintenance Expenses	99,39,082	79,43,585
Utility Shifting	3,60,70,541	3,64,10,112
Advance for Change of Scope	5,17,17,189	5,17,17,189
Reimbursement of Site Expenses	(1,26,138)	(1,26,138)
<b>India Infrastructure Fund</b>		
Subscription of Equity	(16,54,00,000)	(16,54,00,000)
Unsecured loan	(21,36,72,000)	(18,42,00,000)
<b>Chief Financial Officer</b>	(43,600)	(42,600)
<b>Company Secretary</b>	(92,100)	(74,900)

**30 First-time adoption of Ind AS**

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**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**30 First-time adoption of Ind AS (Continued)**

**Notes to First time adoption of Ind AS**

**Fair valuation of interest free loans from related parties**

Under previous GAAP, the loans received from related parties are recorded at transaction value. Under Ind AS, all financial assets are required to be recognised at fair value. Accordingly the Company has fair valued these loans under Ind AS. The difference between the carrying value and the fair value on the date of transaction has been treated as Equity Component of Loans from related parties and interest expenses on these loans from the date of transaction till the date of transition has been treated as an decrease in Retained earnings as on date of transition i.e. 1 April 2015. Further, the interest expenses for the year ended 31 March 2016 and 31 March 2017 is treated as an expense in the Statement of Profit and Loss for respective financial years.

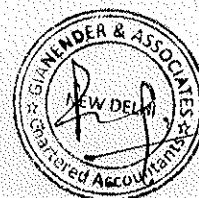
**31 Reconciliation of total equity :**

Particulars	As at	
	31 March 2016	1 April 2015
<b>Total equity/Shareholders' funds under previous GAAP</b>	12,08,86,162	17,60,49,862
<b>Adjustment :</b>		
Equity component of unsecured loan recognised	26,15,90,239	26,15,90,239
Unwinding of Interest up to 31.03.2015	(20,97,28,161)	(20,97,28,161)
Interest Exp on Financial Liability during the year	(5,18,62,077)	-
Reversal of Annuity Received during the year 15-16	(59,90,00,000)	-
Construction Income Recognized during the year 15-16	27,29,60,257	-
O&M Income Recognized during the year 15-16	3,06,63,000	-
MMR Income Recognized during the year 15-16	6,53,34,200	-
Interest Income on Financial Asset recognized during the year 15-16	33,77,11,440	-
Reversal of MMR provided during the year 15-16	6,54,77,320	-
Reversal of Amortization provided during the year	23,95,20,904	-
Construction Expenses Recognized during the year	(27,29,60,257)	-
MMR Expenses Recognized during the year	(6,53,34,200)	-
Difference Between Financial Asset and Pervious Carriageway	11,09,84,024	11,09,84,024
<b>Total</b>	<b>30,62,42,851</b>	<b>33,88,95,964</b>

**Reconciliation of total Comprehensive income for the Period :**

Particulars	For the year ended March 31, 2016
Profit as per Previous GAAP	(5,51,63,700)
<b>Adjustment :</b>	
Interest Exp on Financial Liability during the year 15-16	(5,18,62,077)
Reversal of Annuity Received during the year 15-16	(59,90,00,000)
Construction Income Recognized during the year 15-16	27,29,60,257
O&M Income Recognized during the year 15-16	3,06,63,000
O&M (MMR) Income Recognized during the year 15-16	6,53,34,200
Interest Income on Financial Asset recognized during the year 15-16	33,77,11,440
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Reversal of Amortization provided during the year 15-16	23,95,20,904
Construction Expenses Recognized during the year 15-16	(27,29,60,257)
MMR Expenses Recognized during the year 15-16	(6,53,34,200)
<b>Total</b>	<b>(3,26,53,113)</b>

**Note :** Under Previous GAAP, total comprehensive income was not reported. Therefore, the above reconciliation starts with loss after tax under the Previous GAAP.



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**30 First-time adoption of Ind AS (Continued)**

**Notes to First time adoption of Ind AS**

**Fair valuation of interest free loans from related parties**

Under previous GAAP, the loans received from related parties are recorded at transaction value. Under Ind AS, all financial assets are required to be recognised at fair value. Accordingly the Company has fair valued these loans under Ind AS. The difference between the carrying value and the fair value on the date of transaction has been treated as Equity Component of Loans from related parties and interest expenses on these loans from the date of transaction till the date of transition has been treated as an decrease in Retained earnings as on date of transition i.e. 1 April 2015. Further, the interest expenses for the year ended 31 March 2016 and 31 March 2017 is treated as an expense in the Statement of Profit and Loss for respective financial years.

