

INDEPENDENT AUDITOR'S REPORT

To the Members of Ashoka Concessions Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Ashoka Concessions Limited (“the Company”), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management’s Responsibility for the Standalone Financial Statements

The Company’s Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”)with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the 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 financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company’s Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2016, its Loss, and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;

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

- i. The Company does not have any pending litigations which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003

per Aryn Jassani
Partner
Membership Number: 46447

Place: Mumbai
Date: May 12, 2016

Annexure 1 referred to in paragraph 1 under the heading “Report on other legal and Regulatory Requirement” of our report of even date

Re: Ashoka Concessions Limited (‘the Company’)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) According to information and explanations given by the management, there are no immovable properties included in fixed assets and accordingly, the requirements under paragraph 3(i) (c) of the Order are not applicable to the Company.
- (ii) The Company’s business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii)(a) The Company has granted loans to six companies covered in the register maintained under section 189 of the Companies Act, 2013. In our opinion and according to the information and explanations given to us, the terms and conditions of the grants and loans are not prejudicial to the company's interest.
- (b) The Company has granted interest free loans to three wholly owned subsidiaries and interest bearing loans to two subsidiaries and one associate which are covered in the register maintained under section 189 of the Companies Act, 2013. The loans granted are re-payable on demand. We are informed that the company has not demanded repayment of any such loan during the year, and thus, there has been no default on the part of the parties to whom the money has been lent. The payment of interest in case of loans granted to two subsidiaries has not been due as on quarterly basis interest receivables have been converted into loans in accordance with the terms and conditions of the loans and in case of one company interest repayment has not been regular, however the same has been fully written off in the financial statements as mentioned in note 28 of the financial statements.
- (c) There is no amounts of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013 which are outstanding for more than ninety days other than interest receivable from one company which has been fully written off in the financial statements as mentioned in the note 28 of the financial statements.
- (iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made and, guarantees, and securities given have been complied with by the company.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products and services of the Company.

- (vii)(a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - (c) According to the information and explanations given to us, there are no dues of income tax, sales-tax, service tax, customs duty, excise duty, value added tax and cess which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues to the debenture holders. The Company did not have any outstanding dues in respect of a financial institution or bank or to government during the year.
- (ix) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer / further public offer (debt instruments) and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud on the company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given by the management, the Company has complied with provisions of section 42 of the Companies Act, 2013 in respect of the private placement of fully convertible debentures during the year. According to the information and explanations given by the management we report that the amount raised, have been used for the purpose for which the funds were raised.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.

- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003

perAminJassani
Partner
Membership Number: 46447

Place: Mumbai
Date: May 12, 2016

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF ASHOKA CONCESSIONS LIMITED

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 Concessions Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S R B C & CO LLP

Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003

perAmyJassani

Partner
Membership Number: 46447

Place: Mumbai
Date: May12,2016

Ashoka Concessions Limited
Balance Sheet as at 31 March 2016



	Notes	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Equity and Liabilities			
Shareholders' Funds			
Share capital	3	100.00	100.00
Reserves and surplus	4	162,668.50	167,288.69
		162,768.50	167,388.69
Non-current liabilities			
Long term borrowings	5	5,808.71	5,588.13
		5,808.71	5,588.13
Current liabilities			
Short term borrowings	5	-	3,291.05
Trade payable	6		
Total outstanding dues of creditors other than micro enterprises and small enterprises		236.08	332.29
Other current liabilities	6	109.33	114.64
Short term provisions	7	20.57	51.37
		365.98	3,789.35
TOTAL		168,943.19	176,766.17
Assets			
Non-current assets			
Fixed Assets			
Tangible Assets	8	19.47	2.36
Non-current investments	9	70,657.29	69,407.12
Long term loans and advances	10	87,996.30	105,708.40
Deferred tax assets (net)	11	196.42	4.13
Other non current assets	12	-	964.51
		158,869.48	176,086.52
Current Assets			
Current investments	13	12.81	1.33
Trade receivables	14	175.29	266.97
Cash and bank balances	15	9,152.89	85.56
Short term loans and advances	10	731.56	325.74
Other current assets	12	1.16	0.05
		10,073.71	679.65
TOTAL		168,943.19	176,766.17
Summary of significant accounting policies	2.1		

As per our report of even date

For S R B C & CO LLP

Firm Registration No. 324982E / E300003
Chartered Accountants

For and on behalf of the Board of Directors of
Ashoka Concessions Limited

per **Amy Jassani**
Membership No. 46447
Partner

Ashish A. Katariya
Managing Director
DIN - 00580763

Paresh C. Mehta
Director
DIN - 03474498

Place : Mumbai
Date : May 12, 2016

Place : Mumbai
Date : May 12, 2016

Ashoka Concessions Limited
Statement of Profit and Loss for the year ended 31 March 2016



	Notes	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Income			
Revenue from operations	16	7,281.50	2,170.59
Other income	17	1,449.55	1,526.63
Total Revenue (I)		8,731.05	3,697.22
Expenses			
Operating expenses	18	6,681.60	2,074.65
Employee benefits expense	19	439.01	300.48
Finance Cost	20	794.52	221.51
Depreciation Expenses	8	7.51	0.52
Other expenses	21	312.27	133.29
Exceptional Items	28	13,485.16	-
Total Expenses (II)		21,720.07	2,730.45
Profit/(loss) before tax and prior period item (I-II)		(12,989.02)	966.76
Prior Period Items		-	10.27
Profit/(loss) Before Tax and After Prior period Items		(12,989.02)	956.49
Tax Expense			
Current tax			
Pertaining to profit for the current period		-	316.40
Tax for Earlier Year / Period		2.91	(0.25)
Deferred tax Charge/(Credit)		(192.29)	(1.29)
Total tax expenses		(189.38)	314.86
Profit/(loss) for the year		(12,799.64)	641.63
Earning per equity share [nominal value of share ₹.10 (31 March 2015: ₹.10)]			
Basic			
Computed on the basis of total profit/(Loss) for the year		(1,279.96)	64.16
Diluted			
Computed on the basis of total profit/(Loss) for the year		(1,279.96)	0.68
Summary of significant accounting policies	2.1		

As per our report of even date

For S R B C & CO LLP
Firm Registration No. 324982E / E300003
Chartered Accountants

