**Contents**

**ASHOKA INFRAWAYS LIMITED**

**ANNUAL REPORT**
**2016-17**

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**BOARD OF DIRECTORS**

| | |
|---|---|
| Mr. Ashok M. Katariya | Director |
| Mr. Ashish A. Kataria | Director |
| Mr. Rajendra C. Burad | Managing Director |
| Mr. Milapraj Bhansali | Director |

**AUDITORS**

M/s. M. P. Chitale & Co., Chartered Accountants, Mumbai

**REGISTERED OFFICE**

Ashoka House, Ashoka Marg, Nasik - 422 011

**ASHOKA INFRAWAYS LIMITED**
**NOTICE TO SHAREHOLDERS**

**NOTICE** is hereby given that the Sixteenth (16th) Annual General Meeting of Ashoka Infraways Limited will be held on Thursday, September 28, 2017 at 10.00 a.m. at the registered office at – "Ashoka House, Ashoka Marg, Nasik - 422 011 to transact the following business :

**ORDINARY BUSINESS**

1. To receive, consider and adopt the Financial Statements including Balance Sheet as at March 31, 2017, Statement of Profit and Loss and Cash Flow Statement for the year ended on that date along with the reports of the Board of Directors and Auditors thereon;

2. To re-appoint Mr. Milapraj Bhansali (DIN-00181897) who retires by rotation and being eligible offers himself for re-appointment.

   **"RESOLVED THAT** Mr. Milapraj Bhansali (DIN-00181897), who retires by rotation and being eligible, offers himself for re-appointment be and is hereby re-appointed as a Director, liable to retire by rotation.

3. To appoint the Statutory auditors for the first term of 5 consecutive years and to fix their remuneration and in this regard to consider and to pass the following Resolution as an **Ordinary Resolution**:

   **"RESOLVED THAT** pursuant to Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and pursuant to the recommendations of the Board of Directors M/s. Pravin R. Rathi & Associates (FRN-131494W), Chartered Accountants, Nashik be and are hereby appointed as the Statutory Auditors of the Company in place of M/s. M. P. Chitale & Co., Chartered Accountants, (FRN 101851W), outgoing Auditors, to hold office for the first term of 5 (five) consecutive years from the conclusion of 16th Annual General Meeting till the conclusion of the 21st Annual General Meeting, subject to ratification, if any required, by the members of at every Annual General Meeting, as per provisions of the Companies Act, 2013 from time to time and on such remuneration as may be mutually agreed between the Board of Directors and the Statutory Auditors of the Company."

**For and on behalf of Board**

**Sd/-**

**Place : Nashik**
**Date : 17.05.2017**

**(Ashish A. Kataria)**
**Director**
**(DIN- 00580763)**

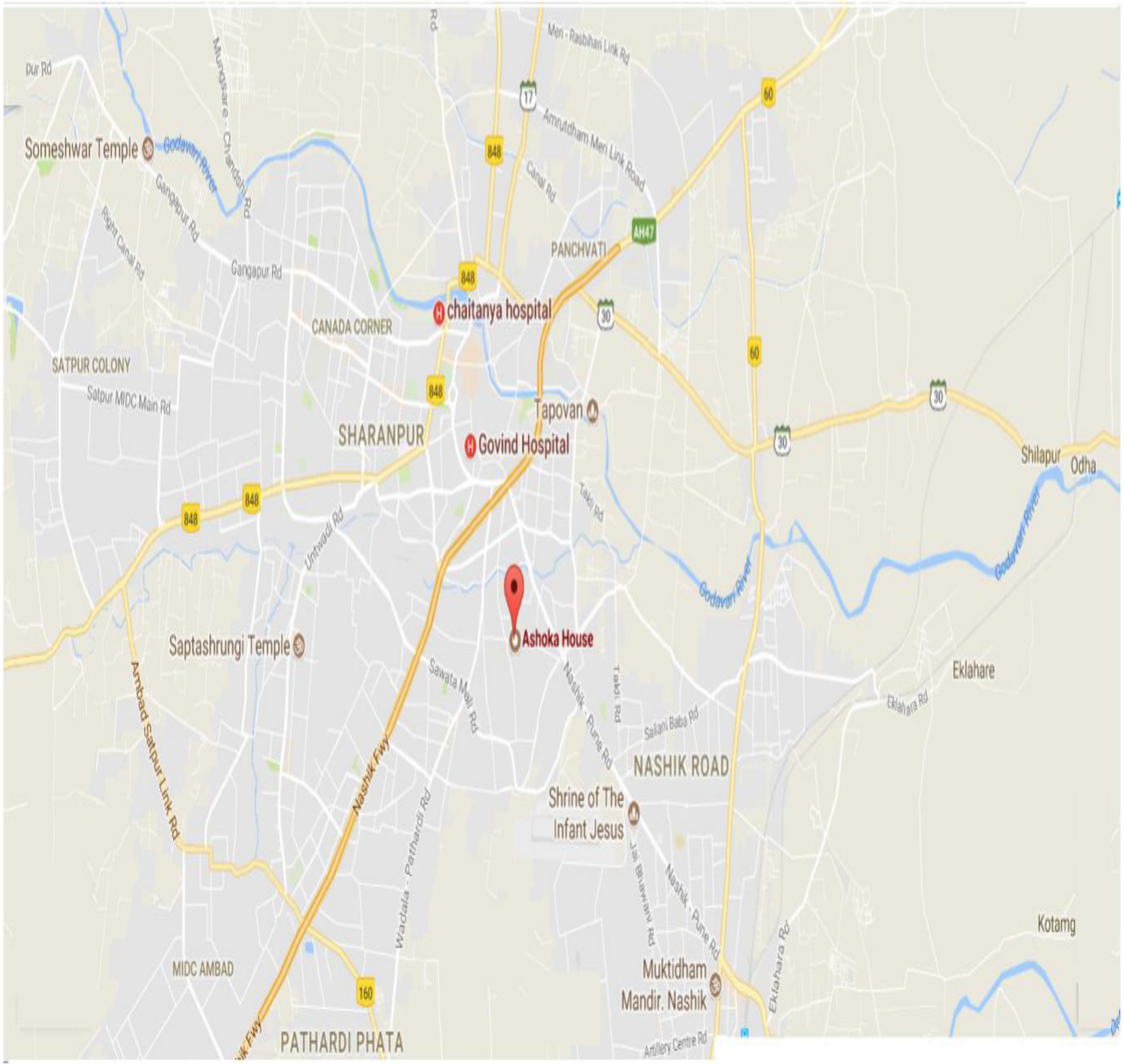
**NOTES :**

1. Member entitled to attend and vote at the annual general meeting is entitled to appoint a proxy to attend and vote, on behalf of himself/herself and the proxy need not be a member of the company.

2. Proxy form duly stamped and executed in order to be effective must reach the registered office of the company not less than 48 hours before the time of commencement of the annual general meeting.

3. Members/proxies should fill the attendance slip for attending the meeting.

# ROUTE MAP OF VENUE OF AGM



**ASHOKA INFRAWAYS LIMITED**
**BOARD'S REPORT**

Dear Shareholders,
Ashoka Infraways Limited.

Your Directors have pleasure in presenting the Sixteenth (16th) Annual Report of your Company for the year ended March 31, 2017.

## (1) FINANCIAL RESULTS

Financial results of the Company for the year under review along with the figures for previous year are as follows:

**( Rs. In lakhs except for EPS)**

| Particulars | 2016-2017 | 2015-2016 |
|---|---|---|
| Total Receipts / Gross Sales & Operating Income | 2100.43 | 2007.32 |
| Gross Profit before Depreciation, Amortization and Tax | 38.71 | (90.19) |
| Depreciation and amortization | 1.69 | 233.71 |
| Profit before Tax | 37.02 | (323.90) |
| Provision for Taxation | 12.52 | (14.28) |
| Profit after Tax | 24.50 | (309.62) |
| Earnings per share of Rs. 10/- each Basic / Diluted | 2.84 | (30.32) |

## (2) OPERATIONS

Company is now mainly into the business of real estate development and related activities. During the year Company has realised sales from its project in Nashik based on percentage completion method. Further Company has started its Goa Residential Project.

## (3) DIVIDEND

The Directors do not recommend any dividend to be paid on Equity Share Capital for the Financial Year 2016-2017.

## (4) NUMBER OF MEETINGS HELD

### A. Board Meetings.

The Board of Directors duly met 5 times during the financial year from April 1, 2016 to March 31, 2017. The dates on which the meetings were held are as follows:

| Sr. No. | Date of Meetings |
|---|---|
| 1 | 11.05.2016 |
| 2 | 17.06.2016 |
| 3 | 25.08.2016 |
| 4 | 24.10.2016 |
| 5 | 20.01.2017 |

**Attendance**

| Sr. No. | Name | No. of meetings held | No. of meetings attended |
|---|---|---|---|
| 1 | Mr. Ashok Katariya | 5 | 5 |
| 2 | Mr. Ashish Kataria | 5 | 5 |
| 3 | Mr. Rajendra Burad | 5 | 5 |
| 4 | Mr. Milapraj Bhansali | 5 | 5 |

## (5) DIRECTORS AND KEY MANAGERIAL PERSONNEL

**Director liable to retire by rotation**

Pursuant to the provisions of the section 161(1) of the Companies Act, 2013 read with the Articles of Association of the Company, Mr. Milapraj Bhansali, (DIN - 00181897), Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

You are requested to re-appoint him.

## (6) COMMITTEES

**CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

The CSR Committee has been constituted in line with provisions of section 135 of Companies Act, 2013 and comprises of following Directors:

| Name | Status | Category |
|---|---|---|
| Mr. Ashish Katariya | Chairman | Non-Executive |
| Mr. Ashok Katariya | Member | Non-Executive |
| Mr. Rajendra C. Burad | Member | Non-Executive |

There is no requirement to appoint Independent Director on the Board of Directors of the Company as per provisions of section 149 of the Act. Further formation of Audit Committee and Nomination and Remuneration Committee is also not required as per provisions of sections 177 & 178 of the Act respectively.

**(7) AUDITORS**

Pursuant to the provisions of Section 139 of Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. M. P. Chitale & Co., Chartered Accountants, Mumbai, Statutory Auditors (Firm Registration No. 101851W) hold office till the conclusion of the Annual General Meeting for the Financial Year 2018-19. The existing Auditors have shown their unwillingness to continue further due to their pre-occupation and have requested not to ratify their appointment in ensuing Annual General Meeting. The Board of Directors of your Company is proposing to appoint M/s. Pravin R. Rathi & Associates (FRN-131494W) Chartered Accountants, Nashik as statutory Auditor of the Company.

The Auditors' Reports on financial statements for the financial year 2016-17 does not contain any qualification, reservation or adverse remark except as mentioned in point no. 14 below.

**(8) PUBLIC DEPOSITS**

The Company has not accepted any deposits u/s 73 of the Companies Act, 2013 during the FY 2016-17.

**(9) 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.

**(10) RELATED PARTY TRANSACTIONS**

Related party transactions entered during the financial year were on an arm's length basis and in the ordinary course of business. There were no materially significant related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. Transactions with related parties entered by the Company in the normal course of business are periodically placed before the Board for its review and the particulars of contracts entered during the year as per Form AOC-2 are enclosed as **Annexure – II.**

**(11) CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Data pertaining to conservation of energy and technology absorption is not applicable. There was neither foreign exchange earning nor expenditure during the year under review.

**(12) PARTICULARS OF EMPLOYEES**

During the year under review, none of the employees has drawn salary in excess of limits specified u/s 197 of the Companies Act, 2013 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**(13) POLICY ON PREVENTION OF SEXUAL HARASSMENT**

The Company has in place Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress the complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. No such employee has been employed in the Company during the year under review.

Your Directors state that during the year under review, no cases have been reported pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

**(14) ACCOUNTS**

The accounts read together with the Notes to Accounts are self-explanatory and do not call for any further explanation. The Audit Report does not contain qualifications / adverse remarks / observations except the following

**Point No. 5 (3) (d) of the Audit Report -**

(d) The Company was not in a position to provide adequate information to support the requisite disclosure made in Note no. 41 in its financial statements as to holding as well as dealing in Specified Bank Notes (SBN’s) during the period from November 8, 2016 to December 30, 2016. Hence, we are not in a position to comment whether the requisite disclosures have been made and that they are in accordance with books of accounts maintained by Company.

**Reply :-**

There were no Specified Bank Notes (SBNs) deposited in the Banks during the period November 8, 2016 to December 30, 2016 by the Company. There were no such SBNs available with the Company during the period November 8, 2016 to December 30, 2016. The Auditors were provided with all the necessary information about SBNs even though there was no requirement of disclosing the information as no SBNs were available with the Company during the said as referred above.

**(15) CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company continues to believe in operating and growing its business in a socially responsible way. Hence, in Accordance with the requirements of Section 135 of the Companies Act, 2013, your Company has constituted a Corporate Social Responsibility Committee (“CSR Committee”). The composition of the CSR Committee is provided under heading “Committees”. The Company has formulated a Corporate Social Responsibility policy.

The Company has identified few CSR activities to be implemented as soon as possible. The Board of Directors recommended devising a plan for effective spending on CSR activities. However the Company could not spend amount allocated for CSR spending in financial year 2016-17 for want of non-identification of suitable project. The Company will strive to identify the suitable project and will endeavour to spend the required amount on CSR activities going forward.

Annual Report on CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 has been appended as **Annexure III** to this report.

**(16) EXTRACT OF ANNUAL RETURN**

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as **Annexure - I.**

**(17) RISK MANAGEMENT**

- Your Company recognises that risk is an integral part of business and is committed to manage the risk in a proactive and efficient manner. Company has in place a proper internal Risk Management system to review, identify, assess and implement the necessary action in respect thereto by following the principles of Risk Matrix.

- There are no risks which in the opinion of the Board of Directors affect the Company’s Operations on a going concern basis. Hence the Company does not have any Risk Management Policy as there are no elements of risk threatening the Company’s existence.

**(18) DETAILS ON INTERNAL FINANCIAL CONTROL**

The Company has in place adequate internal Financial Control, some of which are outlined below;

- Your Company has adopted accounting policies which are in line with the Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 that continue to apply under Section 133 and other applicable provisions of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent applicable. These are in accordance with generally accepted accounting principles in India including Indian Accounting Standards (IND AS).
- Changes in policies, if any, are approved by the Board of Directors in consultation with the Auditors.

## (19) DIRECTORS RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;

c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d. the directors had prepared the annual accounts on a going concern basis; and

e. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**(20) ACKNOWLEDGEMENT**

The Board of Directors also place on record their deep appreciation to the Dewas Public Works Department, Government of Madhya Pradesh, financial institutions, bankers and others for their co-operation, patronage and support during the year under review and look forward for a constant cordial relationship in the years to come. The Board of Directors wish to place on record their deep appreciation for the services rendered by the employees of the Company at all levels and for their continued hard work, dedication and loyalty in ensuring high level of performance and growth that the Company has achieved during the year.