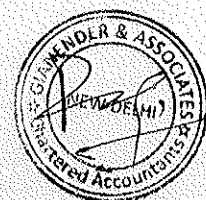
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MMR Expenses Recognized during the year	(6,53,34,200)	-
Difference Between Financial Asset and Pervious Carriageway	11,09,84,024	11,09,84,024
<b>Total</b>	<b>30,62,42,851</b>	<b>33,88,95,964</b>

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<b>Total</b>	<b>(3,26,53,113)</b>

**Note :** Under Previous GAAP, total comprehensive income was not reported. Therefore, the above reconciliation starts with loss after tax under the Previous GAAP.



**Gayatri Jhansi Roadways Limited**

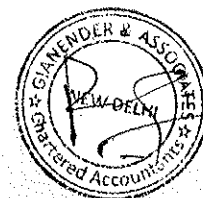
**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**31 Ind AS Reconciliations**

**a) Reconciliation of equity as at 1 April 2015 (date of transition to Ind AS)**

	Previous GAAP	Adjustments	Ind AS
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2,86,51,48,965	(2,86,49,29,671)	2,19,294
Financial assets	-	-	-
- Loans	28,77,70,493	-	28,77,70,493
Income tax assets, net	-	3,92,62,455	3,92,62,455
	<u>3,15,29,19,458</u>	<u>(2,82,56,67,216)</u>	<u>32,72,52,242</u>
<b>Current assets</b>			
Financial Assets			
- Trade receivables	31,14,98,384	-	31,14,98,384
- Cash and cash equivalents	9,92,95,258	-	9,92,95,258
- Loans	12,74,93,052	(3,96,51,311)	8,78,41,741
- Others	23,43,119	2,97,59,13,696	2,97,82,56,815
Prepayments	-	3,88,855	3,88,855
	<u>54,06,29,813</u>	<u>2,93,66,51,240</u>	<u>3,47,72,81,053</u>
<b>Total assets</b>	<u><b>3,69,35,49,271</b></u>	<u><b>11,09,84,024</b></u>	<u><b>3,80,45,33,295</b></u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	42,40,00,000	-	42,40,00,000
Other equity	(24,79,50,138)	16,28,46,102	(8,51,04,036)
<b>Total Equity</b>	<u><b>17,60,49,862</b></u>	<u><b>16,28,46,102</b></u>	<u><b>33,88,95,964</b></u>
<b>Non-current Liabilities</b>			
Financial liabilities			
- Borrowings	3,00,65,66,040	(5,18,62,077)	2,95,47,03,963
Long term provisions	30,10,30,760	-	30,10,30,760
	<u>3,30,75,96,800</u>	<u>(5,18,62,077)</u>	<u>3,25,57,34,723</u>
<b>Current liabilities</b>			
Financial liabilities			
-Trade payables	1,44,82,440	65,64,192	2,10,46,632
-Other financial liabilities	17,68,46,868	-	17,68,46,868
Short term provisions	12,68,556	-	12,68,556
Other current liabilities	1,73,04,744	(65,64,192)	1,07,40,552
<b>Total liabilities</b>	<u><b>20,99,02,608</b></u>	<u><b>-</b></u>	<u><b>20,99,02,608</b></u>
<b>Total equity and liabilities</b>	<u><b>3,69,35,49,271</b></u>	<u><b>11,09,84,024</b></u>	<u><b>3,80,45,33,295</b></u>





**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**31 Ind AS Reconciliations (continued)**

**b) Reconciliation of equity as at 1 April 2016 (date of transition to Ind AS)**

	Previous GAAP	Adjustments	Ind AS
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2,89,84,29,688	(2,89,83,69,024)	60,664
Financial assets			
- Loans	2,54,45,467	(2,14,74,615)	39,70,852
Income tax assets, net	-	2,14,74,615	2,14,74,615
	<u>2,92,38,75,155</u>	<u>(2,89,83,69,024)</u>	<u>2,55,06,131</u>
<b>Current assets</b>			
<b>Financial Assets</b>			
- Trade receivables	2,16,63,859	-	2,16,63,859
- Cash and cash equivalents	47,78,33,216	-	47,78,33,216
- Loans	9,61,77,989	(3,92,662)	9,57,85,327
- Others	23,43,119	3,08,35,82,593	3,08,59,25,712
Prepayments	-	3,92,662	3,92,662
	<u>59,80,18,183</u>	<u>3,08,35,82,593</u>	<u>3,68,16,00,776</u>
<b>Total assets</b>	<u><b>3,52,18,93,338</b></u>	<u><b>18,52,13,569</b></u>	<u><b>3,70,71,06,907</b></u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	42,40,00,000	-	42,40,00,000
Other equity	(30,31,13,838)	18,53,56,689	(11,77,57,149)
<b>Total Equity</b>	<u><b>12,08,86,162</b></u>	<u><b>18,53,56,689</b></u>	<u><b>30,62,42,851</b></u>
<b>Non-current Liabilities</b>			
<b>Financial liabilities</b>			
- Borrowings	2,83,17,60,040	-	2,83,17,60,040
Long term provisions	35,06,53,875	(1,43,121)	35,05,10,754
	<u>3,18,24,13,915</u>	<u>(1,43,121)</u>	<u>3,18,22,70,794</u>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
-Trade payables	1,52,08,620	4,00,700	1,56,09,320
-Other financial liabilities	19,43,54,133	-	19,43,54,133
Short term provisions	12,86,423	-	12,86,423
Other current liabilities	77,44,085	(4,00,700)	73,43,385
<b>Total liabilities</b>	<u><b>21,85,93,261</b></u>	<u><b>-</b></u>	<u><b>21,85,93,261</b></u>
<b>Total equity and liabilities</b>	<u><b>3,52,18,93,338</b></u>	<u><b>18,52,13,569</b></u>	<u><b>3,70,71,06,907</b></u>