For and on behalf of the Board of Directors of
Ashoka Concessions Limited

per Aryn Jassani
Membership No. 46447
Partner

Ashish A. Katariya
Managing Director
DIN - 00580763

Paresh C. Mehta
Director
DIN - 03474498

Place : Mumbai
Date : May 12, 2016

Place : Mumbai
Date : May 12, 2016

Cash Flow statement for the year ended 31 March 2016

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Cash flow from operating activities :		
Profit before tax and after prior period items	(12,989.02)	956.49
Adjustment to reconcile profit before tax to net cash flows		
Depreciation expenses	7.51	0.52
Net gain on sale of current investment+A39	(3.99)	(19.09)
Finance costs	794.52	221.51
Provisions for diminution in value of investments	13,485.16	-
Interest income	(1,432.23)	(1,507.54)
Operating profit before working capital changes	(138.05)	(348.11)
Movement in working capital:		
Increase / (decrease) in trade payable	(96.21)	150.13
Increase / (decrease) in other current liabilities	68.19	26.74
Increase / (decrease) in short term provision	8.53	3.67
Decrease/ (increase) in trade receivable	91.68	(163.35)
Decrease/ (increase) in short term loans and advances	(405.82)	(296.07)
Decrease/ (increase) in long term loans and advances	(38.23)	(12.11)
Cash generated (used in) operations	(509.91)	(639.10)
Direct tax paid (net of refunds)	(366.56)	(277.47)
Net cash flow (used in) operating activities	A	(876.47)
Cash flow from investing activities :		
Investment in subsidiaries	-	(5,322.37)
Investment in associates	-	-
Investments in other companies	-	(55.54)
Advance given for share purchase	-	(5,646.77)
Purchase of fixed assets	(24.63)	(2.88)
Gain on sale of current investment	3.99	19.09
Loans given to related parties	(17,760.70)	(22,834.45)
Repayment Received towards loans given to related parties	23,495.55	443.07
Interest income on loan given to Others	0.12	1.50
Net cash flow from/ (used in) investing activities	B	5,714.34
Cash flows from financing activities		
Proceeds from issuance of debenture (including securities premium)	8,400.03	30,599.98
Proceeds from borrowings	10,431.97	8,849.98
Repayment of borrowings	(13,723.02)	(5,558.93)
Finance Cost Paid	(868.03)	(253.85)
Net cash flow from/ (used in) in financing activities	C	4,240.95
Net increase/(decrease) in cash and cash equivalents	A+B+C	(677.72)
Cash and cash equivalents at the beginning of the period	86.89	764.61
Cash and cash equivalents at the end of the period	9,165.71	86.89

Cash Flow statement for the year ended 31 March 2016

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Components of cash and cash equivalents		
Cash on hand (Refer note 15)	17.02	17.55
With banks:		
- on current account (Refer note 15)	1,135.62	-
- on fixed deposit account (Refer note 12)	8,000.25	68.01
Short term Investment (Refer note 13)	12.81	1.33
Total cash and cash equivalents	9,165.71	86.89

Notes:

1. The cash flow statement has been prepared under Indirect Method as per the Accounting Standard 3 "Cash Flow Statement" as notified under section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014.

2. Figures in brackets indicate cash outflow.

3. Previous years' figures have been regrouped/rearranged to confirm with current years' classification.

As per our report of even date

For S R B C & CO LLP

Chartered Accountants

Firm Registration No. 324982E / E300003

For and on behalf of the Board of Directors of
Ashoka Concessions Limited

per Aryn Jassani

Partner

Membership No.: 46447

Place : Mumbai

Date : May 12, 2016

Ashish A. Katariya

Managing Director

DIN - 00580763

Place : Mumbai

Date : May 12, 2016

Paresh C. Mehta

Director

DIN - 03474498

1. Corporate information

Ashoka Concessions Limited ("ACL", "the Company") is a public Company domiciled in India and incorporated under the provisions of the Companies Act, 2013. Its shares are not listed on any stock exchanges in India. The company is engaged in the business of building, erecting, constructing, operating on Build- Own- Transfer (BOT), Build- Own- Lease- Transfer (BOLT), Design- Build- Finance- Operate- Transfer (DBFOT) basis, repairing, executing, developing Infrastructural projects including highways, roads, bridges, dams, docks, harbours, canals or any kind of work related thereto directly or indirectly through its subsidiary, Associate Companies for and on behalf of Government, Semi government authorities, Non- government organizations or other Bodies corporate and individuals. The Company is also into business of collection of toll from Toll Plaza as per the contract entered with the regulatory authorities. The company caters to Indian market only.

The Company has entered into shareholders agreement (SHA) and share subscription cum share purchase agreement (SSA) with Macquaire SBI Infrastructure Investments PTE Limited ("MSIPL"), SBI Macquaire Infrastructure Trust ("SMIT) and Ashoka Buildcon Limited (ABL) on August 11, 2012. Total investment by MSIPL and SMIT (investors) in the Company would be Rs.800 crores in the form of equity share capital/compulsorily convertible debentures (CCDs) for the funding of following existing projects under construction executed by following SPVs.

1. Ashoka Highways (Bhandara) Limited
2. Ashoka Highways (Durg) Limited
3. Ashoka Belgaum Dharwad Tollway Limited
4. Ashoka Sambalpur Baragarh Limited
5. Ashoka Dhankurni Kharagpur Limited
6. PNG Tollway Limited
7. Jaora- Nayagoan Toll Road Company Private Limited

All investment by ABL and its subsidiaries in the above mentioned SPVs have been transferred to ACL as per the terms of SHA- SSA. Investors shall represent 34% to 39% of the share capital of ACL over a period of time depending upon the ratio of conversion of debentures into shares.

2. Basis of preparation

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

2.1 Summary of significant accounting policies

Change in accounting policy

Depreciation on fixed assets

Effective April 01, 2015, the Company has with retrospective effect changed its method of providing depreciation on fixed assets from the 'Straight Line' method to the 'Written Down Value' method, at the useful lives prescribed in Schedule II to the Companies Act, 2013. Management believes that this change will result in more appropriate presentation and will give a systematic basis of depreciation charge, representative of the time pattern in which the economic benefits will be derived from the use of these assets. Accordingly, the Company has recognized a deficit arising out of change in method amounting to Rs. 46,417/- and the depreciation charge for the year has been arrived at after considering this deficit which has been reflected in the current period depreciation expense. Had the Company continued to use the earlier method of depreciation, the profit before tax for the current period would have been higher by Rs. 3,59,534/-.