**For and on behalf of Board**

| | | |
|---|---|---|
| | **Sd/-** | **Sd/-** |
| **Place : Nashik** | **(Rajendra C. Burad)** | **(Ashish A. Kataria)** |
| **Date : 17.05.2017** | **Director** | **Director** |
| | **DIN-00112638** | **DIN- 00580763** |

**Annexure I**
**FORM NO. MGT 9**

*Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration ) Rules, 2014.*

**EXTRACT OF ANNUAL RETURN**

I **REGISTRATION & OTHER DETAILS:**

| | | |
|---|---|---|
| i | CIN | **U45200MH2001PLC132489** |
| ii | Registration Date | **25-Jun-01** |
| iii | Name of the Company | **ASHOKA INFRAWAYS LTD** |
| iv | Category of the Company | Non Government Company |
| v | Address of the Registered office & contact details | Ashoka House, Ashoka Marg , Nasik-422011<br>secretarial@ashokabuildcon.com<br>Tel : 0253 3011705, Fax : 0253 2236704. |
| vi | Whether listed company | No |
| vii | Name and Address of Registrar & Transfer Agents ( RTA ):- | N.A. |

**II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover

| Sl. No. | Name and Description of main products / services | NIC Code of the Product / service | % to total turnover of the company |
|---|---|---|---|
| 1 | Toll Collection | 42 | 95.70% |

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -**

| | |
|---|---|
| No. of Companies for which information is being filled | **1** |

| Sr. No. | NAME AND ADDRESS OF THE COMPANY | CIN/GLN | HOLDING/ SUBSIDIARY /ASSOCIATE | % of shares held | Applicable Section |
|---|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd | L45200MH1993PLC071970 | Holding Company | 100% | 2(46) |

**IV.** **SHARE HOLDING 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 | |
| **A. Promoter s** | | | | | | | | | |
| **(1) Indian** | | | | | | | | | |
| a) Individual/ HUF | 0 | 0 | 0 | 0% | 0 | | | 0% | 0% |
| b) Central Govt | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| c) State Govt(s) | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| d) Bodies Corp. | 0 | 1,000,000 | 1,000,000 | 100% | 0 | 1,000,000 | 1,000,000 | 100% | 0% |
| e) Banks / FI | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| f) Any other | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| **(2) Foreign** | | | | | | | | | |
| a) NRI - Individual/ | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| b) Other - Individual/ | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| c) Bodies Corp. | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| d) Banks / FI | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| e) Any Others | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| **Total shareholding of Promoter (A)** | - | 1,000,000 | 1,000,000 | 100% | - | 1,000,000 | 1,000,000 | 100% | 0% |
| | | | | | | | | | |
| **B. Public Shareholding** | | | | | | | | | |
| **1. Institutions** | | | | | | | | | |
| a) Mutual Funds | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| b) Banks / FI | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| c) Central Govt | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| d) State Govt(s) | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| e) Venture Capital Funds | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| f) Insurance Companies | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| g) FIIs | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| h) Foreign Venture | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| i) Others (specify) | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| **Sub-total (B)(1):-** | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| **2. Non-Institutions** | | | | | | | | | |
| a) Bodies Corp. | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| i) Indian | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| ii) Overseas | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| b) Individuals | | | | | | | | | |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| c) Others (specify) | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| **Sub-total (B)(2):-** | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| | | | | | | | | | |
| **Total Public Shareholding (B)=(B)(1)+ (B)(2)** | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| | | | | | | | | | |
| **C. Shares held by Custodian for GDRs & ADRs** | 0 | 0 | 0 | 0% | 0 | 0 | 0 | 0% | 0% |
| | | | | | | | | | |
| **Grand Total (A+B+C)** | - | 1,000,000 | 1,000,000 | 100% | - | 1,000,000 | 1,000,000 | 100% | 0% |

*ii* ***Shareholding of Promoters***

| Sl No. | Shareholder's Name | Shareholding at the beginning of the year | | | Share holding at the end of the year | | | % change in share holding during the year |
|---|---|---|---|---|---|---|---|---|
| | | No. of Shares ( Equity 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 | Ashoka Buildcon Limited | 1,000,000 | 100% | 0% | 1,000,000 | 100% | 0% | 0% |
| | **TOTAL** | **1,000,000** | **100%** | **0%** | **0** | **100%** | **0%** | **Nil** |

*iii* ***Change in Promoters' Shareholding ( please specify, if there is no change)***

**There was no change in Promoter's shareholding during the year.**

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

There is no shareholder other than Directors, Promoters.

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

None of the directors and KMPs hold shares.

**V INDEBTEDNESS**

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

**( Rs. In Lakhs)**

| Indebtedness at the beginning of the financial year | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtness |
|---|---|---|---|---|
| i) Principal Amount | - | 57,671,566 | - | 57,671,566 |
| ii) Interest due but not paid | - | - | - | - |
| iii) Interest accrued but not due | - | - | - | - |
| **Total (i+ii+iii)** | - | 57,671,566 | - | 57,671,566 |
| **Change in Indebtedness during the financial year** | **Secured Loans excluding deposits** | **Unsecured Loans** | **Deposits** | **Total Indebtness** |
| * Addition | - | 37,000,000 | - | 37,000,000 |
| * Reduction | - | 21,500,000 | - | 21,500,000 |
| **Net Change** | - | 15,500,000 | - | 15,500,000 |
| **Indebtedness at the end of the financial year** | **Secured Loans excluding deposits** | **Unsecured Loans** | **Deposits** | **Total Indebtness** |
| i) Principal Amount | - | 42,171,566 | - | 42,171,566 |
| ii) Interest due but not paid | - | 6,725,749 | - | 6,725,749 |
| iii) Interest accrued but not due | - | - | - | |
| **Total (i+ii+iii)** | - | 48,897,315 | - | 48,897,315 |

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### *A. Remuneration to Managing Director, Whole-time Directors and/or Manager:*

None of the Managing Director, Whole - time Director or Manager draws remenueration.

### *B. Remuneration to other directors:*

None of the Director draws remenueration.

### *C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD*

Not Applicable.

## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties / punishment / compounding of offences for the year ended March 31, 2017

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

| | | |
|---|---|---|
| | **Sd/-** | **Sd/-** |
| **Place : Nashik** | **(Rajendra C. Burad)** | **(Ashish A. Kataria)** |
| **Date : 17-05-2017** | **Managing Director** | **Director** |
| | **DIN- 00112638** | **DIN-00580763** |

## Annexure II - Form AOC-2

(Pursuant to clause (b) 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:**

| Sr. No | Name of the Related Party | Nature of Contracts/Arrangements/ Transactions: | Durations of the Contracts / Agreements/ Transactions | Salient Terms of the Contracts or arrangements or Transactions including the Value, if any | Justification for entering into such contracts or arrangements or transactions | Date(s) approval by the Board, if any | Amount paid as advances, if any | Date on which the special resolution was passed in general |
|---|---|---|---|---|---|---|---|---|
| | **Not Applicable** | | | | | | | |

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

| Sr. No. | Name of the Related Party | Nature of Relationship | Nature of Contracts / Agreements / Transactions | Durations of the Contracts / Agreements/ Transactions | Salient Terms of the Contracts or arrangements or Transactions including the Value, if any (Amt in Lakhs) | Date(s) approval by the Board, if any | Amount paid as advances, if any |
|---|---|---|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | Rendering of services | Upto March 31, 2017 | Subcontracting expenses - Rs. 142.08 lakhs | 11.05.2016 | Nil |
| 2 | Viva Highways Ltd. | Enterprises in which Key Management Or Directors have significant influence | Purchase of property | N.A. | Purchase of TDR - Rs. 97.15 lakhs | 11.05.2016 | Nil |
| 3 | Ashoka Buildcon Limited | Holding Company | Sale, Purchase or supply of any goods or materials. | Upto March 31, 2017 | Sale of plant and machinery - 33.59 lakhs | 11.05.2016 | Nil |
| 4 | Ashoka Highway Ad. | Enterprises in which Key Management Or Directors have significant influence | Leasing of property | Upto March 31, 2017 | Rent received - Rs. 0.10 lakh | 11.05.2016 | Nil |

**For and on behalf of Board of Directors of Ashoka Infraways Limited**

**Place : Nashik**
**Date : 17.05.2017**

| Sd/- | Sd/- |
|---|---|
| **(RAJENDRA C. BURAD)** | **(ASHISH A. KATARIA)** |
| **Managing Director** | **Director** |
| **DIN-0112638** | **DIN-00580763** |

**Annexure – III**

**Annual Report on Corporate Social Responsibility**
[Pursuant to Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. **Brief outline of the Company's CSR Policy**

The Company had a net profit over and above Rs. 5 Crore from its business in the financial year i.e. 2013-14 and 2014-15. On basis of this, the Company has constituted Corporate Social Responsibility (CSR) Committee and has also approved CSR Policy at the meeting of Board of Directors held on March 31, 2015. Since then the Committee has on a priority basis articulated the amount to be spent as per CSR policy of the Company. The Company has deployed a dedicated resource for identifying CSR activities and strategy. The CSR committee has considered few proposals for funding. However in FY 2015-16, the Company has incurred loss of Rs.0.86 Crores.

The Average net profit of the Company for last three financial years is Rs.7.50 Crores for the financial year 2016-17 and prescribed CSR Expenditure is Rs.0.15 Crores.

As per the CSR Policy and Company's commitment to make expenditure on CSR activities, it has spent an amount of Rs. 2.02 Lakh on CSR activities in the Financial Year 2016-17.

2. **Composition of CSR Committee**

Please refer to Board's Report for the Composition of CSR Committee.

3. Average Net Profit of the Company for last 3 financial years: Rs. 7.50 Crores
4. Prescribed CSR Expenditure: Rs. 15.00 Lakhs
5. Details of CSR spent during the financial year 2016-17
   a. Total amount to be spent for the financial year Rs. 15.00 Lakhs
   b. Total amount spent during the year Rs. 2.02 Lakhs
   c. Amount unspent, if any Rs. 12.98 Lakh
   d. Manner in which amount was spent during financial year 2016-17 is detailed below

| Sr. No. | CSR activity | Relevant section of the Sch. VII in which Project is covered | Amount spent in Rs. | Amount spent directly / through implementing agency |
|---|---|---|---|---|
| 1 | Promoting Education related activities | Schedule VII (ii) | 1,02,600.00 | Directly |
| 2 | Canal Renovation under CSR activity | Schedule VII(i) | 99,167.00 | Directly |
| | **Total** | | **2,01,767.00** | |

**6**. CSR Committee Responsibility Statement

The CSR Committee confirms that the implementation and monitoring of the CSR activities of the Company are in compliance with the CSR objectives and CSR Policy of the Company.

| | |
|---|---|
| Sd/- | Sd/- |
| (Ashok M. Katariya)<br>Chairman of the Meeting | (Ashish A. Kataria)<br>Chairman (CSR Committee) |

**INDEPENDENT AUDITOR'S REPORT**
**TO THE MEMBERS OF ASHOKA INFRAWAYS LIMITED**

1. **Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of **Ashoka Infraways Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. **Management's Responsibility for the Standalone Ind AS Financial Statements**

2.1 The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance (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) specified under section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015, as amended.

2.2 This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. **Auditor's Responsibility**

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

3.2 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.

3.3 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 standalone Ind AS financial statements are free from material misstatement.

3.4 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone 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 accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

**4. Opinion**

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

**5. Report on Other Legal and Regulatory Requirements**

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

(ii) As required by section 143(3) of the Companies Act 2013, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

(b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

(c) The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, Cash Flow Statement and Statement of Change in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards referred to Section 133 of the Act, read with Companies (Indian Accounting Standard ) Rules, 2015, as amended;

(e) On the basis of written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms Section 164 (2) of the Act.

(f) With respect of adequacy of the internal financial controls over financial reporting of the Company and operating effectiveness of such controls, refer to our separate report in “Annexure B” and

(iii) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended by the Companies (Audit and Auditors) Rules, 2017, in our opinion and to the best of our Information and according to the explanations given to us:

(a) The Company does not have any pending litigations filed against it which would impact its financial position

(b) The Company was not required to make any provisions for material foreseeable losses in respect of long term contracts, including derivative contracts.

(c) The Company was not required to deposit or pay any dues in respect of the Investor Education and Protection Fund during the year.

(d) The Company was not in a position to provide adequate information to support the requisite disclosure made in Note no.41 in its financial statements as to holding as well as dealing in Specified Bank Notes (SBN’s) during the period from November 8, 2016 to December 30, 2016. Hence, we are not in a position to comment whether the requisite disclosures have been made and that they are in accordance with books of accounts maintained by Company.

**For M. P. Chitale & Co.**
**Chartered Accountants**
**ICAI FR No. 101851W**

**Sd/-**

**Murtuza Vajihi**
**Partner**
**ICAI M No. 112555**
**Place: Mumbai**
**Date: May 17, 2017**

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**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT**
**(Refer to in paragraph 5 (i) of our report of even date)**

i) a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of all fixed assets.

b) Management has conducted physical verification of fixed assets during the year. We are informed that no material discrepancies were noticed on such verification.

c) According to the information and explanations given to us and on the books and records examined by us, Company does not have immovable property. Hence, this clause is not applicable.

ii) Inventories have been physically verified by the Management at regular intervals. In our opinion, the frequency of such verification is reasonable. We are informed that discrepancies noticed on such verification were not material as compared to the book records. The discrepancies noticed on such verification have been properly dealt with in the books of account.

iii) (a),(b) & (c) Since the company has not granted any loan, secured or unsecured to theparties covered in the register maintained u/s 189 of the Companies Act, 2013, these clause is not applicable

iv) According to the information and explanations given to us the company has not given any loan, Investment, guarantees and security. hence, this clause is not applicable.

v) According to the information and explanations given to us, the Company has not accepted deposits from the public in terms of provisions of sections 73 to 76 of the Companies Act, 2013.

vi) As per the Rule 3 (b) of the Companies (Cost Records and Audit) Rule 2014, requirement of maintenance of cost records is not applicable to the Company.

vii) a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company has been generally regular in depositing undisputed statutory dues including investor education and protection fund, provident fund, employees state insurance, income tax, Value Added Tax (VAT), sales tax, service tax, profession tax, , Work Contract Taxand other material statutory dues, as applicable, with the appropriate authorities, except that there have been certain delays in payments of TDS & Professional Tax in certain cases. There are no statutory dues that are outstanding as of March 31, 2017 for a period of more than six months.

b) As at the year-end, according to the records of the Company and information and explanations given to us, there are no disputed statutory dues that have not been deposited on account of appeal matters pending before the appropriate authorities

viii) According to the records of the Company examined by us and the information and explanations given to us, The Company has not borrowed any funds from banks financial institutions, debenture holders and Government. Hence, this clause is not applicable.

ix) In our opinion and according to the information and explanations given to us the company has neither raised money by way of public offer nor has it availed any term loan from Bank/Financial institution during the year. Hence, this clause is not applicable.

x) According to the information and explanations given to us and on the basis of representation of the management which we have relied upon, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

xi) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not paid any managerial remuneration and hence this clause is not applicable.

xii) Since the company is not a Nidhi company, this clause is not applicable.

xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 as applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

(xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

(xv) According to the information and explanations given to us , the company has not entered into any non cash transactions with directors or persons connected with him.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For M P Chitale & Co**
**Chartered Accountants**
**Firm Regn No. 101851W**

**Sd/-**

**Murtuza Vajihi**
**Partner**
**ICAI M No. 112555**

**Place: Mumbai**
**Date: May 17, 2017**

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**ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT**
**(Referred to in paragraph 5 (ii) (f) of our report of 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 **Ashoka Infraways Limited** ("the Company") as of 31$^{st}$ March, 2017 in conjunction with our audit of the standalone Ind AS 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by ICAI 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. 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 were 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

**Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

**Opinion**

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

**For M. P. Chitale & Co.**
**Chartered Accountants**
**ICAI FR No. 101851W**

**Sd/-**

**Murtuza Vajihi**
**Partner**
**ICAI M No. 112555**
**Place: Mumbai**
**Date: May 17, 2017**

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**ASHOKA INFRAWAYS LTD.**

**CIN : U45200MH2001PLC132489**

**Balance Sheet as at March 31, 2017**

(₹ In Lakhs)

| | Particulars | Note No. | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|---|---|
| I | **ASSETS** | | | | |
| 1 | **NON-CURRENT ASSETS** | | | | |
| | (a) Property, plant and equipment | 2 | 47.25 | 91.82 | 142.63 |
| | (b) Intangible assets | 2A | - | - | 205.83 |
| | (c) Financial assets | | | | |
| | (i) Investments | 3 | 1,367.09 | 1,341.32 | 1,316.04 |
| | (ii) Other financial assets | 4 | 0.31 | 0.29 | 0.28 |
| | (d) Tax assets | | | | |
| | (i) Deferred Tax Asset (net) | 5 | 14.87 | 26.50 | 2.16 |
| | (e) Other non-current assets | 6 | 61.83 | 32.33 | 291.83 |
| | **TOTAL NON-CURRENT ASSETS** | | **1,491.35** | **1,492.26** | **1,958.76** |
| 2 | **CURRENT ASSETS** | | | | |
| | (a) Inventories | 7 | 7,795.08 | 7,764.72 | 7,811.72 |
| | (b) Financial assets | | | | |
| | (i) Investments | 8 | 83.02 | - | - |
| | (ii) Trade receivables | 9 | 344.81 | 158.24 | 140.18 |
| | (iii) Cash and cash equivalents | 10 | 153.74 | 89.35 | 34.73 |
| | (vi) Other financial assets | 11 | 0.12 | 1.52 | 1.34 |
| | (c) Other current assets | 12 | 60.85 | 111.48 | 60.20 |
| | **TOTAL CURRENT ASSETS** | | **8,437.62** | **8,125.31** | **8,048.17** |
| | **TOTAL ASSETS** | | **9,928.97** | **9,617.57** | **10,006.93** |
| I | **EQUITY & LIABILITIES** | | | | |
| 1 | **EQUITY** | | | | |
| | (a) Equity Share Capital | 13 | 100.00 | 100.00 | 100.00 |
| | (b) Other Equity | 14 | 3,752.10 | 3,723.68 | 4,026.85 |
| | **TOTAL EQUITY** | | **3,852.10** | **3,823.68** | **4,126.85** |
| 2 | **NON-CURRENT LIABILITIES** | | | | |
| | (a) Financial Liabilities | | | | |
| | (i) Borrowings | 15 | 2,401.19 | 2,173.59 | 3,056.52 |
| | (b) Provisions | 16 | 2.07 | 0.66 | 2.44 |
| | (c) Other non-current liabilities | 17 | 1,125.00 | 1,125.00 | 1,325.00 |
| | **TOTAL NON-CURRENT LIABILITIES** | | **3,528.26** | **3,299.25** | **4,383.97** |
| 3 | **CURRENT LIABILITIES** | | | | |
| | (a) Financial liabilities | | | | |
| | (i) Borrowings | 18 | 488.97 | 576.72 | 39.86 |
| | (ii) Trade payables | 19 | 864.91 | 743.53 | 813.29 |
| | (iii) Other financial liabilities | 20 | 56.35 | 35.80 | 40.36 |
| | (b) Other current liabilities | 21 | 1,138.34 | 1,137.77 | 601.78 |
| | (c) Provisions | 22 | 0.03 | 0.82 | 0.82 |
| | **TOTAL CURRENT LIABILITIES** | | **2,548.60** | **2,494.63** | **1,496.11** |
| | **TOTAL LIABILITIES** | | **6,076.87** | **5,793.88** | **5,880.07** |
| | **TOTAL EQUITY AND LIABILITIES** | | **9,928.97** | **9,617.57** | **10,006.93** |
| | Significant Accounting Policies | 1 | | | |

As per our report of even date attached

**For M.P. CHITALE & Co.**
**Chartered Accountants**

Sd/-

(Murtuza Vajihi)
**Partner**

**Place: Nasik**
**Date: May 17, 2017**

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

| Sd/- | Sd/- |
|---|---|
| Rajendra C. Burad | Ashish A. Katariya |
| **Managing Director** | **Director** |
| DIN - 00112638 | DIN - 00580763 |

**Place: Nasik**
**Date: May 17, 2017**

**ASHOKA INFRAWAYS LTD.**
**CIN : U45200MH2001PLC132489**
**Statement of Profit and Loss for the year ended March 31, 2017**

(₹ In Lakhs)

| | Particulars | Note No. | For year ended March 31, 2017 | For year ended March 31, 2016 |
|---|---|---|---|---|
| I | **INCOME** | | | |
| | Revenue from Operations | 23 | 2,010.11 | 1,959.45 |
| | Other Income | 24 | 90.32 | 47.87 |
| | **Total Revenue** | | **2,100.43** | **2,007.32** |
| II | **EXPENSES:** | | | |
| | Cost of Material Consumed | 25 | 1,623.39 | 1,459.35 |
| | Constrution Expesne | 26 | 4.28 | 84.38 |
| | Employee Benefits Expenses | 27 | 48.99 | 142.33 |
| | Finance Expenses | 28 | 233.12 | 259.32 |
| | Depreciation and Amortisation | 29 | 1.69 | 233.71 |
| | Other Expenses | 30 | 151.95 | 152.13 |
| | **Total Expenses** | | **2,063.41** | **2,331.22** |
| III | **Profit before Exceptional Items and Tax (I-II)** | | **37.02** | **(323.90)** |
| IV | **Profit Before Tax (III - IV)** | | **37.02** | **(323.90)** |
| V | **Tax Expense:** | 31 | | |
| | Current Tax | | 0.89 | - |
| | Tax For Earlier Years | | - | 10.06 |
| | Deferred Tax | | 11.63 | (24.34) |
| | | | **12.52** | **(14.28)** |
| VI | **Profit for the year (IV - V)** | | **24.50** | **(309.62)** |
| VII | **Other Comprehensive Income** | | | |
| | (a) Items not to be reclassified subsequently to profit or loss | | | |
| | Gain on fair value of defined benefit plans as per actuarial valuation | | **4.03** | **6.46** |
| | Income tax effect on above | | **(0.11)** | **-** |
| | (b) Items to be reclassified subsequently to profit or loss | | - | - |
| | | | **3.92** | **6.46** |
| VIII | **Total comprehensive income for the period (VI + VII)** | | **28.42** | **(303.16)** |
| IX | **Earnings per Equity Share:** | | | |
| | Basic ( ₹ ) | | **2.84** | **(30.32)** |
| | Diluted ( ₹ ) | | **2.84** | **(30.32)** |
| | Significant Accounting Policies | 1 | | |
| | Additional Statements to Notes | | | |

As per our report of even date attached

**For M.P. CHITALE & Co.**
**Chartered Accountants**

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

Sd/-

(Murtuza Vajihi)
**Partner**

Sd/-

Rajendra C. Burad
**Managing Director**
DIN - 00112638

Sd/-

Ashish A. Katariya
**Director**
DIN - 00580763

**Place: Nasik**
**Date: May 17, 2017**

**Place: Nasik**
**Date: May 17, 2017**

**ASHOKA INFRAWAYS LTD.**
**CIN : U45200MH2001PLC132489**

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

**(₹ In Lakhs)**

**A Equity Share Capital**

| Equity Share | As at March 31, 2017 | | As at March 31, 2016 | | As at April 1, 2015 | |
|---|---|---|---|---|---|---|
| | Number of Shares | Rs. in Lakhs | Number of Shares | Rs. in Lakhs | Number of Shares | Rs. in Lakhs |
| Balance at the beginning of the year | 1,000,000.00 | 100.00 | 1,000,000.00 | 100.00 | 1,000,000.00 | 100.00 |
| Changes in equity share capital during the year | - | - | - | - | - | - |
| - issued during the reporting period | - | - | | | | |
| **Balance at the close of the period** | **1,000,000.00** | **100.00** | **1,000,000.00** | **100.00** | **1,000,000.00** | **100.00** |

**B Other Equity**

| Particulars | Equity component of compound financial instruments | Reserves & Surplus | | Items of Other Comprehensive Income (OCI) | Total |
|---|---|---|---|---|---|
| | | General Reserve | Retained earnings | Re-measurement of net defined benefit plans | |
| | | | | | |
| **Balance as at April 1, 2015** | **890.86** | **209.61** | **2,926.68** | **(0.31)** | **4,026.85** |
| Profit/(loss) for the year | - | - | (309.62) | - | (309.62) |
| Other comprehensive income for the year | - | - | - | 6.46 | 6.46 |
| **Total comprehensive income for the year** | **-** | **-** | **(309.62)** | **6.46** | (303.16) |
| **Balance as at March 31, 2016** | **890.86** | **209.61** | **2,617.06** | **6.15** | **3,723.68** |
| Profit/(loss) for the year after income tax | - | - | 24.50 | - | 24.50 |
| Other comprehensive income for the year | - | - | - | 3.92 | |
| **Total comprehensive income for the year** | **-** | **-** | **24.50** | **3.92** | **28.42** |
| **Balance as at March 31, 2017** | **890.86** | **209.61** | **2,641.55** | **10.07** | **3,752.10** |

As per our report of even date attached
**For M.P. CHITALE & Co.**
**Chartered Accountants**

Sd/-

(Murtuza Vajihi)
**Partner**

Place: Nasik
Date: May 17, 2017

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

Sd/-
Rajendra C. Burad
**Managing Director**
DIN - 00112638

Sd/-
Ashish A. Katariya
**Director**
DIN - 00580763

Place: Nasik
Date: May 17, 2017

# ASHOKA INFRAWAYS LTD.

ASHOKA

## CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2017

(₹ In Lakhs)

| | Year Ended 31-Mar-2017 | | Year Ended 31-Mar-2016 | |
|---|---|---|---|---|
| **A CASH FLOW FROM OPERATING ACTIVITIES :** | | | | |
| Profit before tax from continuing operations | | 37.02 | | (323.90) |
| **Adjustment for :** | | | | |
| Depreciation on tangible fixed assets | 1.69 | | 27.88 | |
| Amortisation on intangible fixed assets | - | | 205.83 | |
| Interest, Commitment & Finance Charges (Net) | 233.12 | | 259.32 | |
| (Profit)/ Loss on Sale of Assets (net) | (0.67) | | 7.18 | |
| Fair value adjustment for Preference Capital Investment | (25.77) | | (25.28) | |
| Other Comprehensive Income | 3.92 | | 6.46 | |
| Provision for Expected Credit Loss | 0.28 | | 2.23 | |
| Fair value adjustment for Investment in Mutual Funds | 0.02 | | - | |
| **Operating Profit Before Changes in Working Capital** | | 212.59 | | 483.61 |
| | | 249.61 | | 159.71 |
| **Adjustments for changes in Operating Assets / Liabilities** | | | | |
| Decrease/(Increase) in Trade and Other Receivables | (164.31) | | 187.74 | |
| ( Increase ) / Decrease in Inventories | (30.36) | | 47.00 | |
| (Decrease)/Increase in Trade and Other Payables | 143.12 | | 259.88 | |
| | | (51.55) | | 494.63 |
| **Cash Generated from Operations** | | 198.06 | | 654.34 |
| Taxes paid (net of refunds) | | (0.89) | | (10.06) |
| **NET CASH FLOW FROM OPERATING ACTIVITIES** | | **197.17** | | **644.27** |
| **B CASH FLOW FROM INVESTING ACTIVITIES :** | | | | |
| ( Increase ) / Decrease in Property, Plant and Equipment | 43.54 | | 15.76 | |
| ( Increase ) / Decrease in Non Current Investment | (0.02) | | (0.01) | |
| Purchase of Investments | (83.04) | | (0.00) | |
| **NET CASH USED IN INVESTING ACTIVITIES** | | **(39.52)** | | **15.75** |
| **C CASH FLOW FROM FINANCING ACTIVITIES** | | | | |
| Proceeds (Repayment) of Short Term Borrowings | (87.75) | | 536.86 | |
| Proceeds (Repayment) of Long Term Borrowings | 227.60 | | (882.93) | |
| Interest, Commitment & Finance Charges (Net) | (233.12) | | (259.32) | |
| **NET CASH RECEIPT FROM FINANCING ACTIVITIES** | | **(93.26)** | | **(605.39)** |
| **Net Increase In Cash & Cash Equivalents** | | 64.38 | | 54.63 |
| **Cash and Cash Equivalents at the beginning of the year** | | 89.36 | | 34.73 |
| **Cash and Cash Equivalents at the end of the year** | | **153.74** | | **89.36** |

The accompanying summary of significant accounting policies and other explanatory information (notes) are an integral part of the financial statements.

**Notes :**

1. All figures in bracket are outflow.
2. Direct taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.
3. The cash flow statement has been prepared under Indirect Method as per Ind AS 7 "Statement of Cash Flows" as under section 133 of Companies Act, 2013.

As per our report of even date attached

**For M.P. CHITALE & Co.**
**Chartered Accountants**

Sd/-

(Murtuza Vajihi)
**Partner**

**Place: Nasik**
**Date: May 17, 2017**

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

Sd/-

Rajendra C. Burad
**Managing Director**
DIN - 00112638

Sd/-

Ashish A. Katariya
**Director**
DIN - 00580763

**Place: Nasik**
**Date: May 17, 2017**

## A. General Information :

Ashoka Infraways Limited ("the Company") is a Special Purpose Entity incorporated on 25th June, 2001 under the provisions of the Companies Act, 1956. In pursuance of the contract with the Office of The Executive Engineer P.W.D.Dewas, to design, engineer, finance, construct and maintain Dewas By-pass starting from k.m. 159/4 of Bhopal-Ujjain Road ( SH-18 ) and joining km.577/6 of Agra-Bombay Road, (NH-3) intersecting NH – 3 in km, 567/8 and SH-18 in km. 151/ 8 ( total length – 19.8 kms ) including construction of one medium bridge, culverts, junctions & rotaries, protection works, toll tax barriers & booth, plantation, fencing, truck parking lay-bye and longitudinal drains etc. in the states of Madhya Pradesh on Build, Operate and Transfer (BOT) basis. The said BOT contract does not make the Company owner of the road but entitles it to "Toll Collection Rights" in exchange of the construction cost incurred while constructing the road. The concession period is from 31st August, 2001 till 17th August, 2015 including construction period of 997 days which is over. The construction of the entire project has been sub-contracted to the holding company, viz. Ashoka Buildcon Ltd, as an EPC contractor. Presently, the matter is pending before Hon High Court Indore for extension of time on account of claims.

The Company is now primarily engaged in business of construction & development of real estate projects.

## B. Significant Accounting Policies:

### 1. Compliance with IndAS :

The Company's financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

These financial statements include Balance sheet, Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash flows and notes, comprising a summary of significant accounting policies and other explanatory information and comparative information in respect of the preceding period.

Up to the year ended March 31, 2016, the Company prepared its financial statements in accordance with the requirements of generally accepted accounting principles (GAAP) in compliance with Accounting Standards as specified in the Companies (Accounting Standards) Rules, 2006 read with Rule 7(1) of the Companies (Accounts) Rules, 2014 issued by the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. These are the Company's first Ind AS financial Statements. The date of transition to Ind AS is April 1, 2015.

The company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101 First-time Adoption of Indian Accounting Standards.

### 2. Basis of Accounting :

The Company maintains its accounts on accrual basis following the historical cost convention except certain financial instruments that are measured at fair values in accordance with Ind AS.

Fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

► Level 1 - inputs are quoted prices in active markets for identical assets or liabilities that entity can access at measurement date
► Level 2 - inputs are inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly; and
► Level 3 - inputs are unobservable inputs for the asset or liability

### 3. Presentation of financial statements:

The financial statements (except Statement of Cash-flow) are prepared and presented in the format prescribed in Division II – IND AS Schedule III ("Schedule III") to the Companies Act, 2013.

The Statement of Cash Flow has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash flows".

Amounts in the financial statements are presented in Indian Rupees in Lakh in as per the requirements of Schedule III. "Per share" data is presented in Indian Rupees upto two decimals places

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

An asset is current when it is:
►Expected to be realised or intended to be sold or consumed in normal operating cycle,or
►Held primarily for the purpose of trading, or
►Expected to be realised within twelve months after the reporting period, or
►Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when it is:
►Expected to be settled in normal operating cycle, or
►Held primarily for the purpose of trading, or
►Due to be settled within twelve months after the reporting period, or
►There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are treated as non-current.

Deferred tax assets and liabilities are classified as non¬current assets and liabilities respectively.