**c) Reconciliation of profit or loss for the year ended 31 March 2016**

	Previous GAAP	Adjustments	Ind AS
Revenue from operations	59,90,00,000	(23,00,42,543)	36,89,57,457
Other income	1,39,73,682	-	1,39,73,682
Finance Income	-	33,77,11,440	33,77,11,440
<b>Total income</b>	<u><b>61,29,73,682</b></u>	<u><b>10,76,68,897</b></u>	<u><b>72,06,42,579</b></u>
<b>Expenses</b>			
Employee benefits expense	69,61,115	-	69,61,115
Finance costs	30,12,79,018	5,18,62,077	35,31,41,095
Depreciation and amortization expense	23,97,28,035	(23,95,20,904)	2,07,131
Other expenses	12,01,69,214	27,28,17,137	39,29,86,351
<b>Total expense</b>	<u><b>66,81,37,382</b></u>	<u><b>8,51,58,310</b></u>	<u><b>75,32,95,692</b></u>
Loss before tax from continuing operations	(5,51,63,700)	2,25,10,587	(3,26,53,113)
<b>Profit for the year</b>	-	-	-



**Gayatri Jhansi Roadways Limited**

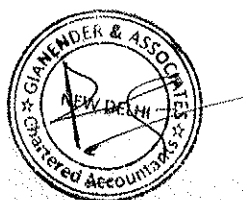
**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

**31 Ind AS Reconciliations**

**a) Reconciliation of equity as at 1 April 2015 (date of transition to Ind AS)**

	Previous GAAP	Adjustments	Ind AS
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2,86,51,48,965	(2,86,49,29,671)	2,19,294
Financial assets	-	-	-
- Loans	28,77,70,493	-	28,77,70,493
Income tax assets, net	-	3,92,62,455	3,92,62,455
	<u>3,15,29,19,458</u>	<u>(2,82,56,67,216)</u>	<u>32,72,52,242</u>
<b>Current assets</b>			
<b>Financial Assets</b>			
- Trade receivables	31,14,98,384	-	31,14,98,384
- Cash and cash equivalents	9,92,95,258	-	9,92,95,258
- Loans	12,74,93,052	(3,96,51,311)	8,78,41,741
- Others	23,43,119	2,97,59,13,696	2,97,82,56,815
Prepayments	-	3,88,855	3,88,855
	<u>54,06,29,813</u>	<u>2,93,66,51,240</u>	<u>3,47,72,81,053</u>
<b>Total assets</b>	<u><b>3,69,35,49,271</b></u>	<u><b>11,09,84,024</b></u>	<u><b>3,80,45,33,295</b></u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	42,40,00,000	-	42,40,00,000
Other equity	(24,79,50,138)	16,28,46,102	(8,51,04,036)
<b>Total Equity</b>	<u><b>17,60,49,862</b></u>	<u><b>16,28,46,102</b></u>	<u><b>33,88,95,964</b></u>
<b>Non-current Liabilities</b>			
<b>Financial liabilities</b>			
- Borrowings	3,00,65,66,040	(5,18,62,077)	2,95,47,03,963
Long term provisions	30,10,30,760	-	30,10,30,760
	<u>3,30,75,96,800</u>	<u>(5,18,62,077)</u>	<u>3,25,57,34,723</u>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
-Trade payables	1,44,82,440	65,64,192	2,10,46,632
-Other financial liabilities	17,68,46,868	-	17,68,46,868
Short term provisions	12,68,556	-	12,68,556
Other current liabilities	1,73,04,744	(65,64,192)	1,07,40,552
<b>Total liabilities</b>	<u><b>20,99,02,608</b></u>	<u><b>-</b></u>	<u><b>20,99,02,608</b></u>
<b>Total equity and liabilities</b>	<u><b>3,69,35,49,271</b></u>	<u><b>11,09,84,024</b></u>	<u><b>3,80,45,33,295</b></u>