(a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(b) Tangible fixed assets

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

(c) Depreciation on tangible fixed assets

Depreciation on fixed assets is calculated on a written down value method using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act, 2013.

(d) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

(e) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Income From Services

Revenues from maintenance contracts are recognized pro-rata over the period of the contract as and when services are rendered.

Income from Toll Contracts

Income from toll collection is recognised on the basis of actual collections. Sale of discounted coupons/swipe card, monthly pass, return pass, daily pass is recognised as income at the time of sale.

Interest

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

(f) Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service.

The company operates defined benefit plans for its employees "Group gratuity cash accumulation scheme" administered by Life Insurance Corporation of India, gratuity. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for plan using the projected unit credit method. Actuarial gains and losses for defined benefit plan are recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The company presents the leave as a current liability in the balance sheet, to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date. Where company has the unconditional legal and contractual right to defer the settlement for a period beyond 12 months, the same is presented as non-current liability.

(g) Income taxes

Tax expense comprises current. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss.

(h) Segment Reporting

The Company has only one business segment 'Operating and Maintenance activity of roads' as primary segment.

(i) Earning per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

(j) Provisions

A provision is recognized when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

(k) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

(l) Cash and cash equivalents

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

3. Share capital

	31 March 2016	31 March 2015
	₹. in Lacs	₹. in Lacs
Authorised shares		
1,80,00,000 (31 March 2015: 1,80,00,000) Equity Shares of ₹10 each	1,800.00	1,800.00
Issued, subscribed and fully paid-up shares		
10,00,000 (31 March 2015: 10,00,000) Equity Shares of ₹10 each	100.00	100.00

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

	31 March 2016		31 March 2015	
	Nos.	₹. in Lacs	Nos.	₹. in Lacs
At the beginning of the period	1,000,000	100	1,000,000	100
Issued during the period	-	-	-	-
Outstanding at the end of the period	1,000,000	100	1,000,000	100

(b) Terms/ rights attached to equity shares

The company has only one class of equity shares having par value of ₹10 per share.

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

(c) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates

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

	31 March 2016	31 March 2015
	Nos.	Nos.
Ashoka Buildcon Limited, the holding company	659,000	659,000

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

Name of Shareholder	31 March 2016		31 March 2015	
	No. of shares	% holding in the class	No. of shares	% holding in the class
Ashoka Buildcon Limited, the holding company	659,000	66%	659,000	66%
Macquarie SBI Infrastructure Investments Pte Limited	244,800	24%	244,800	24%
SBI Macquarie Infrastructure Trust	95,200	10%	95,200	10%

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

4. Reserves and surplus

	31 March 2016	31 March 2015
	₹. in Lacs	₹. in Lacs
Securities premium account		
Balance as per the last financial statements	166,303.25	136,299.58
Add: Premium on Issue of Compulsorily Convertible Debentures	8,179.45	30,003.67
Closing Balance	174,482.70	166,303.25
Surplus in the statement of profit and loss		
Balance as per the last financial statements	985.44	343.80
Profit/(loss) for the year	(12,799.64)	641.64
Net surplus in the statement of profit and loss	(11,814.20)	985.44
Total reserves and surplus	162,668.50	167,288.69

5. Borrowings:

	Long - Term		Short - Term	
	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
(a) Debentures:				
77,41,250 (31 March 2015: 75,82,384) Zero coupon Compulsorily Convertible Debentures - Class "A" of ₹10/- each (Unsecured)	774.13	758.23	-	-
2,00,00,000 (31 March 2015: 2,00,00,000) Zero coupon Compulsorily Convertible Debentures - Class "B" of ₹10/- each (Unsecured)	2,000.00	2,000.00	-	-
3,03,45,815 (31 March 2015: 2,82,98,977) Zero coupon Compulsorily Convertible Debentures - Class "C" of ₹10/- each (Unsecured)	3,034.58	2,829.90	-	-
(b) From Related Party:				
Ashoka Buildcon Limited repayable on demand (Unsecured) (Refer Note 23)	-	-	-	3,291.05
	5,808.71	5,588.13	-	3,291.05
The above amount includes				
Secured borrowings	-	-	-	-
Unsecured borrowings	5,808.71	5,588.13	-	3,291.05
Total Amount	5,808.71	5,588.13	-	3,291.05

In accordance with the Shareholders agreement and share Subscription cum share purchase agreement dated August 11, 2012 between Ashoka Concessions Limited ('the company'), Ashoka Buildcon Limited (referred as 'Promoter') Macquarie SBI Infrastructure Investments Pte Limited (Investor 1) and SBI Macquarie Infrastructure Trust (Investor 2) (Collectively referred as 'Investors'), the company has issued 3 classes of compulsorily convertible debentures (CCD's). Class A and Class B CCD's are issued to Investors and Class C CCD's are issued to Promoter and its subsidiaries VIVA Highways Limited and VIVA Infrastructure Limited.

Issue Price and Interest:

Class A CCD's have face value of ₹ 10/- each and are issued at a premium of ₹ 997.15/- each.

Class B CCD's have face value of ₹ 10/- each and are issued at Par.

Class C CCD's have face value of ₹10/- each and are issued at a premium of ₹ 322.22/- each.

All the classes of CCD's do not carry any Interest.

Tenure and Conversion

The tenure of the CCD's is 18 years from the date of its issue.

-Class A

Each class A debenture will convert into one equity share of the company such that post conversion, the shares resulting from the conversion, together with the Investor Purchase Shares Collectively represent between 34% and 39% of the share capital of the company and the proportion of such shares resulting from conversion (Between 34% to 39%) will be based on the Adjusted revenue of Ashoka Sambalpur Baragarh tollway Private Limited and in accordance with other terms and conditions of conversion.

-Class B

Class B CCD's shall automatically convert into shares once the option has been exercised for conversion of class A CCD's. Class B CCD's will convert into one equity share if the IRR received by investor is higher than the 12%/25%/protected IRR and if the IRR received by investors is less than 12% it will get converted into such additional shares in order to ensure that the concerned investor receives a minimum IRR of 12%.

-Class C

Class C CCD's would be converted into shares so that the shares received by the promoter on such conversion, along with the promoter shares represent the balance proportion of the share capital of the company.

Loan from Ashoka Buildcon Limited carries interest @ 11.70% - 12.50%.