### 4. Key Estimates &Assumptions :

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates and assumptions that impact the reported amount of assets, liabilities, income, expenses and disclosure of contingent liabilities as at the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as on the date of the financial statements. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Difference between the actual and estimates are recognised in the period in which they actually materialise or are known. Any revision to accounting estimates is recognised prospectively. Management believes that the estimates used in preparation of Financial Statements are prudent and reasonable.

### 5. Foreign Currency:

#### a. <u>Functional and presentation currency</u>

The financial statements of the Company are presented using Indian Rupee (`), which is also our functional currency i.e. currency of the primary economic environment in which the company operates.

**b. Transactions and balances**

Foreign currency transactions are translated into the respective functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit or loss.

**6. Property, Plant and Equipment (PPE) :**

PPE is recognized when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can measured reliably. All items of PPE are stated at cost net of tax/duty credits availed, if any, less accumulated depreciation and cumulative impairment. Cost includes expenditure that is directly attributable to the acquisition and installation of such assets,if any. Subsequent expenditure relating to Property, Plant and Equipment is capitalised only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the Statement of Profit and Loss as incurred.

Items such as spare parts and servicing equipment are recognised as PPE if they meet the definition of property, plant and equipment and are expected to be used during more than one year. All other items of spares and servicing equipments are classified as item of Inventories.

Assets individually costing less than Rs 5000/- are fully depreciated in the year of acquisition.

Property, plant and equipment are eliminated from financial statements, either on disposal or when retired from active use. Losses arising in the case of the retirement of property, plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognised In the statement of profit and loss In the year of occurrence.

**7. Depreciation methods, estimated useful lives and residual value :**

Depreciation has been provided on the written down value method, as per the useful lives specified in schedule II to the Companies Act, 2013, or in the case of assets where the useful life was determined by technical evaluation, evaluation carried out by the management’s expert, in order to reflect the actual usage of the assets. The asset’s useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period. The useful lives of PPE are as under:

The asset's residual values, useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

**Type of Asset with Useful Life**

| Sr.No | Category of assets | Sub-category of assets | Useful life as per schedule II | Useful life adopted by the company |
|---|---|---|---|---|
| 1 | **Plant and equipment** | Concreting, Crushing, Pilling Equipment & Road and building Making Equipment | 12 | 12 |
| | | Cranes with capacity of Less than 100 Tonne | 15 | 15 |
| | | | | |
| 2 | **Office equipment** | | 5 | 5 |
| | | | | |
| 3 | **Computers and data processing equipment** | End user devices | 3 | 3 |
| | | | | |
| | | | | |
| 4 | **Furniture and Fixture** | | 10 | 10 |
| | | | | |
| 5 | **Vehicle** | Motor buses, motor lorries and motor cars other than those used in a business of running them on hire | 8 | 8 |
| | | Motor cycles, scooter and other mopeds | 10 | 10 |
| | | | | |

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1st April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

**8. Impairment of Non-Financial Assets**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

**9. Financial instruments:**

**Initial Recognition**

Financial instruments i.e. Financial Assets and Financial Liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial instruments are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial instruments (other than financial instruments at fair value through profit or loss) are added to or deducted from the fair value of the financial instruments, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial instruments assets or financial liabilities at fair value through profit or loss are recognised in profit or loss.

**Financial Assets**

**Subsequent Measurement**

All recognised financial assets are subsequently measured at amortized cost using effective interest method except for financial assets carried at fair value through Profit and Loss (FVTPL) or fair value through other comprehensive income (FVOCI).

**a. Investment in preference shares**

Investment in preference shares are classified as debt instruments and carried at Amortised cost if they are not convertible into equity instruments and are not held to collect contractual cash flows. Other Investment in preference shares which are classified as Debt instruments are mandatorily carried at FVTPL.

**b. De-recognition**

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired, or the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement; and with that a)the Company has transferred substantially all the risks and rewards of the asset, or b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

**c. Impairment of financial assets**

The Company applies the expected credit loss model for recognising allowances for expected credit loss on financial assets measured at amortised cost.The Company uses a provision matrix to compute the expected credit loss on such financial assets. This matrix has been developed based on historical data as well as forward looking information pertaining to assessment of credit risk.

**Financial Liabilities**

**Classification**

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

**Subsequent measurement**
Loans and borrowings are subsequently measured at amortised cost using Effective Interest Rate (EIR), except for financial liabilities at fair value through profit or loss. 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. Amortisation arising on unwinding of the financial liabilities as per EIR is included as a part of Finance Costs in the Statement of Profit and Loss.

Financial liabilities recognised at FVTPL, including derivatives, are subsequently measured at fair value.

**a. Compound financial instruments**

Compound financial instruments issued by the company is an instrument which creates a financial liability on the issuer and which can be converted into fixed number of equity shares at the option of the holders.
Such instruments are initially recognised by separately accounting the liability and the equity components. The liability component is initially recognised at the fair value of a comparable liability that does not have an equity conversion option. The equity component is initially recognised as the difference between the fair value of the compound financial instrument as a whole and the fair value of the liability component.The directly attributable transaction costs are allocated to the liability and the equity components in proportion to their initial carrying amounts.
Subsequent to initial recognition, the liability component of the compound financial instrument is measured at amortised cost using the effective interest method. The equity component of a compound financial instrument is not re-measured subsequently.

**b. Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

**c. Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

**d. Re-classification of financial instruments**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets.

**9. Revenue recognition :**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Escalation and other claims, which are not ascertainable / acknowledged by customers, are not taken into account. Revenue is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

**Criteria for recognition of revenue are as under:**

i. Revenue from property development activity in the nature of a construction contract is recognised based on the 'Percentage of completion method' (POC) when the outcome of the contract can be estimated reliably upon fulfilment of all the following conditions:

►all critical approvals necessary for commencement of the project have been obtained;
►contract costs for work performed (excluding cost of land/developmental rights and borrowing cost) constitute at least 25% of the estimated total contract costs representing a reasonable level of development;
►at least 25% of the saleable project area is secured by contracts or agreements with buyers; and
► at least 10% of the total revenue as per the agreements of sale or any other legally enforceable documents is realised at the reporting date in respect of each of the contracts and the parties to such contracts can be reasonably expected to comply with the contractual payment terms.

The costs incurred on property development activities are carried as "Inventories" till such time the outcome of the project cannot be estimated reliably and all the aforesaid conditions are fulfilled. When the outcome of the project can be ascertained reliably and all the aforesaid conditions are fulfilled, revenue from property development activity is recognised at cost incurred plus proportionate margin, using percentage of completion method. Percentage of completion is determined based on the proportion of actual cost incurred to-date, to the total estimated cost of the costs are excluded.

ii. Other Income represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

iii. In case of sale of land revenue is booked at the time of transfer of property and execution of necessary deeds.

iv Revenue recognition in case of Joint development agreements starts based on agreements entered with flat owners of the amount received form the respective owners as the same is linked to the progress of the work.

**10. Inventories :**

i. Stock of land, plot, properties and rights attached to land are accounted for at lower of cost of acquisition or net realizable value.

ii. Inventory in real estate is valued at cost comprises of expenses directly attributable to contract and interest paid on borrowings.

iii. Inventory of Raw Materials, Stores and spares and land are valued at cost or net realizable value whichever is lower. Cost includes all non-refundable taxes and expenses incurred to bring the inventory to present location. Cost is determined using FIFO (first-in-first-out) method of valuation.

iv. Work in Progress in respect of construction contracts is valued on the basis of technical estimates and percentage completion basis.

**11. Cash and cash equivalents :**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

**12. Impairment of Assets :**

The Management periodically assesses, using external and internal sources, where there is an indication that an asset may be impaired. Impairment occurs where the carrying value exceeds the present value of future cash flow expected to arise from the continuing use of the asset and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value as determined above. Contingencies are recorded when it is probable that a liability will be incurred and the amount can be reasonably estimated. Differences between actual results and estimates are recognized in the periods in which the results are known / materialized.

In accordance with Ind - AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets that are trade receivables.

**13. Income Tax :**

Income tax expense for the period is the tax payable on the current period's taxable income based on the applicable income tax rate and changes in deferred tax assets and liabilities attributable to temporary differences. The current income tax charge is calculated in accordance with the provisions of the Income Tax Act 1961.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted at the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences and brought forward losses only if it is probable that future taxable profit will be available to realise the temporary differences.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

**14. Borrowing Cost :**

i. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

ii. Other borrowing costs are charged to Statement of Profit and Loss in the period in which they are incurred.

**15. Current Investments:**

As per Ind AS 109, mutual fund investments needs to be stated at fair value. The Company has designated these investments at fair value through profit or loss (FVTPL). Accordingly, these investments are required to be measured at fair value. At the date of transition to Ind AS, difference between the fair value of the instruments and the carrying value under Previous GAAP has been recognised in retained earnings. Fair value changes are recognised in the Statement of Profit and Loss for the year ended 31st March, 2016 & 31st March, 2017.

**16. Employee benefits :**

a) Short-term obligations
All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. These are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

b) Post-employment obligations i.e.
• Defined benefit plans and
• Defined contribution plans.
Defined benefit plans:

The Company's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets. The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. Remeasurements are not reclassified to profit or loss in subsequent periods.

Defined contribution plans:

The Company pays provident fund contributions to publicly administered provident funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

**19. Provisions &Contingencies:**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events for which it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated as at the balance sheet date. Provisions are measured based on management's estimate required to settle the obligation at the balance sheet date and are discounted using a rate that reflects the time value of money. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. Information on contingent liabilities is disclosed in the notes to financial statements unless the possibility of an outflow of resources embodying economic benefit is remote.
A contingent asset is not recognised but disclosed in the financial statements where an inflow of economic benefit is probable.

## C. First Time Adoption Exemptions and Exceptions

### 1. First-time adoption of Ind AS

These standalone financial statements of the Company for the year ended March 31, 2017 have been prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the Company has followed the guidance prescribed in Ind AS 101, First-Time Adoption of Indian Accounting Standards, with April 1, 2015 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies set out as above have been applied in preparing the standalone financial statements for the year ended March 31, 2017 and the comparative information.

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Balance Sheet and Statement of Profit and Loss, is set out in Note no. 51 and Exemptions on the first-time adoption of Ind AS availed in accordance with Ind AS 101 have been set out below.

### 2. Exemptions and Exceptions availed on first-time adoption of Ind AS

a. Derecognition of financial assets and financial liabilities

The Company has elected to apply derecognition requirements for financial assets and financial liabilities in Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS.

b. Classification and measurement of financial assets

The Company has classified financial assets in accordance with Ind AS 109 on the basis of facts and circumstances that exist at the date of transition to Ind AS.

c. Use of Deemed Cost

The Company has elected to continue with the carrying value of all of its Property, Plant and Equipment and other intangible assets (software) recognised as at April 01, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the Property, Plant and Equipment.

The Company has elected to carry its Intangible Assets Under Service concession Arrangementsrecognised as at April 01, 2015 measured as per cost model prescribed under Ind AS, hence cost of such assets is recomputed as per Ind AS.

The Company has elected to continue the policy of revenue based amortisation on toll road assets under service concession arrangements recognised in the financial statements for the period ending immediately before the beginning of the first Ind AS financial reporting period as per the previous GAAP

d. Investments in Subsidiaries, Joint Ventures andassociates

In Standalone Financial Statements, the Company has measured investments at deemed cost i.e. the previous GAAP carrying amount at the date of transition.

e. Estimates

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

Ind AS estimates are based on conditions/information that existed at the date of transition to Ind AS i.e. April 01 2015 and are consistent with the estimates as at the same date made in conformity with previous GAAP. The company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

- Investment in equity instruments carried at FVTPL or FVOCI;
- Impairment of financial assets based on expected credit loss model;
- Margins related to construction activity in respect of Service Concession Arrangements;
- Discount Rates considered for measurement of financial instruments and provisions.

(₹ In Lakhs)

Note: 2

| Particulars | Gross Block | | | | Accumulated depreciation and impairment | | | | Carrying Amount |
|---|---|---|---|---|---|---|---|---|---|
| | Balance as at April 1, 2016 | Additions | Disposals / Adjustments | Balance as at March 31, 2017 | Balance as at April 1, 2016 | Eliminated on disposals of assets | Depreciation expense | Balance as at March 31, 2017 | Balance as at March 31, 2017 |
| **Property plant and equipment** | | | | | | | | | |
| Vehicles | 29.80 | 2.21 | (8.93) | 23.09 | 4.34 | - | 0.14 | 4.48 | 18.60 |
| Data processing equipment's | 4.18 | 1.98 | (1.45) | 4.71 | 1.53 | - | 0.60 | 2.13 | 2.58 |
| Office equipment's | 6.40 | - | (2.58) | 3.81 | 0.45 | - | 0.10 | 0.55 | 3.26 |
| Furniture and fixtures | - | 0.39 | (0.09) | 0.30 | - | - | - | - | 0.30 |
| Plant & Machineries | 83.50 | 0.97 | (48.56) | 35.91 | 25.75 | (13.19) | 0.85 | 13.40 | 22.51 |
| **Total** | **123.89** | **5.55** | **(61.61)** | **67.82** | **32.07** | **(13.19)** | **1.69** | **20.57** | **47.25** |

Note: 2A

| Particulars | Gross Block | | | | Accumulated depreciation and impairment | | | | Carrying Amount |
|---|---|---|---|---|---|---|---|---|---|
| | Balance as at April 1, 2016 | Additions | Disposals | Balance as at March 31, 2017 | Balance as at April 1, 2016 | Eliminated on disposals of assets | Depreciation expense | Balance as at March 31, 2017 | Balance as at March 31, 2017 |
| **Intangible assets under development** | - | - | - | - | - | - | - | - | - |
| **Total** | **-** | **-** | **-** | **-** | **-** | **-** | **-** | **-** | **-** |

Note: 2

| Particulars | Gross Block | | | | Accumulated depreciation and impairment | | | | Carrying Amount |
|---|---|---|---|---|---|---|---|---|---|
| | Balance as at April 1, 2015 * | Additions | Disposals / Adjustments | Balance as at March 31, 2016 | Balance as at April 1, 2015 * | Eliminated on disposals of assets ** | Depreciation expense | Balance as at March 31, 2016 | Balance as at March 31, 2016 |
| **Property plant and equipment** | | | | | | | | | |
| Vehicles | 5.80 | 24.00 | - | 29.80 | - | 3.97 | 0.37 | 4.34 | 25.46 |
| Data processing equipment's | 2.57 | 2.87 | (1.27) | 4.18 | - | - | 1.53 | 1.53 | 2.65 |
| Office equipment's | 0.93 | 9.54 | (4.06) | 6.40 | - | 0.22 | 0.23 | 0.45 | 5.95 |
| Plant & Machineries | 133.32 | - | (49.82) | 83.50 | - | - | 25.75 | 25.75 | 57.76 |
| **Total** | **142.63** | **36.41** | **(55.15)** | **123.89** | **-** | **4.20** | **27.88** | **32.07** | **91.82** |

Note: 2A

| Particulars | Gross Block | | | | Accumulated depreciation and impairment | | | | Carrying Amount |
|---|---|---|---|---|---|---|---|---|---|
| | Balance as at April 1, 2015 * | Additions | Disposals | Balance as at March 31, 2016 | Balance as at April 1, 2015 * | Eliminated on disposals of assets | Depreciation expense | Balance as at March 31, 2016 | Balance as at March 31, 2016 |
| **Intangible assets under development** | 205.83 | - | - | 205.83 | - | - | 205.83 | 205.83 | - |
| **Total** | **205.83** | **-** | **-** | **205.83** | **-** | **-** | **205.83** | **205.83** | **-** |