**Gayatri Jhansi Roadways Limited**

**Summary of Significant Accounting Policies and Other Explanatory Information**

(All amounts in ₹ unless otherwise stated)

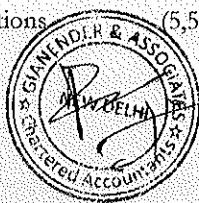
**31 Ind AS Reconciliations (continued)**

**b) Reconciliation of equity as at 1 April 2016 (date of transition to Ind AS)**

	Previous GAAP	Adjustments	Ind AS
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2,89,84,29,688	(2,89,83,69,024)	60,664
Financial assets			
- Loans	2,54,45,467	(2,14,74,615)	39,70,852
Income tax assets, net	-	2,14,74,615	2,14,74,615
	<u>2,92,38,75,155</u>	<u>(2,89,83,69,024)</u>	<u>2,55,06,131</u>
<b>Current assets</b>			
Financial Assets			
- Trade receivables	2,16,63,859	-	2,16,63,859
- Cash and cash equivalents	47,78,33,216	-	47,78,33,216
- Loans	9,61,77,989	(3,92,662)	9,57,85,327
- Others	23,43,119	3,08,35,82,593	3,08,59,25,712
Prepayments	-	3,92,662	3,92,662
	<u>59,80,18,183</u>	<u>3,08,35,82,593</u>	<u>3,68,16,00,776</u>
<b>Total assets</b>	<u>3,52,18,93,338</u>	<u>18,52,13,569</u>	<u>3,70,71,06,907</u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	42,40,00,000	-	42,40,00,000
Other equity	(30,31,13,838)	18,53,56,689	(11,77,57,149)
<b>Total Equity</b>	<u>12,08,86,162</u>	<u>18,53,56,689</u>	<u>30,62,42,851</u>
<b>Non-current Liabilities</b>			
Financial liabilities			
- Borrowings	2,83,17,60,040	-	2,83,17,60,040
Long term provisions	35,06,53,875	(1,43,121)	35,05,10,754
	<u>3,18,24,13,915</u>	<u>(1,43,121)</u>	<u>3,18,22,70,794</u>
<b>Current liabilities</b>			
Financial liabilities			
-Trade payables	1,52,08,620	4,00,700	1,56,09,320
-Other financial liabilities	19,43,54,133	-	19,43,54,133
Short term provisions	12,86,423	-	12,86,423
Other current liabilities	77,44,085	(4,00,700)	73,43,385
<b>Total liabilities</b>	<u>21,85,93,261</u>	<u>-</u>	<u>21,85,93,261</u>
<b>Total equity and liabilities</b>	<u>3,52,18,93,338</u>	<u>18,52,13,569</u>	<u>3,70,71,06,907</u>

**c) Reconciliation of profit or loss for the year ended 31 March 2016**

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Revenue from operations	59,90,00,000	(23,00,42,543)	36,89,57,457
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Expenses			
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Finance costs	30,12,79,018	5,18,62,077	35,31,41,095
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Loss before tax from continuing operations	(5,51,63,700)	2,25,10,587	(3,26,53,113)
<b>Profit for the year</b>	-	-	-



**Gayatri Jhansi Roadways Limited**  
**Summary of Significant Accounting Policies and Other Explanatory Information**  
 (All amounts in ₹ unless otherwise stated)

**32 Specified bank notes (SBN)**

	SBNs	Other denomination notes	Total
Closing cash in hand as on 8 November 2016	6,000	3,897	9,897
(+) Permitted receipts	-	-	-
(+) Withdrawal from Bank accounts		2,50,700	2,50,700
(-) Deposited in bank accounts	6,000	1,00,000	1,06,000
(-) Permitted payments	-	1,05,351	1,05,351
Closing cash in hand as on 30 December 2016	-	49,246	49,246

**33 Segment reporting**

Based on the Company's business model and considering the internal financial reporting to the management, the Company has identified only one reportable segment i.e. "construction, operations and maintenance of roads, highways and toll roads"

**34 Comparatives**

Previous year comparatives have been reclassified and regrouped wherever necessary, to confirm to current years' presentation.

**35 Events after the reporting period**

There are no significant events after the reporting period that substantially affect the financial position of the company.

For GIANENDER & ASSOCIATES  
Chartered Accountants

R.K. AGRAWAL  
Partner  
Membership No. 08567

Place: New Delhi  
Date: 23.05.2017



For and on behalf of Board of directors of  
Gayatri Jhansi Roadways Limited

J. BRIJ MOHAN REDDY  
Director  
DIN:00012927

KOLA NAGARAJU  
Chief Financial Officer

Place: Hyderabad  
Date: 23.05.2017

B.L. GUPTA  
Director  
DIN:07175777

P. RAJ KUMAR  
Company Secretary

Place: Hyderabad  
Date: 23.05.2017