6. Other Current Liabilities

	31 March 2016	31 March 2015
	₹. in Lacs	₹. in Lacs
Trade payables		
Total outstanding dues of creditors other than micro enterprises and small enterprises	236.08	332.29

(Refer Note 25 for details of dues to Micro and Small Enterprises)

Other liabilities

Statutory Dues Payable	55.82	20.24
Interest accrued and due on borrowings	-	69.24
Interest Payable - Others	-	4.26
Amount payable to National Highways Authority of India	53.51	20.90
Total	109.33	114.64

7. Short Term Provisions

	31 March 2016	31 March 2015
	₹. in Lacs	₹. in Lacs
Provision for Employee Benefits		
Provision for Gratuity (Refer Note 24)	4.27	3.39
Provision for Leave Benefits	16.30	8.65
Provision for Income Tax (Net of Advance Tax)	-	39.33
	20.57	51.37

9. Non-current investments

	31 March 2016	31 March 2015
	₹. in Lacs	₹. in Lacs
Trade investments (valued at cost unless stated otherwise)		
Investment in subsidiaries:		
Unquoted equity instruments		
25,10,119 (31 March 2015 : 25,10,119) Equity shares of ₹10 each fully paid up in Ashoka Belgaum Dharwad Tollway Ltd.(Refer Note 1)	9,251.44	9,251.44
34,34,154 (31 March 2015 : 34,34,154) Equity shares of ₹10 each fully paid up in Ashoka Dhankuni Kharagpur Tollway Ltd.(Refer Note 1)	18,887.85	18,887.85
1,33,17,653 (31 March 2015 : 1,33,17,653) Equity shares of ₹10 each fully paid up in Ashoka Highways (Bhandara) Ltd.(Refer Note 1)	1,997.65	1,997.65
1,51,54,732 (31 March 2015 : 1,51,54,732) Equity shares of ₹10 each fully paid up in Ashoka Highways (Durg) Ltd.(Refer Note 1)	2,273.21	2,273.21
24,88,806 (31 March 2015 : 24,88,806) Equity shares of ₹10 each fully paid up in Ashoka Sambalpur Baragarh Tollway Ltd.(Refer Note 1)	16,609.00	16,609.00
Preference shares (Unquoted)		
1% convertible non cumulative 1,08,434 (31 March 2015 : 1,08,434) Preference shares of ₹100 each fully paid up in Ashoka Belgaum Dharwad Tollway Ltd.(Refer Note 1)	4,445.79	4,445.79
1% convertible non cumulative 63,494 (31 March 2015 : 63,494) Preference shares of ₹100 each fully paid up in Ashoka Sambalpur Baragarh Tollway Ltd.(Refer Note 1)	4,889.04	4,889.04
Investment in associates		
Unquoted equity instruments		
10,83,13,800 (31 March 2015 : 6,60,10,000) Equity shares of ₹10 each fully paid up in Jaora Nayagaon Toll Road Co Pvt Ltd (Refer Note 1)	12,247.77	6,601.00
4,39,66,000 (31 March 2015 : 4,39,66,000) Equity shares of ₹10 each fully paid up in PNG Tollway Ltd. (Refer Note 1 & Note 28)	4,396.60	
Less : Provision for diminution in value of investment (Refer Note 28)	(4,396.60)	-
Preference shares (Unquoted)		
0.01% optionally convertible cumulative 32,01,0000 (31 March 2015 : Nil) Preference shares of ₹10 each fully paid up PNG Tollway Ltd.(refer Note 28)	3,201.00	
Less : Provision for diminution in value of investment (Refer Note 28)	(3,201.00)	-
Others		
5,55,370 (31 March 2015 5,55,370) Indian Highways Management Co. Ltd. Equity shares of ₹10 each fully paid up	55.54	55.54
	70,657.29	69,407.12
Aggregate amount of quoted investments	-	-
Aggregate amount of unquoted investments	70,657.29	69,407.12

Note 1 : Out of above investments, shares worth of ₹ 33,162.99 (previous year Rs. 35,940.09) have been pledged for borrowing facilities used by group companies.

Note 2 :The board of directors in its meeting held on August 5, 2014 has approved a proposal for investment not exceeding ₹ 475,250,000 in 47,525,000 equity shares held by Ashoka Buildcon Limited, holding company, in "GVR ASHOKA CHENNAI ORR LIMITED" (SPV) a SPV incorporated to execute the Chennai Outer Ring Road Project. In connection with the said transfer of shares, an application has been submitted to Tamil Nadu Road Development Corporation Ltd. (TNRDC) and necessary information required by TNRDC has been submitted. Pending such approval as at balance sheet date, no transfer has taken place.

10. Loans and advances

	Long- term		Short- term	
	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Security deposit				
Unsecured, considered good	0.63	0.38	725.84	317.84
	0.63	0.38	725.84	317.84
Amount paid to related parties for purchase of equity shares of Jaora Nayagaon Toll Road Company Private Limited (Refer Note 23)	-	5,646.77	-	-
Loan and advances to related parties				
Unsecured, considered good (Refer Note 23)	87,585.06	100,012.97	-	-
Doubtful	4,796.60	-	-	-
	92,381.66	100,012.97	-	-
Provision for Doubtful (Refer Note 28)	(4,796.60)	-	-	-
	87,585.06	100,012.97	-	-
Advances recoverable in cash or kind				
Unsecured, considered good	-	-	0.27	-
Other loans and advances				
Unsecured, considered good				
Advance income-tax (net of provision for taxation)	333.85	9.50	-	-
Advances to suppliers	-	-	-	0.56
Advances to employees	-	-	0.50	0.01
Prepaid expenses	-	-	4.95	7.33
Balances with statutory / government authorities	76.76	38.78	-	-
	410.61	48.28	5.45	7.90
Total	87,996.30	105,708.40	731.56	325.74

11. Deferred tax asset (net)

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Deferred tax asset on Employee Liabilities	7.92	4.02
Deferred tax asset on carried forward losses	188.11	-
Others	0.39	0.11
	196.42	4.13

As required by Accounting Standard (AS) -22 "Accounting for taxes on income", the Company has recognised the deferred tax asset on the carried forward business losses based on virtual certainty supported by convincing evidence i.e. Contract with NHAI for the collection of toll income for kognoli toll and Maintainance contracts with the various SPV's.