*** Represents deemed cost of item of Property plant and equipment and Intangible assets as at April 1, 2015**

**3 Non-Current Investments (Unquoted)** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **Investments Mandatorily Measured at Fair Value Through Profit & Loss (Unquoted) :** | | | |
| | | | |
| **A. Investments in Preference Shares-fully paid-up:** | - | - | - |
| **(i) Fellow Subsidiary:** | | | |
| 2,00,000 (2,00,000) 12% Non Cumulative Non Convertible Preference shares fully paid up of ₹ 100/- of Viva Infrastructure Ltd | 1,367.09 | 1,341.32 | 1,316.04 |
| | | | |
| **Total:::::** | **1,367.09** | **1,341.32** | **1,316.04** |

**4 Other Financial Asset - Non Current** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| Bank Deposits More than 12 months | 0.31 | 0.29 | 0.28 |
| | | | |
| **Total :::::** | **0.31** | **0.29** | **0.28** |

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| **Bank Deposits More than 12 months held as:** | | | |
| Deposit against Commercial Tax office | **0.16** | 0.15 | 0.14 |
| Balance Deposits Maturity after 12 Months | **0.16** | 0.15 | 0.14 |
| **Total :::::** | **0.31** | **0.29** | **0.28** |

**5 Deferred Tax Assets** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| **Deferred Tax Assets :** | | | |
| Difference between book and tax depreciation | 14.87 | 26.50 | 2.16 |
| **Total ::::** | **14.87** | **26.50** | **2.16** |
| **Deferred Tax Assets:** | | | |
| Provision for Doubtful debts and advances | | | |
| Provision for compensated absences/Bonus/FE Loss debited to P&L Statement | | | |
| **Total ::::** | **-** | **-** | **-** |
| **Net Deferred Tax Assets** | **14.87** | **26.50** | **2.16** |

**6 Other Non Current Asset** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| (A) Advances Recoverable other than in Cash: | | | |
| Trade Deposits : | | | |
| Unsecured, Considered Good | 2.57 | 1.92 | 2.25 |
| (B) Other Advances : | | | |
| Advance for Purchases of Land : | | | |
| Unsecured, Considered Good | - | - | 200.00 |
| (C) Others : | | | |
| Income Tax Assets ( Net ) | 45.16 | 8.76 | 19.87 |
| Advance Gratuity | 7.97 | 5.62 | 2.44 |
| Duties and Taxes Recoverable | 6.13 | 16.02 | 67.27 |
| **Total :::::** | **61.83** | **32.33** | **291.83** |

**7 Inventories (as valued and certified by management)** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **Inventories (lower of cost and net realisable value)** | | | |
| Raw Materials | - | 0.48 | 27.07 |
| Work in Progress | 3,685.96 | 3,655.12 | 2,001.24 |
| Land / TDR / Property | 4,109.12 | 4,109.12 | 5,783.40 |
| | | | |
| **Total :::::** | **7,795.08** | **7,764.72** | **7,811.72** |

**Ind AS 23 – Borrowing Cost:**
Interest Cost capitalized to Qualifying Assets during the year: ₹ 74.73 Lakh (Previous year ₹ 101.05 Lakh)

**8 Investments (Current)** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **Investment in Mutual Funds** | | | |
| Quoted Investments - Measured at FVTPL | | | |
| 3,708.499 (NIL) Units Axis Liquid Fund Growth - Plan | 83.02 | - | - |
| | | | |
| **Total :::::** | **83.02** | **-** | **-** |
| Aggregate Cost of Quoted Investments | 83.00 | - | - |
| Aggregate Market Value of Quoted Investments | 83.02 | - | - |

**9 Trade Receivables-Current** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **Unsecured:** | | | |
| Considered good: | 344.81 | 158.24 | 140.18 |
| Considered doubtful : | 8.51 | 5.31 | 6.77 |
| Less: Provision for Expected Credit Loss allowance on doubtful debts | -8.51 | -5.31 | -6.77 |
| | | | |
| **Total :::::** | **344.81** | **158.24** | **140.18** |

(Refer Note 38 for disclosers under section 22 of Micro, Small and Medium Enterprises Development Act, 2006)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Due from Holding Company | - | 35.86 | 2.58 |
| | | | |
| **Total :::::** | - | 35.86 | 2.58 |

**10 Cash and cash equivalents** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **A. Cash & Cash Equivalents** | | | |
| (i) Cash on hand | 1.43 | 0.83 | 1.62 |
| (ii) Balances with Banks | | | |
| On Current account | 152.32 | 88.52 | 33.11 |
| | | | |
| **Total :::::** | **153.74** | **89.35** | **34.73** |

**11 Other Financial Asset - Current** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| Loans & Advances to Staff | 0.12 | 1.52 | 1.34 |
| | | | |
| **Total :::::** | **0.12** | **1.52** | **1.34** |

**12 Other Current Asset** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| Advances other than Capital Advances : | | | |
| Advance Recoverable other than in Cash | 60.85 | 108.93 | 55.30 |
| Others : | | | |
| Prepaid Expenses | - | 2.55 | 4.90 |
| | | | |
| **Total :::::** | **60.85** | **111.48** | **60.20** |

**13 Equity Share Capital**

(i) Authorised Capital:

| Class of Shares | Par Value (₹) | As at 31-Mar-17 | | As at 31-Mar-16 | | As at 01-Apr-15 | |
|---|---|---|---|---|---|---|---|
| | | No. of Shares | Amount (₹ in Lakhs) | No. of Shares | Amount (₹ in Lakhs) | No. of Shares | Amount (₹ in Lakhs) |
| Equity Shares | 10 | 1,000,000 | 100.00 | 1,000,000 | 100.00 | 1,000,000 | 100.00 |
| Preference Shares | 100 | 400,000 | 400.00 | 400,000 | 400.00 | 400,000 | 400.00 |
| | | | | | | | |
| **Total :::::** | | **1,400,000.00** | **500.00** | **1,400,000.00** | **500.00** | **1,400,000.00** | **500.00** |

(ii) Issued, Subscribed and Paid-up Capital (Fully Paid-up):

| Class of Shares | Par Value (₹) | As at 31-Mar-17 | | As at 31-Mar-16 | | As at 01-Apr-15 | |
|---|---|---|---|---|---|---|---|
| | | No. of Shares | Amount (₹ in Lakhs) | No. of Shares | Amount (₹ in Lakhs) | No. of Shares | Amount (₹ in Lakhs) |
| Equity Shares | 10 | 1,000,000 | 100.00 | 1,000,000 | 100.00 | 1,000,000 | 100.00 |
| Preference Shares | 100 | 388,500 | - | 388,500 | - | 388,500 | - |
| | | | | | | | |
| **Total :::::** | | **1,388,500.00** | **100.00** | **1,388,500.00** | **100.00** | **1,388,500.00** | **100.00** |

(iii) Reconciliation of Number of Shares Outstanding:

| Class of Shares | As at 31-Mar-17 | As at 31-Mar-17 | As at 31-Mar-16 | As at 31-Mar-16 | As at 01-Apr-15 | As at 01-Apr-15 |
|---|---|---|---|---|---|---|
| | Equity Shares | Preference Shares | Equity Shares | Equity Shares | Equity Shares | Equity Shares |
| Outstanding as at beginning of the period | 1,000,000 | 388,500 | 1,000,000 | 388,500 | 1,000,000 | 388,500 |
| Addition during the period | - | - | - | - | - | - |
| Matured during the period | - | - | - | - | - | - |
| Outstanding as at year end | **1,000,000** | **388,500** | **1,000,000** | **388,500** | **1,000,000** | **388,500** |

(iv) Terms/rights attached to equity shares:

The Company has only one class of share capital, i.e., equity shares having face value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share.

The Company has 10% Non Cumulative and non convertible having face value of ₹ 100 per share. The Preference Shareholders shall be entitled to all the rights and privileges as are available to them under the Companies Act.

(v) Details of shares in the Company held by each shareholder holding more than 5% shares:

| Class of Shares | As at 31-Mar-17 | As at 31-Mar-17 | As at 31-Mar-16 | As at 31-Mar-16 | As at 01-Apr-15 | As at 01-Apr-15 |
|---|---|---|---|---|---|---|
| | Equity Shares | Preference Shares | Equity Shares | Preference Shares | Equity Shares | Preference Shares |
| Ashoka Buildcon Ltd. ( Holding Company) | 1,000,000 | - | 1,000,000 | - | 1,000,000 | - |
| Viva Highways Limited ( Fellow Subsidiary ) | - | 352,527 | - | 352,527 | - | 352,527 |
| Asrar Investments Limited | - | 33,861 | - | 33,861 | - | 33,861 |

**14 Other Equity** (₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 |
|---|---|---|
| | | |
| **General Reserve** | | |
| Balance as per Last balance Sheet | 209.61 | 209.61 |
| Addition During the Year | - | - |
| Deduction During the year | - | - |
| **As at end of year** | **209.61** | **209.61** |
| | | |
| **Surplus / Retained Earnings** | | |
| Balance as per Last balance Sheet | 2,617.06 | 2,926.68 |
| Addition During the Year | 24.50 | -309.62 |
| Deduction During the year | - | - |
| **Amount available for appropriations** | **2,641.55** | **2,617.06** |
| **As at end of year** | **2,641.55** | **2,617.06** |
| | | |
| **Other Compransive Income** | | |
| Balance as per Last balance Sheet | 6.15 | -0.31 |
| Transfer from Statement of Profit and Loss | - | 6.46 |
| Reclassification of Actuarial gains (Leave Encashment & Gratuity) | 3.92 | - |
| Deduction During the year | - | - |
| **As at end of year** | **10.07** | **6.15** |
| | | |
| **Equity Portion of Preference Capital** | | |
| Balance as per Last balance Sheet | 890.86 | 890.86 |
| Transfer from Statement of Profit and Loss | - | - |
| Deduction During the year | - | - |
| **As at end of year** | **890.86** | **890.86** |
| | | |
| **Gross Total ::::** | **3,752.10** | **3,723.68** |

**15 Borrowings - Non Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **Unsecured - at amortized cost** | | | |
| | | | |
| (I) Redeemable Preference Share Capital - Loan Portion | 2,401.19 | 2,173.59 | 1,967.56 |
| (II) Other loans | - | - | 1,088.96 |
| **Sub Total ::::** | **2,401.19** | **2,173.59** | **3,056.52** |
| **Gross Total ::::** | **2,401.19** | **2,173.59** | **3,056.52** |

**(a) Terms of Repayments:**

| Sr. No. | Particulars of Lenders | Nature of loan | Issue Price including Premium | Redemption value | Mode of Repayment | Interest Type | Maturity Date |
|---|---|---|---|---|---|---|---|
| 1 | Viva Highways Limited ( Fellow Subsidiary ) | Preference Capital issued | 1,410.11 | 2,467.69 | Redemption on due date | discounted coupon rates | 30-06-18 |
| 2 | Ashok C Luniya | Preference Capital issued | 135.44 | 237.03 | Redemption on due date | discounted coupon rates | 30-06-18 |
| 3 | Asrar Investments Limited | Preference Capital issued | 8.45 | 14.78 | Redemption on due date | discounted coupon rates | 30-06-18 |
| | | | | | | | |
| Total :::: | | | | | | | |

**Other Financial Liability Non Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| PWD - Liabilities | 1,302.11 | 1,254.64 | 226.10 |
| Less: PWD - Assets | -1,302.11 | -1,254.64 | -226.10 |
| **Total ::::** | - | - | - |

**16 Provisions - Non Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Provision for compensated Absences | 2.07 | 0.66 | 2.44 |
| **Total ::::** | **2.07** | **0.66** | **2.44** |

**17 Other Non Current liabilities** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Advance from Customers | 1,125.00 | 1,125.00 | 1,325.00 |
| Advance from Customers under the same Management | - | - | - |
| | | | |
| | | | |
| **Total ::::** | **1,125.00** | **1,125.00** | **1,325.00** |

**18 Borrowings - Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| | | | |
| **Unsecured - at amortized cost** | | | |
| (a) Loans from related parties - (Refer Note 51 on Related Party Disclosure) | | | |
| Holding Company | 488.97 | 576.72 | 39.86 |
| | | | |
| **Total ::::** | **488.97** | **576.72** | **39.86** |

**(a) Terms of Repayments:**

| Sr. No. | Particulars of Lenders | Nature of loan | EMI Amount ( Rs. in Lakhs ) | Mode of Repayment | Interest Type | Maturity Date |
|---|---|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd - Holding Company | General corporate purpose | Repayable on Demand | | Variable Rate | NA |

**19 Trade Payables - Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Trade Payables: | | | |
| Micro, Small & Medium Enterprises | - | - | - |
| Others | 864.91 | 743.53 | 813.29 |
| | | | |
| **Total ::::** | **864.91** | **743.53** | **813.29** |

**20 Other Financial liabilities - Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Others : | | | |
| Unpaid Expenses | 56.35 | 35.80 | 40.36 |
| **Total ::::** | **56.35** | **35.80** | **40.36** |

**21 Other current liabilities** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Advance from Customers | 1,130.52 | 1,125.02 | 520.05 |
| Others : | | | |
| Duties & Taxes | 7.82 | 12.75 | 81.73 |
| | | | |
| **Total ::::** | **1,138.34** | **1,137.77** | **601.78** |

**22 Provisions - Current** ( ₹ in Lakhs)

| Particulars | As at 31-Mar-17 | As at 31-Mar-16 | As at 01-Apr-15 |
|---|---|---|---|
| Provision for compensated Absences | 0.03 | 0.82 | 0.82 |
| **Total ::::** | **0.03** | **0.82** | **0.82** |

23 Revenue From Operations (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| a) Sales: Flats / Building | 2,010.11 | 1,399.23 |
| b) Sales : RMC | - | 392.41 |
| c) Sales: Land | - | 167.82 |
| | | |
| **Total :::::** | **2,010.11** | **1,959.45** |

24 Other Income (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| (a) Interest Income on financials assets carried at Cost/Amortised Cost: | | |
| Interest on Others | 31.87 | 27.53 |
| **Fair Value through P& L** | - | - |
| Trade payable discounting | - | - |
| Fair value adjustment for Preference capital invested AIL | 25.77 | 25.28 |
| ECL provision for March | 0.28 | 2.23 |
| Fair value adjustment for Investment in Mutual Funds | 0.02 | - |
| | | |
| Interest Received (Gross) | - | - |
| (b) Other Non Operating Income: | | |
| Profit on Sale of Investments | 6.63 | 9.36 |
| Profit on Sale of Assets | 0.67 | - |
| Miscellaneous Income | 51.15 | 10.98 |
| **Total :::::** | **90.32** | **47.87** |

25 Cost Of Construction / Development (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| | | |
| **Construction Work In Progress** | | |
| Opening Stock - Construction Work - in - Progress | 3,655.12 | 2,036.82 |
| Add : Cost Incurred during the year | | |
| Purchases of Material & Transportation | 789.06 | 1,976.54 |
| Contract Cost, Labour & Other Charges | 397.58 | 345.05 |
| Other Construction Expenses. | 281.53 | 223.66 |
| Borrowing Cost | 185.57 | 122.56 |
| | **5,308.87** | **4,704.64** |
| Less : Closing Stock - Construction Work - in - Progress | -3,685.96 | -3,655.12 |
| (a) | **1,622.91** | **1,049.52** |
| | | |
| **Land / Property** | | |
| Purchases during the year | - | 2.00 |
| Change in Inventories of Stock - in - Trade | - | 1,638.71 |
| Less: Transfer to Capital work in Progress | - | -1,475.48 |
| (a) | **-** | **165.23** |
| | | |
| **Raw Material** | | |
| Purchases During the year | - | 218.01 |
| Change in Inventories of Stock - in - Trade | 0.48 | 26.59 |
| (c) | **0.48** | **244.60** |
| | | |
| **Total Cost of Construction / Development - (a)+(b)** | **1,623.39** | **1,459.35** |

26 Operating Expenses (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Consumption of Construction Materials | - | - |
| Sub-contracting Charges | 0.62 | 15.20 |
| Repair to Machineries | 1.64 | - |
| Equipment / Machinery Hire Charges | 1.10 | 7.17 |
| Oil, Lubricant & Fuel | 0.27 | 0.72 |
| Other Construction Expenses | - | 36.09 |
| Power & Water Charges | 0.65 | 15.39 |
| Technical Consultancy Charges | - | 0.21 |
| Security / Service Charges | - | 9.59 |
| **Total :::::** | **4.28** | **84.38** |