12. Other Assets :

	Non- Current		Current	
	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Unsecured, considered good				
Non Current Bank Balance (Refer note 15)*	-	0.25	-	-
	-	0.25	-	-
Others				
Interest Receivable on Fixed Deposit with Bank	-	-	1.16	0.05
Interest Receivable from Related Parties (Refer Note 23 & Note 28)	-	964.26	-	-
	-	964.51	1.16	0.05

* Pledge with Sales Tax Authorities

13. Current investments

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Current investments (valued at lower of cost and fair value, unless stated otherwise)		
Quoted mutual fund		
847.833 (31 March 2015 : 95.312 units of Union KBC Mutual fund)	12.81	1.33
	12.81	1.33
Aggregate amount of quoted investments [Market Value ₹ 12.82 Lacs (31 March 2015 : ₹ 1.33 Lacs)]	12.81	1.33

14. Trade receivables

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Current		
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good (Refer Note 23)	-	-
Other Receivables		
Unsecured, considered good (Refer Note 23)	175.29	266.97
	175.29	266.97

15. Cash and bank balances

	Non-current		Current	
	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Cash and cash equivalents				
Balances with banks - On current accounts	-	-	1,135.62	68.01
Cash on hand	-	-	17.02	17.55
	-	-	1,152.64	85.56
Other bank balances				
Deposits with remaining maturity for more than 12 months	-	0.25	-	-
Deposits with remaining maturity for less than 12 months	-	-	8,000.25	-
	-	0.25	8,000.25	-
Amount disclosed under non-current assets (Refer note 12)	-	(0.25)	-	-
	-	-	9,152.89	85.56

8. Fixed Assets

₹. in Lacs

	Tangible Assets				Total
	Computers	Furniture & Fixture	Office & Equipments	Vehicle	
Gross Block					
At 1 April 2014	-	-	-	-	-
Additions	2.88	-	-	-	2.88
Disposals	-	-	-	-	-
At 31 March 2015	2.88	-	-	-	2.88
Additions	3.84	1.84	0.13	18.81	24.62
Disposals	-	-	-	-	-
At 31 March 2016	6.72	1.84	0.13	18.81	27.50
Depreciation/ Amortization					
At 1 April 2014	-	-	-	-	-
Charge for the year	0.52	-	-	-	0.52
Disposals	-	-	-	-	-
At 31 March 2015	0.52	-	-	-	0.52
Charge for the year	2.80	0.06	0.00	4.65	7.51
Disposals	-	-	-	-	-
At 31 March 2016	3.32	0.06	0.00	4.65	8.03
Net Block					
At March 31, 2015	2.36	-	-	-	2.36
At 31 March 2016	3.40	1.78	0.13	14.16	19.47

16. Revenue from operations

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Revenue from operations		
Toll Collections	5,088.38	739.68
Toll Monitoring Services (Refer Note 23)	84.00	-
Road maintenance charges (Refer Note 23)	2,109.12	1,430.91
	7,281.50	2,170.59

17. Other income

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Interest income on		
-Bank deposits	1.24	0.72
-Long term investment (Refer Note 23)	1,430.99	1,506.36
-Others	-	0.39
Gain on sale of current investments	3.99	19.09
Other Non Operating Income	13.33	0.07
	1,449.55	1,526.63

18. Operating expenses

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Amount paid to authority for toll collection rights	4,528.46	647.86
Sub-Contracting Charges (Refer Note 23)	2,088.03	1,416.60
Other Direct Expenses	65.11	10.19
	6,681.60	2,074.65

19. Employee benefits expense

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Salaries, wages and bonus	409.43	289.20
Contribution to Provident and other fund	15.45	8.26
Gratuity Expenses (Refer Note 24)	8.96	3.02
Staff welfare expenses	5.17	-
	439.01	300.48

20. Finance Cost

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Interest on Short Term Borrowings (Refer Note 23)	794.52	221.51
	794.52	221.51

21. Other expenses

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Rent, Rates and taxes	14.22	26.84
Insurance	7.41	9.60
Printing & Stationary	3.07	0.09
Travelling & Conveyance	28.13	11.91
Repairs & Maintenance		
Others	1.40	0.09
Power & Fuel	9.25	1.71
Communication Expenses	2.98	1.68
Vehicle Repairs & Maintenance	1.94	-
Membership Fees	0.13	16.98
Legal and professional fees	150.74	16.28
Director Sitting Fees	8.10	0.30
Payment to auditor (Refer details below)	44.93	12.80
Corporate Social Responsibility (Refer Note 27)	1.63	-
Tender Fees	30.27	29.18
Miscellaneous expenses	8.07	5.83
	312.27	133.29

Payment to auditor

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
As auditor:		
Audit fee	41.33	7.50
Tax audit fee	1.50	1.50
In other capacity:		
Other services (certification fees)	1.57	3.80
Reimbursement of expenses	0.53	-
	44.93	12.80

22. Earnings Per Share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS Computations:

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Profit after Tax	(12,799.64)	641.63
Net Profit for calculation of basic and diluted EPS	(12,799.64)	641.63
	No.s	No.s
Weighted average number of equity shares in calculating basic EPS	1,000,000	1,000,000
Effect of Dilution:		
Weighted average number of equity shares in calculating diluted EPS that could arise on conversion of CCDs	79,044,219	70,444,976
Weighted average number of equity shares in calculating diluted EPS	80,044,219	71,444,976
Earnings Per Share		
Basic EPS	(1,279.96)	64.16
Diluted EPS*	(1,279.96)	0.68

* Since earning per share is increased when taking the convertible debentures into account, the convertible debentures are anti-dilutive and are ignored in the calculation of diluted earnings per share in the current year.

Note :For the purpose of calculating the number of potential equity shares that could arise on conversion of CCDs, it is estimated that post such conversion Investors holding would be 34%

Notes to the financial statements for the year ended 31 March 2016

**24. Retirement Benefits
Gratuity**

The company operates one defined plan of gratuity for its employees. 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 scheme is funded with an Life Insurance Corporation of India in the form of qualifying insurance policy.

The following tables summarize the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for the respective plans.

Statement of profit and loss**Net employee benefit expense recognized in the employee cost:**

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Current service cost	5.69	3.99
Interest cost on benefit obligation	2.06	1.71
Expected return on plan assets	(2.07)	(1.62)
Transfer in	-	-
Net actuarial(gain) / loss recognized in the period	3.01	(1.26)
Net benefit expense	8.69	2.82
Actual return on plan assets		

Balance sheet**Benefit asset/ liability**

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Present value of defined benefit obligation	36.56	25.80
Fair value of plan assets	32.29	22.41
Plan asset / (liability)	(4.27)	(3.39)

Changes in the present value of the defined benefit obligation are as follows:

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Opening defined benefit obligation	25.80	21.36
Current service cost	5.69	3.99
Interest cost	2.06	1.71
Benefits paid	-	-
Transfer in	-	-
Actuarial (gains) / losses on obligation	3.01	(1.26)
Closing defined benefit obligation	36.56	25.80

Changes in the fair value of plan assets are as follows:

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Opening fair value of plan assets	22.41	17.61
Expected return	2.07	1.62
Contributions by employer	7.81	3.18
Benefits paid	-	-
Actuarial gains / (losses)	-	-
Closing fair value of plan assets	32.29	22.41

The company expects to contribute ₹ 7.75 Lacs to gratuity in the next year (31 March 2015 ₹ 9.08 Lacs).

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	31 March 2016	31 March 2015
Investments with insurer	100%	100%

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

	31 March 2016	31 March 2015
Discount rate	7.75%	8.00%
Expected rate of return on assets	9.24%	9.20%
Employee turnover	5% to 1% p.a. age related to graduated scale	5% to 1% p.a. age related to graduated scale

The estimates of future salary increases, considered in actuarial valuation, take account of 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.

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.

Notes to the financial statements for the year ended 31 March 2016

25. Based on information available with the company, there are no suppliers who are registered as micro or small enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006", as at 31 March 2016.

26. Contingent Liabilities

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
Claims not acknowledged as debt	4,758.08	1,986.00

27. Corporate Social Responsibility

	31 March 2016 ₹. in Lacs	31 March 2015 ₹. in Lacs
(a) Gross amount required to be spent by the company during the period	9.81	3.42
(b) Amount Spent during the period	1.63	-
Amount unspent during the period	8.18	3.42

28. PNG Tollways Limited ('PNG'), an associate of the Company, had entered into a service concession agreement with National Highways Authority of India ('NHAI') for construction, operation and maintenance of six laning of Pimpalgaon – Nashik – Gonde on built operate and transfer model basis. During the current year, PNG has terminated the said service concession agreement after giving notice to NHAI in accordance with the termination clauses of the service concession agreement and claimed compensation from NHAI.

The Company based on its legal evaluation has assessed the probable amount of claims to be received from NHAI by PNG and PNG's obligation towards its lenders and other creditors. On the basis of the said evaluation, the management has also assessed the recoverability of its investments in PNG in the form of equity and preference share capital, loans granted to PNG and interest receivable thereon. Accordingly, the management has recognised following provisions/write off in the statement of profit and loss and disclosed as an "Exceptional Items".

Particulars	31 March 2016 ₹. in Lacs
Provision for diminution in the value of investments in equity shares of PNG	4,396.60
Provision for diminution in the value of investments in preference shares of PNG	3,201.00
Provision for doubtful loans receivable from PNG	4,796.60
Interest receivable from PNG written off	1,090.96
Total	13,485.16

Further, the Company believes that there is no additional obligation towards the lenders of PNG under the common loan agreement entered between PNG and its lenders and towards other shareholder of PNG under the share purchase agreement. Accordingly, no additional provision has been recognised in the financial statements.

29. Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

As per our report of even date

For S R B C & CO LLP

Firm Registration No. 324982E / E300003

Chartered Accountants

For and on behalf of the Board of Directors of
Ashoka Concessions Limited

per Aryn Jassani

Membership No. 46447

Partner

Ashish A. Katariya

Managing Director

DIN - 00580763

Paresh C. Mehta

Director

DIN - 03474498

Place : Mumbai

Date : May 12, 2016

Place : Mumbai

Date : May 12, 2016

23. Related Party Disclosures
1. Names of related parties and related party relationship
Related Parties where control exists

Holding Company	Ashoka Buildcon Limited
Subsidiary	Ashoka Highways (Bhandara) Limited
Subsidiary	Ashoka Highways (Durg) Limited
Subsidiary	Ashoka Belgaum Dharwad Tollway Limited
Subsidiary	Ashoka Dhankuni Kharagpur Tollway Limited
Subsidiary	Ashoka Sambalpur Baragarh Tollway Limited
Fellow Subsidiary Company	Viva Highways Ltd.
Fellow Subsidiary Company	Viva Infrastructure Ltd.

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

Associate Company	PNG Tollway Limited
Associate Company	Jaora Nayagaon Toll Road Company Private Limited
Enterprise having significant influence	Macquaire SBI Infrastructure Investment Pte Limited
Enterprise having significant influence	SBI Macquaire Infrastructure Trust

3. Key management personnel and their relatives:

Key Management Personnel	Satish Parakh (Chairman)
Key Management Personnel	Ashish Katariya (Managing Director)
Key Management Personnel	Gyanchand Daga (Nominee Director of ABL)
Key Management Personnel	Sharad Abhyankar
Key Management Personnel	Rajendra Singhvi
Relatives of Key Management Personnel	Ashok Motilal Katariya (Father of Ashish Katariya)
Relatives of Key Management Personnel	Aditya Parakh (Son of Satish D. Parakh)