27 Employee Benefits Expenses (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Salaries, Wages and Allowances | 45.98 | 126.29 |
| Contribution to Provident and Other Funds | 2.39 | 8.29 |
| Staff Welfare Expenses | 0.62 | 7.75 |
| | | |
| **Total :::::** | **48.99** | **142.33** |

28 Finance Expenses (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Unwinding of discount on Financial liability carried at amortised cost | 232.56 | 258.96 |
| Bank Charges | 0.55 | 0.36 |
| **Total :::::** | **233.12** | **259.32** |

29 Depreciation And Amortisation (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Depreciation on tangible fixed assets | 1.69 | 27.88 |
| Amortisation on intangible fixed assets | - | 205.83 |
| **Total :::::** | **1.69** | **233.71** |

30 Other Expenses (₹ in Lakhs)

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Rent, Rates & Taxes | 0.20 | 22.50 |
| Insurance | 0.74 | 2.88 |
| Printing and Stationery | 1.45 | 5.09 |
| Travelling & Conveyance | 5.80 | 4.36 |
| Communication | 1.93 | 3.05 |
| Vehicle Running Charges | 0.63 | 13.39 |
| Legal & Professional Fees | 15.54 | 33.51 |
| Auditor's Remuneration | 5.10 | 6.77 |
| Loss on sale of Assets | - | 7.18 |
| Marketing & Advertisement Expenses | 88.42 | 35.59 |
| Miscellaneous Expenses | 32.14 | 17.81 |
| **Total :::::** | **151.95** | **152.13** |

**ASHOKA INFRAWAYS LTD.**
**Notes to Financial Statements for the year ended March 31, 2017**

**Note 32 : Tax Expense**

**(a) Major component of Income Tax and Deferred Tax** **( ₹ in Lakhs)**

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| **Current tax:** | | |
| Current tax on profit for the year | 1.00 | - |
| Charge/(credit) in respect of current tax for earlier years | - | 10.06 |
| MAT credit entitlement | - | - |
| **Total Current tax** | **1.00** | **10.06** |
| | | |
| **Deferred Tax:** | | |
| Origination and reversal of temporary differences | 11.63 | (24.34) |
| **Total Deferred Tax** | **11.63** | **(24.34)** |
| **Net Tax expense** | **12.63** | **(14.28)** |
| Effective Income tax rate | 34.13% | 4.41% |

**(b) Reconciliation of tax expense and the accounting profit multiplied by India's Domestic tax rate:**

| | | |
|---|---|---|
| **Accounting profit/(loss) before tax** | **37.02** | **(323.90)** |
| Statutory income tax rate | 20.39% | 20.39% |
| Tax at statutory income tax rate | 7.55 | (66.04) |
| Effect of Increase in Deferred Taxes | 11.63 | (24.34) |
| Charge/(credit) in respect of current tax for earlier years | - | 10.06 |
| MAT Credit entitlement consumed during the year | (6.66) | 66.04 |
| **Total** | **12.52** | **(14.28)** |

**(c) The details of income tax assets and liabilities as of March 31, 2017, March 31,2016 and April 01,2015 are as follows:**

| Particulars | As at March 31,2017 | As at March 31,2016 | As at April 01,2015 |
|---|---|---|---|
| Income Tax Assets | 46.16 | 8.76 | 501.17 |
| Income Tax Liability | (1.00) | - | (481.30) |
| **Net Current Income tax assets/(liability) at the end** | **45.16** | **8.76** | **19.87** |

**(d) The gross movement in the current income tax asset/ (liability) for the years ended March 31, 2017 and March 31, 2016 is as follows :**

| Particulars | For the year ended March 31, 2017 | For the year ended March 31, 2016 |
|---|---|---|
| **Net Income tax asset / (liability) as at the beginning** | **8.76** | **19.87** |
| Income Tax Paid | 37.39 | (1.04) |
| Current Income Tax Expenses | (0.89) | - |
| Income tax on Other Comprehensive Income | (0.11) | - |
| Income tax for earlier years | - | (10.06) |
| **Net Income tax asset / (liability) as at the end** | **45.16** | **8.76** |

**Deferred Tax Assets / (Liabilities)**

| Particulars | As at March 31,2017 | As at March 31,2016 | As at April 01,2015 |
|---|---|---|---|
| **Net Deferred Tax Asset as at the beginning** | **26.50** | **2.16** | **(1.34)** |
| | | | |
| **Credits / (Charges) to Statement of Profit and Loss** | | | |
| Difference between book and tax depreciation | (11.63) | 24.34 | 3.50 |
| | | | |
| **Net Deferred Tax Asset as at the end** | **14.87** | **26.50** | **2.16** |

**ASHOKA INFRAWAYS LTD.**

**Notes to the Financial Statements for the year ended 31st March 2017.**

**Additional Statement Of Notes:**

**Note 33 : As required by Ind AS 19 'Employee Benefits' the disclosures are as under:**

**(a) Defined contribution plan**

The Company operates a defined contribution scheme with recognized provident fund. For this Scheme, contributions are made by the company, based on current salaries, to recognized Fund maintained by the company.The following amount recognized as an expense in Statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

**(₹ In Lakhs)**

| **Particulars** | **March 31, 2017** | **March 31, 2016** |
|---|---|---|
| Provident Fund Scheme | 1.03 | 3.87 |

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

**(b) Defined benefit plan**

**(i) Gratuity**

The Gratuity benefit is funded through a defined benefit plan. For this purpose the Company has obtained a qualifying insurance policy from Life Insurance Corporation of India.

Under the gratuity plan, every employee who has completed atleast five years of service gets a gratuity on departure @ 15 days of last drawn salary for each completed year of service.

The following tables summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

**(₹ In Lakhs)**

| | **March 31, 2017** | **March 31, 2016** |
|---|---|---|
| **Statement of profit and loss** | | |
| **Net employee benefit expense recognised in the employee cost** | | |
| Current service cost | 1.50 | 1.63 |
| Past service cost | - | - |
| Interest cost on defined benefit obligation | - | - |
| Interest Income on plan assets | (0.46) | (0.22) |
| **Components of Defined benefits cost recognised in profit & loss** | **1.05** | **1.41** |
| | | |
| Remeasurment - due to demographic assumptions | - | - |
| Remeasurment - due to financials assumptions | - | - |
| Remeasurment for the year - obligation (Gain) / Loss | (3.27) | (4.11) |
| Remeasurment for the year - plan assets (Gain) / Loss | (0.21) | (0.07) |
| **Components of Defined benefits cost recognised in Other Comprehensive Income** | **(3.48)** | **(4.18)** |
| | | |
| **Total Defined Benefits Cost recognised in P&L and OCI** | **(2.43)** | **(2.77)** |
| | | |
| **Amounts recognised in the Balance Sheet** | | |
| Defined benefit obligation | 5.63 | 7.55 |
| Fair value of plan assets | 13.60 | 13.17 |
| **Funded Status** | **7.97** | **5.62** |
| | | |
| **Changes in the present value of the defined benefit obligation are as follows:** | | |
| Opening defined benefit obligation | 7.55 | 9.29 |
| Current service cost | 1.50 | 1.63 |
| Past service cost | | |
| Interest cost | 0.57 | 0.74 |
| Actuarial losses/(gain) on obligation | (3.27) | (4.11) |
| Benefits paid | (0.73) | - |
| **Closing defined benefit obligation** | **5.63** | **7.55** |
| | | |
| **Changes in the fair value of the plan assets are as follows:** | | |
| Opening fair value of plan assets | 13.17 | 11.73 |
| Interest Income | 1.03 | 0.96 |
| Remeasurment gain/(loss): | | |
| Contrubution from employer | - | 0.55 |
| Mortality Charges & Taxes | (0.09) | (0.14) |
| Return on plan assets excluding interest income | 0.21 | 0.07 |
| Benefits paid | (0.73) | - |
| **Closing fair value of plan assets** | **13.60** | **13.17** |
| | | |
| **Net assets/(liability) is bifurcated as follows :** | | |
| Current | - | - |
| Non-current | 7.97 | 5.62 |
| **Net liability** | **7.97** | **5.62** |

**The principal assumptions used in determining gratuity benefit obligation for the company's plans are shown below:**

| Particulars | March 31, 2017 | March 31, 2016 |
|---|---|---|
| Discount rate | 7.70% | 8.00% |
| Mortality rate | Indian assured lives mortality (2006 -08) ultimate | Indian assured lives mortality (2006 -08) ultimate |
| Salary escalation rate (p.a.) | 7.00% | 7.00% |
| Withdrawal Rate | 1.00% | 1.00% |
| Normal Retirement Age | 58 Years | 58 Years |
| Average Future Service | 19.96 | 19.15 |

**The sensitivity analysis below have been determine based on reasonably possible change of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.**

| Particulars | March 31, 2017 | | March 31, 2016 | |
|---|---|---|---|---|
| | Increase | Decrease | Increase | Decrease |
| Discount rate (100 basis point movement) | 4.92 | 6.47 | 6.53 | 8.80 |
| Salary escalation (100 basis point movement) | 6.41 | 4.96 | 8.72 | 6.57 |
| Withdrawal rate (100 basis point movement) | 5.67 | 5.59 | 7.66 | 7.42 |

The estimates of future salary increases, considered in actuarial valuation, is based on inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

**(ii) Leave encashment**

The Company provides benefits to its employees under the Leave Encashment pay plan which is a non-contributory defined benefit plan. The employees of the Company are entitled to receive certain benefits in lieu of the annual leave not availed of during service, at the time of leaving the services of the Company. The benefits payable are expressed by means of formulae which takes into account the Salary and the leave balance to the credit of the employees on the date of exit.

The following tables summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

**(₹ In Lakhs)**

| | March 31, 2017 | March 31, 2016 |
|---|---|---|
| **Statement of profit and loss** | | |
| **Net employee benefit expense recognised in the employee cost** | | |
| Current service cost | 0.41 | 0.45 |
| Past service cost | 0.55 | - |
| Interest cost on defined benefit obligation | 0.10 | 0.25 |
| Interest Income on plan assets | - | - |
| **Components of Defined benefits cost recognised in profit & loss** | **1.07** | **0.70** |
| Remeasurment - due to demographic assumptions | - | - |
| Remeasurment - due to financials assumptions | - | - |
| Remeasurment - due to experience adjustment | (0.55) | (2.28) |
| Return on plan assets excluding interest income | - | - |
| **Components of Defined benefits cost recognised in Other Comprehensive Income** | **(0.55)** | **(2.28)** |
| **Total Defined Benefits Cost recognised in P&L and OCI** | **0.51** | **(1.58)** |
| **Amounts recognised in the Balance Sheet** | | |
| Defined benefit obligation | 2.10 | 1.45 |
| Fair value of plan assets | - | - |
| **Funded Status** | **2.10** | **1.45** |
| **Changes in the present value of the defined benefit obligation are as follows:** | | |
| Opening defined benefit obligation | 1.45 | 3.26 |
| Current service cost | 0.41 | 0.45 |
| Past service cost | | |
| Interest cost | 0.10 | 0.25 |
| Remeasurements | (0.55) | (2.28) |
| Benefits paid | (0.42) | (0.23) |
| **Closing defined benefit obligation** | **0.99** | **1.45** |

**Net assets/(liability) is bifurcated as follows :**

| | | |
|---|---|---|
| Current | (0.03) | (0.04) |
| Non-current | (2.07) | (1.41) |
| **Net liability** | (2.10) | (1.45) |

**The principal assumptions used in determining leave benefit obligation for the company's plans are shown below:**

| Particulars | March 31, 2017 | March 31, 2016 |
|---|---|---|
| Discount rate | 7.70% | 8.00% |
| Mortality rate | Indian assured lives mortality (2006 -08) ultimate | Indian assured lives mortality (2006 -08) ultimate |
| Salary escalation rate (p.a.) | 7.00% | 7.00% |
| Withdrawal Rate | 1.00% | 1.00% |
| Normal Retirement Age | 58 Years | 58 Years |

**The sensitivity analysis below have been determine based on reasonably possible change of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.**

**(₹ In Lakhs)**

| Particulars | March 31, 2017 | | March 31, 2016 | |
|---|---|---|---|---|
| | Increase | Decrease | Increase | Decrease |
| Discount rate (100 basis point movement) | 1.80 | 2.46 | 1.24 | 1.72 |
| Salary escalation (100 basis point movement) | 2.44 | 1.81 | 1.70 | 1.25 |
| Availment rate (100 basis point movement) | NA | NA | NA | NA |
| | | | | |

The estimates of future salary increases, considered in actuarial valuation, is based on inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

**Notes to the Financial Statements for the year ended 31st March 2017.**

**Additional Statement Of Notes:**

**Note 34 : Earnings Per Share :**

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share Is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Profit/ (Loss) attributable to Equity Shareholders ( ₹ in Lakhs) | 28.42 | -303.16 |
| No of Weighted Average Equity Shares outstanding during the Year (Basic) | 1,000,000 | 1,000,000 |
| No of Weighted Average Equity Shares outstanding during the Year (Diluted) | 1,000,000 | 1,000,000 |
| Nominal Value of Equity Shares (in ₹ ) | 10 | 10 |
| Basic Earnings per Share (in ₹ ) | 2.84 | -30.32 |
| Diluted Earnings per Share (in ₹ ) | 2.84 | -30.32 |

**Note 35 : Remuneration to Auditors (excluding service tax) :**

**( ₹ in Lakhs)**

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Audit Fees | 4.10 | 5.77 |
| Tax Audit Fees | 1.00 | 1.00 |
| **Total :-** | **5.10** | **6.77** |

**Note 36 : Disclosure As Required By “Guidance Note On Accounting For Real Estate Transactions (Revised 2012) :**

**( ₹ in Lakhs)**

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| Project revenue recognised as revenue for the period ended | 2,010.11 | 1,396.31 |
| Methods used to determine the project revenue | Percentage of completion | Percentage of completion |
| Method used to determine the stage of completion of the Project | % of actual cost to budgeted cost | % of actual cost to budgeted cost |
| Aggregate amount of costs incurred | 1,376.24 | 3,837.30 |
| Advances received | 1,572.77 | 1,100.46 |
| Amount of work in progress | 1,851.39 | 2,096.71 |
| Amount of Construction Materials in Hand | 47.88 | 32.21 |

**Note 37 : Details of dues to micro and small enterprises as per MSMED Act, 2006**

There are no Micro and Small Enterprises as defined in the Micro and Small Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro and Small Enterprises has been determined to the extent such parties has been identified on the basis of information available with the company.

**Note 38 : Contingent Liabilities and commitments :**

**( ₹ in Lakhs)**

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| | | |
| Compensation claimed by PWD, Dewas against land payment disputed | 88.00 | 88.00 |
| Demand against Sales Tax | 56.83 | 56.83 |
| | | |
| **Total** | **144.83** | **144.83** |

Bank Guarantees placed by the company companies with Govt. Organization and other institution have been obtained by using the financial limits of holding company (Ashoka Buildcon Limited) with various banks/Financial Institutions. Since the limits of the holding company have been utilised, contingent liability has been disclosed in the books of the holding company and not in the books of the SPV company.

**Note 39 : Segment information as required by Ind AS 108 are given below :**

The Company is engaged in one business activity of business of construction & development of real estate projects ,thus there are no separate reportable operating segments in accordance with Ind AS 108.