4. The following transactions were carried out with the related parties in the ordinary course of business:

₹. in Lacs

1	Relationship	Holding Company		Subsidiaries		Fellow Subsidiaries		Associates		Key Management Personnel and their relative		Enterprise having Significant Influence		Total	
		Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15
	Nature of Transaction														
	Income														
(A)	Sale of services- Road maintenance charges:	-	-	2,109.12	1,430.91	-	-	-	-	-	-	-	-	2,109.12	1,430.91
	Ashoka Belgaum Dharwad Tollway Ltd	-	-	301.38	239.42	-	-	-	-	-	-	-	-	301.38	239.42
	Ashoka Dhankuni Kharagpur Tollway Ltd.	-	-	500.76	-	-	-	-	-	-	-	-	-	500.76	-
	Ashoka Highways (Bhandara) Limited	-	-	599.38	599.17	-	-	-	-	-	-	-	-	599.38	599.17
	Ashoka Highways (Durg) Limited	-	-	489.69	499.36	-	-	-	-	-	-	-	-	489.69	499.36
	Ashoka Sambalpur Baragarh Tollway Ltd.	-	-	217.91	92.96	-	-	-	-	-	-	-	-	217.91	92.96
(B)	Toll Monetoring Services	-	-	48.00	-	-	-	36.00	-	-	-	-	-	84.00	-
	Ashoka Belgaum Dharwad Tollway Ltd	-	-	12.00	-	-	-	-	-	-	-	-	-	12.00	-
	Ashoka Dhankuni Kharagpur Tollway Ltd.	-	-	24.00	-	-	-	-	-	-	-	-	-	24.00	-
	Ashoka Sambalpur Baragarh Tollway Ltd.	-	-	12.00	-	-	-	-	-	-	-	-	-	12.00	-
	Jaora Nayagaon Toll Road Company Pvt.Ltd.	-	-	-	-	-	-	36.00	-	-	-	-	-	36.00	-
(C)	Interest Income	-	-	908.27	762.79	-	-	522.72	741.56	-	-	-	-	1,430.99	1,506.35
	Ashoka Highways (Bhandara) Limited	-	-	539.66	504.48	-	-	-	-	-	-	-	-	539.66	504.48
	Ashoka Highways (Durg) Limited	-	-	368.61	258.31	-	-	-	-	-	-	-	-	368.61	258.31
	PNG Tollway Ltd.	-	-	-	-	-	-	522.72	741.56	-	-	-	-	522.72	743.56
(D)	Interest Receivable converted to Preference Share	-	-	-	-	-	-	344	-	-	-	-	-	344.40	-
	PNG Tollway Ltd.	-	-	-	-	-	-	344	-	-	-	-	-	344.40	-

Relationship		Holding Company		Subsidiaries		Fellow Subsidiaries		Associates		Key Management Personnel and their relative		Enterprise having Significant Influence		Total	
		Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15
2	Expenses														
(A)	Operating expenses- sub contracting cost:	2,088.03	1,416.60	-	-	-	-	-	-	-	-	-	-	2,088.03	1,416.60
	Ashoka Buildcon Limited - (Sub Contracting Cost)	2,088.03	1,416.60	-	-	-	-	-	-	-	-	-	-	2,088.03	1,416.60
(B)	Other Expenses	0.86	-	-	-	-	-	-	-	-	-	-	-	0.86	-
	Ashoka Buildcon Limited - (Travelling Reimbursement)	0.86	-	-	-	-	-	-	-	-	-	-	-	0.86	-
(C)	Interest Expenses	794.52	221.51	-	-	-	-	-	-	-	-	-	-	794.52	221.51
	Ashoka Buildcon Ltd.	794.52	221.51	-	-	-	-	-	-	-	-	-	-	794.52	221.51
(D)	Office Rent Expenses	-	-	-	-	6.00	-	-	-	-	-	-	-	6.00	-
	Viva Highways Ltd.	-	-	-	-	6.00	-	-	-	-	-	-	-	6.00	-
(E)	Remuneration Paid (Inclusive of Perquisite)	-	-	-	-	-	-	-	-	58.81	74.58	-	-	58.81	74.58
	Ashish Katariya	-	-	-	-	-	-	-	-	58.81	74.58	-	-	58.81	74.58
(F)	Director Sitting Fees	-	-	-	-	-	-	-	-	8.10	0.30	-	-	8.10	0.30
	Gyanchand Daga	-	-	-	-	-	-	-	-	1.80	0.30	-	-	1.80	0.30
	Sharad Abhyankar	-	-	-	-	-	-	-	-	2.70	-	-	-	2.70	-
	Rajendra Singhvi	-	-	-	-	-	-	-	-	3.60	-	-	-	3.60	-
(G)	Interest Receivable Written Off (Refer note 28)	-	-	-	-	-	-	1,090.96	-	-	-	-	-	1,090.96	-
	PNG Tollway Ltd.	-	-	-	-	-	-	1,090.96	-	-	-	-	-	1,090.96	-
(H)	Provision for doubtful Loans receivable (Refer note 28)	-	-	-	-	-	-	4,796.60	-	-	-	-	-	4,796.60	-
	PNG Tollway Ltd.	-	-	-	-	-	-	4,796.60	-	-	-	-	-	4,796.60	-
3	Finance														
(A)	Loan given (including interest receivable converted into loans)	-	-	18,320.64	22,097.73	-	-	400.00	2,243.28	-	-	-	-	18,720.64	24,341.01
	Ashoka Belgaum Dharwad Tollway Limited	-	-	2,781.00	1,444.00	-	-	-	-	-	-	-	-	2,781.00	1,444.00
	Ashoka Dhankuni Kharagpur Tollway Limited	-	-	3,730.00	15,208.72	-	-	-	-	-	-	-	-	3,730.00	15,208.72
	Ashoka Highways (Bhandara) Limited	-	-	485.69	1,037.38	-	-	-	-	-	-	-	-	485.69	1,037.38
	Ashoka Sambalpur Baragarh Tollway Limited	-	-	10,282.20	3,636.00	-	-	-	-	-	-	-	-	10,282.20	3,636.00
	Ashoka Highways (Durg) Limited	-	-	1,041.75	771.63	-	-	-	-	-	-	-	-	1,041.75	771.63
	PNG Tollway Ltd.	-	-	-	-	-	-	400.00	2,243.28	-	-	-	-	400.00	2,243.28
(B)	Repayment of Loan given	-	-	23,495.55	369.00	-	-	-	74.07	-	-	-	-	23,495.55	443.07
	Ashoka Belgaum Dharwad Tollway Ltd	-	-	5.00	369.00	-	-	-	-	-	-	-	-	5.00	369.00
	Ashoka Dhankuni Kharagpur Tollway Limited	-	-	23,490.55	-	-	-	-	-	-	-	-	-	23,490.55	-
	Ashoka Sambhalpur Baragarh Tollway Ltd.	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	PNG Tollway Ltd.	-	-	-	-	-	-	-	74.07	-	-	-	-	-	74.07
(C)	Allotment of Debentures (Including Premium)	2,800.00	5,500.00	-	-	4,000.01	9,000.00	-	-	-	-	1,600.02	16,099.99	8,400.03	30,599.99
	Ashoka Buildcon Ltd.	2,800.00	5,500.00	-	-	-	-	-	-	-	-	-	-	2,800.00	5,500.00
	Macquaire SBI Infrastructure Investment Pte Limited.	-	-	-	-	-	-	-	-	-	-	1,152.02	11,591.98	1,152.02	11,591.98
	SBI Macquaire Infrastructure Trust	-	-	-	-	-	-	-	-	-	-	448.00	4,508.00	448.00	4,508.00
	Viva Highways Ltd.	-	-	-	-	1,500.01	5,000.00	-	-	-	-	-	-	1,500.01	5,000.00
	Viva Infrastructure Ltd.	-	-	-	-	2,500.00	4,000.00	-	-	-	-	-	-	2,500.00	4,000.00
(D)	Short term loan received	10,431.97	8,849.98	-	-	-	-	-	-	-	-	-	-	10,431.97	8,849.98
	Ashoka Buildcon Limited	10,431.97	8,849.98	-	-	-	-	-	-	-	-	-	-	10,431.97	8,849.98