**Note 40 : Corporate Social Responsibility (CSR) Activities**

**( ₹ in Lakhs)**

| Particulars | For the Year ended 31-Mar-17 | For the Year ended 31-Mar-16 |
|---|---|---|
| (a) Gross amount required to be spent by the company during the period | 14.99 | 25.06 |
| (b) Amount spent during the period: | | |
| (i) Construction / Acquisition of any assets | - | - |
| (ii) On the purpose other than above (b) (i) in Cash | 2.02 | - |
| (iii) In purpose other than above (b) (ii) yet to be paid in cash | - | - |
| **Amount unspent during the period** | **12.98** | **25.06** |

**Note 41 : Disclosure of Specified Bank Notes (SBNs) :**

During the year, the Company had specified bank notes and other denomination notes as defined in the Ministry of Corporate Affairs notification G.S. R. 308( E ) dated 31st March, 2017 on the details of Specified Bank Notes held and transacted during the period from 8th November, 2016 to 30th December, 2016 the denomination wise SBNs and other notes as per the notification is given below:

**( ₹ in Lakhs)**

| **Particulars** | **SBN's *** | **Other Denomination Notes** | **Total** |
|---|---|---|---|
| Closing cash in hand as on 8th November, 2016 | - | 1.56 | 1.56 |
| ( + ) Permitted receipts | - | 3.12 | 3.12 |
| ( - ) Permitted payments | - | 3.69 | 3.69 |
| ( - ) Amount deposited in Banks | - | - | - |
| **Closing cash in hand as on 30th December, 2016** | **-** | **0.99** | **0.99** |

* For the purpose of this clause, the term "Specified Bank Notes" shall have the same meaning provided in the notification of the Government of India, Ministry of Finance, Department of Economic Affairs number S.O. 3407 ( E ), dated 8th November, 2016.

**Note 42 : Capital management :**

The primary objective of the Company's capital management is to maximise the shareholder value. For the purpose of the Company's capital management, capital includes issued equity capital, instrument entirely equity in nature share premium and all other equity reserves attributable to the equity holders of the parent and Debt includes long-term borrowings, current maturities of long-term borrowings, short-term borrowings and interest accrued thereon .

Capital includes equity attributable to the equity holders to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value. The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions or its business requirements. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the period ended March 31, 2017 and March 31, 2016.

**( ₹ in Lakhs)**

| **Particulars** | **As At 31-Mar-2017** | **As At 31-Mar-2016** | **As At 01-Apr-2015** |
|---|---|---|---|
| Borrowings (refer note 15 and 18) | 2,890.17 | 2,750.31 | 3,096.38 |
| Less: Cash and cash equivalents (refer note 9) | 153.74 | 89.35 | 34.73 |
| **Net debt (A)** | **2,736.42** | **2,660.95** | **3,061.65** |
| Equity (refer note 13 & 14) | 3,852.10 | 3,823.68 | 4,126.85 |
| **Total Sponsor capital** | **3,852.10** | **3,823.68** | **4,126.85** |
| **Gearing Ratio (%) (Debt : Equity)** | **42%** | **41%** | **43%** |

In order to achieve this overall objective, the Company's capital management, amongst other things, aims *to* ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current year.

No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2017, year ended March 31 2016 and April 01 2015.

**Note 43 : Previous year comparatives**

Previous year's figures have been regrouped/reclassified, wherever necessary, to conform to current year classification.

ASHOKA INFRAWAYS LTD.
**Notes to Financial Statements for the year ended March 31, 2017**

**Note 44 : Financial Instruments – Fair Values And Risk Management**

The carrying values of financials instruments of the Company are as follows:

(₹ In Lakhs)

| | Carrying amount | | |
|---|---|---|---|
| | March 31, 2017 | March 31, 2016 | April 01, 2015 |
| **Financial assets** | | | |
| Financial assets mandatory measured at FVTPL | | | |
| Investments | 1,450.11 | 1,341.32 | 1,316.04 |
| Financial assets measured at amortised cost | | | |
| Trade receivable | 344.81 | 158.24 | 140.18 |
| Cash and cash equivalents | 153.74 | 89.35 | 34.73 |
| Other Financial Assets | 0.43 | 1.81 | 1.62 |
| Financial assets mandatory measured at Fair Value Through Profit and Loss (FVTPL) | | | |
| Investments | | | |
| **Financial liabilities** | | | |
| Financial liabilities measured at amortised cost | | | |
| Borrowings | 2,890.17 | 2,750.31 | 3,096.38 |
| Trade payable | 864.91 | 743.53 | 813.29 |
| Others financial liabilities | 56.35 | 35.80 | 40.36 |

1.The management assessed that carrying amount of all other financial instruments are reasonable approximation of the fair value

**Note 45 : Fair Value Hierarchy**

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of March 31, 2017:

(₹ In Lakhs)

| Particulars | As on March 31, 2017 | Fair value measurement at end of the reporting period/year using | | |
|---|---|---|---|---|
| | | Level 1 | Level 2 | Level 3 |
| **Assets** | | | | |
| Investments measured at FVTPL | 1,450.11 | 83.02 | - | 1,367.09 |

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of March 31, 2016:

(₹ In Lakhs)

| Particulars | As on March 31, 2016 | Fair value measurement at end of the reporting period/year using | | |
|---|---|---|---|---|
| | | Level 1 | Level 2 | Level 3 |
| **Assets** | | | | |
| Investments measured at FVTPL | 1,341.32 | - | - | 1,341.32 |

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of April 1, 2015 :

(₹ In Lakhs)

| Particulars | As on April 01, 2015 | Fair value measurement at end of the reporting period/year using | | |
|---|---|---|---|---|
| | | Level 1 | Level 2 | Level 3 |
| **Assets** | | | | |
| Investments measured at FVTPL | 1,316.04 | - | - | 1,316.04 |

**Valuation technique used to determine fair value:**

Investments included in Level 1 of Fair Value Hierarchy are based on prices quoted in stock exchange and/or NAV declared by the Funds.
Investments included in Level 2 of Fair Value Hierarchy have been valued based on inputs from banks and other recognised institutions such as
Investments included in Level 3 of Fair Value Hierarchy have been valued using acceptable valuation techniques such as Net Asset Value and/or Discounted Cash Flow Method.

**Note:** All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy described as above, based on the lowest level input that is significant to the fair value measurement as a whole.

**Note 46 : Financial risk management objectives and policies**

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company has exposure to the following risks arising from financial instruments:

a) Credit risk:

b) Liquidity risk: and

c) Market risk:

**a) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

Credit risk on Trade receivable in case of Building sale is mitigated as the possession of Flat is transfered and sale deed is executed only after receipt of entilre amount. Till the time money is not received poseession is not transfered.

**The exposure to credit risk for trade and other receivables by type of counterparty was as follows :**

**Financial assets** **(₹ In Lakhs)**

| **Particulars** | **As at March 31, 2017** | **As at March 31, 2016** | **As at April 01, 2015** |
|---|---|---|---|
| Investments | 1,450.11 | 1,341.32 | 1,316.04 |
| Trade receivable | 344.81 | 158.24 | 140.18 |
| Cash and cash equivalents (Excluding Cash in hand ) | 152.32 | 88.52 | 33.11 |
| Other Financial Assets | 0.43 | 1.81 | 1.62 |
| **Total financial assets carried at amortised cost** | **1,947.66** | **1,589.89** | **1,490.95** |
| | | | |
| Investments | - | - | - |
| **Total financial assets carried at fair value** | **-** | **-** | **-** |

**Concentration of credit risk**

The following table gives details in respect of dues from Major category of receivables.

**(₹ In Lakhs)**

| **Particulars** | **March 31, 2017** | **March 31, 2016** | **April 01, 2015** |
|---|---|---|---|
| Receivable from Real Estate Customers | 344.81 | 158.24 | 140.18 |
| **Total** | **344.81** | **158.24** | **140.18** |

**Cash and cash equivalents**

Cash and cash equivalents of ・ 152.32 Lakhs at March 31, 2017 (March 31, 2016: ・ 88.52 Lakhs, March 31, 2015:・ 33.11 Lakh. The cash and cash equivalents are held with bank and financial institution counterparties with good credit rating.

**Investments**

Investments are with only group company in relation to the project execution hence the credit risk is very limited

**Credit Risk Exposure**

The exposure to credit risk for trade receivables by type of counterparty was as follows:

**(₹ In Lakhs)**

| **Particulars** | **For the Year ended 31-Mar-17** | **For the Year ended 31-Mar-16** | **As at April 01, 2015** |
|---|---|---|---|
| **Opening Balance** | **5.31** | **6.77** | **-** |
| Add: Provision made/(Reversed) for Loss allowance for Expected Credit Loss | 3.20 | - | 6.77 |
| Less: Written off | - | 1.46 | - |
| **Closing Balance** | 8.51 | 5.31 | 6.77 |

**b) Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company manages liquidity risk by maintaining sufficient cash and marketable securities and by having access to funding through an adequate amount of committed credit lines. Management regularly monitors the position of cash and cash equivalents vis-à-vis projections. Assessment of maturity profiles of financial assets and financial liabilities including debt financing plans and maintenance of Balance Sheet liquidity ratios are considered while reviewing the

**(₹ In Lakhs)**

| | **Less than 1 year** | **1 to 5 years** | **>5 years** | **Total** |
|---|---|---|---|---|
| | **INR Lakh** | **INR Lakh** | **INR Lakh** | **INR Lakh** |
| **As at March 31, 2017** | | | | |
| Borrowings | 488.97 | 2,401.19 | - | 2,890.17 |
| Trade payables | 864.91 | - | - | 864.91 |
| Others financial liabilities | 56.35 | - | - | 56.35 |
| | **1,410.24** | **2,401.19** | **-** | **3,811.43** |
| **As at March 31, 2016** | | | | |
| Borrowings | 576.72 | 2,173.59 | - | 2,750.31 |
| Trade payables | 743.53 | - | - | 743.53 |
| Others financial liabilities | 35.80 | - | - | 35.80 |
| | **1,356.04** | **2,173.59** | **-** | **3,529.63** |
| **As at April 1, 2015** | | | | |
| Borrowings | 39.86 | 3,056.52 | - | 3,096.38 |
| Trade payables | 813.29 | - | - | 813.29 |
| Others | 40.36 | - | - | 40.36 |
| | **893.51** | **3,056.52** | **-** | **3,950.03** |

**c) Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk:

i. Interest rate risk
ii. Currency risk
iii. Other price risk such as Commodity risk and Equity price risk.

The following table summaries the carrying amount of financial assets and liabilities recorded at the end of the year by categories:

**Interest Rate Risk**

As infrastructure development and construction business is capital intensive, the company is exposed to interest rate risks. The company's infrastructure development and construction projects are funded to a large extent by debt and any increase in interest expense may have an adverse effect on our results of operations and financial condition. The company current debt facilities carry interest at variable rates with the provision for periodic reset of interest rates. As of March 31, 2017, the majority of the company indebtedness was subject to variable/fixed interest rates.

The interest rate risk exposure is mainly from changes in floating interest rates. The interest rate are disclosed in the respective notes to the financial statement of the Company. The following table analyse the breakdown of the financial assets and liabilities by type of interest rate:

**(₹ In Lakhs)**

| | As at March 31, 2017 | As at March 31, 2016 | As at April 01, 2015 |
|---|---|---|---|
| **Variable Interest bearing** | | | |
| - Borrowings | 2,890.17 | 2,750.31 | 3,096.38 |

**Interest rate sensitivity**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

**(₹ In Lakhs)**

| | For the year ended March 31, 2017 | For the year ended March 31, 2016 |
|---|---|---|
| Increase in basis points | | |
| - INR | 50 bps | 50 bps |
| Effect on profit before tax | | |
| - INR | (14.45) | (13.75) |
| Decrease in basis points | | |
| - INR | 50 bps | 50 bps |
| Effect on profit before tax | | |
| - INR | 14.45 | 13.75 |

**Currency Risk**

Since the company's operation is exclusively in Indian Rupees the company is not exposed to Currency Risk.

**Commodity Price Risk**

The Company is effected by the price volatility of certain commodities such as Bitumen, Cement, Steel (Iron & Steel), Crushed Stone, Transformer and Cable & Conductor etc. The risk of price fluctuations in commodities is mitigated.

(₹ In Lakhs)

| Commodity | For the year 2016-17 | For the year 2015-16 |
|---|---|---|
| Tiles / Stones | 52.99 | 72.95 |
| Steel | 50.50 | 104.93 |
| Sanitary Material | 46.98 | 23.07 |
| Cement | 34.49 | 173.98 |
| Plumbing Material | 27.82 | 18.01 |
| Electric Material | 25.86 | 9.66 |
| **Total** | **238.63** | **402.60** |

**The sensitivity analysis below have been determine based on reasonably possible changes in price of the respective commodity occurring at the end of reporting period, while holding all other assumption constant.**

(₹ In Lakhs)

| Particulars | Price Variation | March 31, 2017 | | March 31, 2016 | |
|---|---|---|---|---|---|
| | | Increase | Decrease | Increase | Decrease |
| Tiles / Stones | 3.00 | 1.59 | (1.59) | 2.19 | (2.19) |
| Steel | 3.00 | 1.51 | (1.51) | 3.15 | (3.15) |
| Sanitary Material | 3.00 | 1.41 | (1.41) | 0.69 | (0.69) |
| Cement | 3.00 | 1.03 | (1.03) | 5.22 | (5.22) |
| Plumbing Material | 3.00 | 0.83 | (0.83) | 0.54 | (0.54) |
| Electric Material | 3.00 | 0.78 | (0.78) | 0.29 | (0.29) |
| Total | | **7.16** | **(7.16)** | **12.08** | **(12.08)** |

| Particulars | Price Variation | March 31, 2017 | | March 31, 2016 | |
|---|---|---|---|---|---|
| | | Increase | Decrease | Increase | Decrease |
| Tiles / Stones | 5.00 | 2.65 | (2.65) | 3.65 | (3.65) |
| Steel | 5.00 | 2.52 | (2.52) | 5.25 | (5.25) |
| Sanitary Material | 5.00 | 2.35 | (2.35) | 1.15 | (1.15) |
| Cement | 5.00 | 1.72 | (1.72) | 8.70 | (8.70) |
| Plumbing Material | 5.00 | 1.39 | (1.39) | 0.90 | (0.90) |
| Electric Material | 5.00 | 1.29 | (1.29) | 0.48 | (0.48) |
| Total | | **11.93** | **(11.93)** | **20.13** | **(20.13)** |

**ASHOKA INFRAWAYS LTD.**

**Notes to the Financial Statements for the year ended 31st March 2017.**

**Additional Statement Of Notes:**

**Note 47 : Related party disclosure as required by Ind AS 24 are given below :**

**1. Name of the Related Parties and Description of Relationship:**

| Nature of Relationship | Name of Entity | |
|---|---|---|
| Holding Company : | Ashoka Buildcon Ltd. | |
| Fellow Subsidiary | Viva Highways Ltd. | |
| Fellow Subsidiary | Ashoka Infrastructures | |
| Fellow Subsidiary | Ashoka Infrastructure Ltd. | |
| Fellow Subsidiary | Ashoka High-Way Ad. | |
| Fellow Subsidiary | Ashoka Concessions Ltd. | |
| Fellow Subsidiary | Ashoka-DSC Katni Bypass Road Ltd. | |
| Fellow Subsidiary | Ashoka Highways (Bhandara) Ltd. | |
| Fellow Subsidiary | Ashoka Highways (Durg) Ltd. | |
| Fellow Subsidiary | Ashoka Pre-Con Pvt. Ltd. | |
| Fellow Subsidiary | Ashoka Technologies Pvt. Ltd. | |
| Fellow Subsidiary | Ashoka Sambalpur Baragarh Tollway Ltd. | |
| Fellow Subsidiary | Ashoka Dhankuni Kharagpur Tollway Limited | |
| Fellow Subsidiary | Ashoka Cuttack Angul Tollway Ltd. | |
| Fellow Subsidiary | Viva Infrastructure Ltd. | |
| Fellow Subsidiary | Ashoka GVR Mudhol Nipani Roads Ltd | |
| Fellow Subsidiary | Ashoka Bagewadi Saundati Roads Ltd. | |
| Fellow Subsidiary | Ashoka Hungund Talikot Roads Ltd. | |
| Fellow Subsidiary | Ashoka Highway Research Cenetre Pvt Ltd | |
| Fellow Subsidiary | Ashoka Path Nirman (Nasik) Pvt Ltd | |
| Fellow Subsidiary | Jaora Nayagaon Tollroad Company Pvt Ltd | |
| Fellow Subsidiary | Unison Enviro Pvt Ltd | |
| Fellow Subsidiary | Blue Feather Infotech Pvt Ltd | |
| Fellow Subsidiary | Ratnagiri Natural gas Pvt Ltd | |
| Fellow Subsidiary | Endurance Road Developers Pvt Ltd | |
| Key management personnel : | Ashok M Katariya | Director |
| Key management personnel : | Rajendra Chindhulal Burad | Director |
| Key management personnel : | Ashish Ashok Katariya | Director |
| Key management personnel : | Milap Raj Bhansali | Director |
| Relative of Key Management Personnel : | Asha A Katariya | Relative of Director |
| Relative of Key Management Personnel : | Astha A. Katariya | Relative of Director |
| Relative of Key Management Personnel : | Jayshree Rajendra Burad | Relative of Director |