Relationship	Holding Company		Subsidiaries		Fellow Subsidiaries		Associates		Key Management Personnel and their relative		Enterprise having Significant Influence		Total		
	Nature of Transaction	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15	Mar-16	Mar-15
(E) Repayment of short term loan	13,723.02	5,558.92	-	-	-	-	-	-	-	-	-	-	-	13,723.02	5,558.92
Ashoka Buildcon Limited	13,723.02	5,558.92	-	-	-	-	-	-	-	-	-	-	-	13,723.02	5,558.92
(F) Purchase of shares/ equity contribution	-	0.02	-	5,322.35	-	-	3,201.00	-	-	-	-	-	-	3,201.00	5,322.37
Ashoka Buildcon Limited	-	0.02	-	-	-	-	-	-	-	-	-	-	-	-	0.02
Ashoka Dhankuni Kharagpur Tollway Ltd.	-	-	-	5,322.35	-	-	-	-	-	-	-	-	-	-	5,322.35
PNG Tollway Ltd. - Pref. Shares	-	-	-	-	-	-	3,201.00	-	-	-	-	-	-	3,201.00	-
(G) Conversion of Loan into Preference share	-	-	-	-	-	-	2,856.60	-	-	-	-	-	-	2,856.60	-
PNG Tollway Ltd. - Pref. Shares	-	-	-	-	-	-	2,856.60	-	-	-	-	-	-	2,856.60	-
(H) Allotment of shares against advance paid	-	-	-	-	-	-	5,646.77	-	-	-	-	-	-	5,646.77	-
Jaora Nayagaon Toll Road Co. Pvt.Ltd.	-	-	-	-	-	-	5,646.77	-	-	-	-	-	-	5,646.77	-
(I) Advance for Purchase of Shares	-	-	-	-	-	5,646.77	-	-	-	-	-	-	-	-	5,646.77
Viva Highways Ltd.	-	-	-	-	-	4,691.28	-	-	-	-	-	-	-	-	4,691.28
Viva Infrastructure Ltd.	-	-	-	-	-	955.49	-	-	-	-	-	-	-	-	955.49
4 Outstanding at the year end															
(A) Receivable	-	-	175.29	266.97	-	-	-	-	-	-	-	-	-	175.29	266.97
Ashoka Belgaum Dharwad Tollway Ltd	-	-	25.00	84.91	-	-	-	-	-	-	-	-	-	25.00	84.91
Ashoka Dhankuni Kharagpur Tollway Ltd.	-	-	41.71	-	-	-	-	-	-	-	-	-	-	41.71	-
Ashoka Highways (Bhandara) Ltd.	-	-	48.27	48.98	-	-	-	-	-	-	-	-	-	48.27	48.98
Ashoka Highways (Durg) Limited	-	-	38.86	41.98	-	-	-	-	-	-	-	-	-	38.86	41.98
Ashoka Sambalpur Baragarh Tollway Ltd.	-	-	18.32	91.10	-	-	-	-	-	-	-	-	-	18.32	91.10
Jaora Nayagaon Toll Road Company Pvt.Ltd.	-	-	3.13	-	-	-	-	-	-	-	-	-	-	3.13	-
(B) Payable	166.51	274.50	-	-	-	-	-	-	-	-	-	-	-	166.51	274.50
Ashoka Buildcon Limited	166.51	274.50	-	-	-	-	-	-	-	-	-	-	-	166.51	274.50
(For subcontracting Expenses)															
(C) Loan receivable	-	-	87,585.06	92,759.98	-	-	-	7,253.01	-	-	-	-	-	87,585.06	100,012.99
Ashoka Belgaum Dharwad Tollway Ltd	-	-	8,654.17	5,878.17	-	-	-	-	-	-	-	-	-	8,654.17	5,878.17
Ashoka Dhankuni Kharagpur Tollway Limited	-	-	33,816.18	53,576.73	-	-	-	-	-	-	-	-	-	33,816.18	53,576.73
Ashoka Highways (Bhandara) Limited	-	-	9,251.18	8,765.49	-	-	-	-	-	-	-	-	-	9,251.18	8,765.49
Ashoka Highways (Durg) Limited	-	-	10,225.45	9,183.70	-	-	-	-	-	-	-	-	-	10,225.45	9,183.70
Ashoka Sambalpur Baragarh Tollway Ltd.	-	-	25,638.08	15,355.89	-	-	-	-	-	-	-	-	-	25,638.08	15,355.89
PNG Tollway Ltd. (Refer note 28)	-	-	-	-	-	-	-	7,253.01	-	-	-	-	-	-	7,253.01
(D) Interest Receivable	-	-	-	-	-	-	-	964.26	-	-	-	-	-	-	964.26
PNG Tollway Ltd. (Refer note 28)	-	-	-	-	-	-	-	964.26	-	-	-	-	-	-	964.26
(E) Loan Payable	-	3,291.06	-	-	-	-	-	-	-	-	-	-	-	-	3,291.06
Ashoka Buildcon Limited	-	3,291.06	-	-	-	-	-	-	-	-	-	-	-	-	3,291.06
(F) Interest accrued and due on borrowings	-	69.24	-	-	-	-	-	-	-	-	-	-	-	-	69.24
Ashoka Buildcon Limited	-	69.24	-	-	-	-	-	-	-	-	-	-	-	-	69.24
(G) Remuneration Payable (Inclusive of perquisite)	-	-	-	-	-	-	-	-	6.00	10.71	-	-	-	6.00	10.71
Ashish Katariya	-	-	-	-	-	-	-	-	6.00	10.71	-	-	-	6.00	10.71