**List of other Related party with whom transaction have taken place during the year:**

Other Related Party : Ashoka Institute of Medical Science & Research

**2. Transactions During the Year:** **( ₹ in Lakhs)**

**Sale of Materials / Land**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | - | 37.13 |
| 2 | Ashoka Institute of Medical Science & Research | Other Related Party | - | 233.07 |

**Sub contracting Expenses**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 142.08 | - |

**Purchase of TDR**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Viva Highways Ltd. | Fellow Subsidiary | 97.15 | - |

**Sale of Plant & Machinery**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 33.59 | - |

**Rent Received**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Highway AD | Fellow Subsidiary | 0.10 | 0.10 |

**Interest Paid**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 74.73 | 101.05 |

**Purchase of Materials / Assets / Rendering Services**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | - | 35.88 |
| 2 | Ashoka Technologies Pvt.Ltd. | Fellow Subsidiary | - | 0.32 |
| 3 | Ashoka Highway AD | Fellow Subsidiary | - | 1.90 |
| 4 | Ashish Ashok Katariya | Relative of Key Management Personnel | - | 24.00 |

**Loan Taken**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 215.00 | 1,245.00 |

**Loan Repaid**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 370.00 | 800.00 |

**3. Outstanding payable against :**

**Loan Taken & Interest Payable**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 488.97 | 576.72 |

**Others Receivable**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | - | 35.80 |

**Payable against the supply of service**

| Sr.No | Related Party | Description | For the Year Ended March 31, 2017 | For the Year Ended March 31, 2016 |
|---|---|---|---|---|
| 1 | Ashoka Buildcon Ltd. | Holding Company | 140.68 | - |

## Note 48 : First-Time Adoption Of Ind AS :

As stated in Note 1, the financial statements for the year ended March 31, 2017 would be the first annual financial statements prepared in accordance with Ind AS. These financial statements for the year ended March 31, 2017 are prepared in compliance with lnd AS. The adoption was carried out in accordance with Ind AS 101 using Balance sheet as at April 01, 2015 as the transition date. The transition was carried out from Indian GAAP, which was considered as the previous GAAP. All applicable Ind AS have been applied consistently and retrospectively, wherever, required.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2017, together with the comparative period data as at and for the year ended March 31, 2016, as described in the summary of significant accounting policies.

In preparing these financial statements, the Company has availed itself of certain exemptions and exceptions in accordance with Ind AS 101. This note explains the principals adjustment made by the Company in restating its Indian GAAP financials statements, including the opening Balance sheet as at April 01, 2015, the financial statements for the year ended March 31, 2016 and year ended March 31, 2017.

**Estimates**

The estimates at March 31, 2016 and at April 01, 2015 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

**Reconciliation of Balance Sheet as at April 1, 2015 and March 31, 2016 (date of transition to Ind AS)**

**(₹ In Lakhs)**

| Particulars | Foot Note | As at 31 March 2016 | | | As at the date of transition 1 April 2015 | | |
|---|---|---|---|---|---|---|---|
| | | Previous GAAP | Adjustment | Ind AS | Previous GAAP | Adjustment | Ind AS |
| **I ASSETS** | | | | | | | |
| **1 NON-CURRENT ASSETS** | | | | | | | |
| (a) Property, plant and equipment | | 91.82 | - | 91.82 | 142.63 | - | 142.63 |
| (b) Intangible assets | | | | | | | |
| (i) Intangible assets | | - | - | - | 205.83 | - | 205.83 |
| (c) Financial assets | | | | | | | - |
| (i) Investments | 1 | 1,260.00 | 81.32 | 1,341.32 | 1,260.00 | 56.04 | 1,316.04 |
| (iv) Other financial assets | | 0.20 | 0.09 | 0.29 | 0.20 | 0.08 | 0.28 |
| (d) Tax assets | | | | | | | - |
| (i) Deferred Tax Asset (net) | | 26.50 | - | 26.50 | 2.16 | - | 2.16 |
| (e) Other non-current assets | | 32.01 | 0.32 | 32.33 | 291.83 | - | 291.83 |
| **TOTAL NON-CURRENT ASSETS** | | **1,410.53** | **81.74** | **1,492.26** | **1,902.64** | **56.12** | **1,958.76** |
| **2 CURRENT ASSETS** | | | | | | | |
| (a) Inventories | | 7,764.72 | - | 7,764.72 | 7,811.72 | - | 7,811.72 |
| (b) Financial assets | | | | | | | |
| (i) Investments | | - | - | - | - | - | - |
| (ii) Trade receivables | 2 | 162.78 | (4.54) | 158.24 | 146.94 | (6.77) | 140.18 |
| (iii) Cash and cash equivalents | | 89.35 | - | 89.35 | 34.73 | - | 34.73 |
| (vi) Other financial assets | | 2.19 | (0.67) | 1.52 | 1.34 | - | 1.34 |
| (c) Other current assets | | 110.90 | 0.58 | 111.48 | 60.28 | (0.08) | 60.19 |
| **TOTAL CURRENT ASSETS** | | **8,129.94** | **(4.63)** | **8,125.31** | **8,055.01** | **(6.85)** | **8,048.16** |
| **TOTAL ASSETS** | | **9,540.47** | **77.11** | **9,617.57** | **9,957.65** | **49.27** | **10,006.92** |
| **I EQUITY & LIABILITIES** | | | | | | | |
| **1 EQUITY** | | | | | | | |
| (a) Equity Share Capital | **3** | 488.50 | (388.50) | 100.00 | 488.50 | (388.50) | 100.00 |
| (b) Other Equity | **1 to 10** | 5,426.99 | (1,703.31) | 3,723.68 | 5,499.03 | (1,472.18) | 4,026.85 |
| **TOTAL EQUITY** | | **5,915.49** | **(2,091.81)** | **3,823.68** | **5,987.53** | **(1,860.68)** | **4,126.85** |
| **2 NON-CURRENT LIABILITIES** | | | | | | | |
| (a) Financial Liabilities | | | | | | | |
| (i) Borrowings | **4** | - | 2,173.59 | 2,173.59 | 981.00 | 2,075.52 | 3,056.52 |
| (iii) Other financial liabilities | | - | - | - | | | |
| (b) Provisions | | 0.66 | - | 0.66 | 2.44 | - | 2.44 |
| (c) Other non-current liabilities | | 1,125.00 | - | 1,125.00 | 1,325.00 | - | 1,325.00 |
| **TOTAL NON-CURRENT LIABILITIES** | | **1,125.66** | **2,173.59** | **3,299.25** | **2,308.44** | **2,075.52** | **4,383.97** |
| **3 CURRENT LIABILITIES** | | | | | | | |
| (a) Financial liabilities | | | | | | | |
| (i) Borrowings | | 576.72 | - | 576.72 | 39.86 | - | 39.86 |
| (ii) Trade payables | **5** | 748.21 | (4.68) | 743.53 | 870.90 | (57.61) | 813.29 |
| (iii) Other financial liabilities | **6** | 35.80 | - | 35.80 | 40.36 | | 40.36 |
| (b) Other current liabilities | | 1,137.77 | - | 1,137.77 | 709.74 | (107.96) | 601.78 |
| (c) Provisions | **2** | 0.82 | - | 0.82 | 0.82 | - | 0.82 |
| (e) Liabilities directly associated with assets classified as held for sale | | | - | | - | | |
| **TOTAL CURRENT LIABILITIES** | | **2,499.31** | **(4.68)** | **2,494.63** | **1,661.68** | **(165.57)** | **1,496.11** |
| **TOTAL LIABILITIES** | | **3,624.97** | **2,168.91** | **5,793.88** | **3,970.12** | **1,909.95** | **5,880.07** |
| **TOTAL EQUITY AND LIABILITIES** | | **9,540.47** | **77.11** | **9,617.57** | **9,957.65** | **49.27** | **10,006.92** |

**Reconciliation between total equity previously reported (referred to as "Previous GAAP") with Ind AS is as under:**

**(₹ In Lakhs)**

| Particulars | As At March 31, 2016 | As At April 01, 2015 |
|---|---|---|
| **Total equity as per previous GAAP** | **5,915.49** | **5,987.53** |
| Accounting of Preference capital as compound financial instrument | (663.14) | (663.14) |
| Impact of Finance cost pursuant to application of amortized cost on financial Assets/Liabilities | (1,452.85) | (1,246.82) |
| Provision for Expected Credit Loss | (4.54) | (6.77) |
| Impact of Fair valuation | | |
| Investments | 28.39 | 56.04 |
| Reclassification of net acturial gain on employee defined benefit obligations to OCI | 0.32 | - |
| **Total Equity as per Ind AS** | **3,823.68** | **4,126.85** |

**Reconciliation Statement of Profit and Loss as previously reported under IGAAP to Ind AS for the year ended 31 March 2016**

**(₹ In Lakhs)**

| | Particulars | Foot Note | Previous GAAP | Adjustment | Ind AS |
|---|---|---|---|---|---|
| 1 | Revenue from Operations | | 1,959.45 | - | 1,959.45 |
| 2 | Other Income | | 20.36 | 27.51 | 47.87 |
| 3 | Total Revenue (1+2) | | **1,979.81** | **27.51** | **2,007.32** |
| 4 | Expenses: | | | | |
| | Operating Expenses | | 91.24 | - | 91.24 |
| | Cost Of Construction / Development | | 1,207.88 | - | 1,207.88 |
| | Cost Of Material Sold | | 244.60 | - | 244.60 |
| | Employee Benefits Expenses | **7** | 136.20 | 6.14 | 142.33 |
| | Finance Expenses | **8** | 0.36 | 258.96 | 259.32 |
| | Depreciation and Amortisation | | 233.71 | - | 233.71 |
| | Other Expenses | **9 & 10** | 152.13 | | 152.13 |
| | | | **2,066.12** | **265.10** | **2,331.22** |
| 5 | Profit before Exceptional, Extraordinary Items and Tax (3-4) | | **(86.32)** | **(237.58)** | **(323.90)** |
| 6 | Exceptional Items (Refer note no 27 (XII)) | | | | |
| VI | Profit before Extra Ordinary Items and Tax (V - VI) | | **(86.32)** | **(237.58)** | **(323.90)** |
| VIII | Extraordinary Items | | **-** | **-** | **-** |
| 7 | Profit before Tax (5-6) | | **(86.32)** | **(237.58)** | **(323.90)** |
| 8 | Tax Expense: | | | | |
| | Current Tax | | - | | |
| | Tax For Earlier Years | | 10.06 | - | 10.06 |
| | Deferred Tax | | (24.34) | - | (24.34) |
| | | | **(14.28)** | **-** | **(14.28)** |
| 9 | Profit for period from continuing operations (7-8) | | **(72.04)** | **(237.58)** | **(309.62)** |
| 10 | Profit from discontinuing operations (after tax) | | | | |
| 11 | Profit for the period (9+10) | | **(72.04)** | **(237.58)** | **(309.62)** |
| 12 | Other Comprehensive Income | | | **6.46** | **6.46** |
| 13 | Total comprehensive income for the period (11+12) | | **(72.04)** | | **(303.16)** |

**Reconciliation between total comprehensive income previously reported (referred to as "Previous GAAP") with Ind AS is as under:**

**(₹ In Lakhs)**

| Particulars | For the Year ended March 31, 2016 |
|---|---|
| **Net Profit after Tax as per previous IGAAP** | (72.04) |
| Provision for expected credit loss | |
| Reclassification of net actuarial gain on employee defined benefit obligations to OCI | 0.32 |
| Impact of Finance cost pursuant to application of amortized cost on financial Assets/Liabilities | (258.96) |
| Impact of Fair valuation | |
| Investments | 27.51 |
| Earlier Year Difference of Gratuity Asset | |
| **Net Profit after Tax (before OCI) as per IND AS (after tax)** | **(303.16)** |
| **Total Comperhensive Income (after tax)** | **(303.16)** |

**Adjustments to Statement of Cash flows**

There were no material differences between the Statement of Cash Flows presented under Ind AS and the Previous GAAP.

**Notes to the Reconciliations**

**1 Financial Assets at amortised cost :**

Under previous IGAAP Investment in Preference shares are stated at cost Under Ind AS there are stated at amortised cost using 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 Other Expenses in the profit or loss.

**2 Trade receivables**

Under previous IGAAP, the company has created provision for impairment of receivables consists only in respect of specific amount for incurred losses. Under Ind AS, impairment allowance has been determined based on Expected Loss model (ECL). Due to ECL model, the group impaired its trade receivable by Rs.2.33 Lakhs on 1 April 2015 which has been eliminated against retained earnings. The impact of Rs. 6.77 Lakhs for year ended on 31 March 2016 has been recognized in the statement of profit and loss as reversal of excess provision.

**3 Finance Expenses**

Preference shares are separated into liability and equity components based on the terms of the contract. At 31 March 2017, 31 March 2016 and 1 April 2015, there were Rs.388.50 Lakhs 10% Non Cumulative and non convertible preference shares in issue. Each share has a par value of Rs.100. Preference shares redeemable on 30 June 2018 at a price of Rs.700 per share. The preference shares carry a dividend of 10% per annum . The dividend rights are non-cumulative. The preference shares rank ahead of the equity shares in the event of a liquidation.

Interest on liability component is recognised using the effective interest method. Thus Rs.206.03 Lakhs charged to finance cost as unwinding of liability upto 31 March 2016.

**4 Fair Value adjustment of Preference Capital Investment**

Investment in preference shares of Viva Infrastructure Limited one of the subsidiary of Ashoka Buildcon Limited is valued at Rs.1260 Lakhs redeemable at Rs.1400 Lakhs, under Indian GAAP, the Company accounted long term investments in these Preference Shares as investment measured at cost less provision for other than than temporary diminution in the value of investments. Under Ind AS, the Company has designated these investments as FVTPL investments. Ind AS requires FVTPL to be measured at fair value. At the date of transition to Ind AS, difference between the instruments fair value and amortised cost as at the date of transition has been adjusted in reserves. The difference between amortised cost and the Indian GAAP carrying amount has been recognised in retained earnings of Rs.56.04 Lakhs as on 1 April 2015 & Rs.25.28 Lakhs as on 31 March 2016 credited to Profit & Loss A/c as Fair Value Adjustment of Investment in Preference Capital.

**Note 49 : Previous year comparatives**

Previous year's figures have been regrouped/reclassified, wherever necessary, to conform to current year classification.

As per our report of even date attached
**For M.P. CHITALE & Co.**
**Chartered Accountants**

Sd/-

(Murtuza Vajihi)
**Partner**

**Place: Nasik**

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

Sd/-

Rajendra C. Burad
**Managing Director**
DIN - 00112638

Sd/-

Ashish A. Katariya
**Director**
DIN - 00580763

**Place: Nasik**

 **Date: May 17, 2017**