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

1. CORPORATE INFORMATION

GMR Infrastructure Limited ('GIL' or 'the Company') and its subsidiaries, associates and jointly controlled entities (hereinafter collectively referred to as 'the Group') are mainly engaged in generation of power, mining and exploration activities, development of highways, infrastructure development such as development and maintenance of airports and special economic zones, construction business including Engineering, Procurement and Construction ('EPC') contracting activities and operation of airports and special economic zones.

Power sector

Certain entities of the Group are involved in the generation of power. These are separate Special Purpose Vehicles ('SPV') which have entered into Power Purchase Agreements ('PPA') with the electricity distribution companies of the respective state governments / other government authorities (either on the basis of Memorandum of Understanding or through a bid process) or short term power supply agreements to generate and sell power directly to consumers as a merchant plant. Certain entities of the Group are involved in the mining and exploration activities. The Group is also involved in energy and coal trading activities.

Airport sector

Certain entities of the Group are engaged in development and operation of airport infrastructure such as greenfield international airport at Hyderabad and modernisation and operation of international airports at Delhi, Male and Cebu on build, own, operate and transfer basis.

Development of Highways

Certain entities of the Group are engaged in development of highways on build, operate and transfer model on annuity or toll basis. These are SPVs which have entered into concessionaire agreements with National Highways Authority of India ('NHAI') or the respective state governments for carrying out these projects.

Construction business

Certain entities of the Group are in the business of construction including as an EPC contractor. These entities are engaged in handling of EPC solution in the infrastructure sector.

Others

Entities of the Group which cover all residual activities of the Group that include special economic zones, operations of hotels, investment activities and management / technical consultancy.

2. PRINCIPLES OF CONSOLIDATION

The consolidated financial statements include accounts of the subsidiaries (accounted as per Accounting Standard ('AS') 21), associates (accounted as per AS 23) and jointly controlled entities (accounted as per AS 27). Subsidiary undertakings are those entities in which the Company, directly or indirectly, has an interest of more than one half of voting power or otherwise controls the composition of the Board / Governing Body so as to obtain economic benefits from its activities. Subsidiaries are consolidated from the date on which effective control is transferred to the Group till the date such control ceases. The consolidated financial statements have been prepared to comply in all material respects with the accounting standards specified under Section 133 of the Companies Act, 2013 ("the Act"), read with Rule 7 of the Companies (Accounts) Rules, 2014. The consolidated financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Group as in the previous year.

The consolidated financial statements of the Group have been prepared based on a line-by-line consolidation of the balance sheets, the statements of profit and loss and the cash flow statements of the Company and its subsidiaries. All inter-company transactions, balances and unrealised surpluses and deficits on transactions between the entities in the Group are eliminated unless cost cannot be recovered.

The excess of the cost to the Company of its investments in subsidiaries, over its proportionate share in equity of the investee Company as at the date of acquisition is recognised in the consolidated financial statements as goodwill and disclosed under intangible assets. In case the cost of investment in subsidiaries is less than the proportionate share in equity of the investee Company as on the date of investment, the difference is treated as capital reserve and shown under reserves and surplus.

The gains arising from the dilution of interest on issue of additional shares to third parties, without loss of control is recorded as capital reserve. Gains or losses arising on the direct sale by the Company of its investment in its subsidiaries are transferred to the statement of profit and loss. Such gains or losses are the difference between the sale proceeds and the net carrying values of the investments.

The consolidated financial statements have been prepared using uniform policies for like transactions and other events in similar circumstances and are presented to the extent possible in the same manner as the Company's separate financial statements.

Investments in the associates have been accounted in the consolidated financial statements as per AS 23 on "Accounting for Investments in Associates". Investments in associates, which have been made for temporary purposes, have not been considered for consolidation.

Investments in the jointly controlled entities have been accounted using proportionate consolidation method whereby the Group includes its share of the assets, liabilities, income and expenses of the jointly controlled entities in its consolidated financial statements as per AS 27 on "Financial Reporting of Interests in Joint Ventures."

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

The entities consolidated in the consolidated financial statements are listed below:

(₹ in crore)

Sl. No.	Name of the entity	Country of incorporation	Relationship as at March 31, 2016	Percentage of effective ownership interest held (directly and indirectly) as at		Percentage of voting rights held as at		Net assets * As at				Net profit / (loss) * For the year ended			
				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
1	GMR Infrastructure Limited (GIL)	India	Holding Company					(4,673.00)	-61.58%	(2,650.29)	-27.44%	(366.78)	18.35%	(453.18)	15.31%
2	GMR Energy Limited (GEL)	India	Subsidiary	92.60%	92.60%	92.60%	92.60%	(2,500.06)	-32.94%	(2,428.98)	-25.15%	(275.39)	13.78%	(366.56)	12.39%
3	GMR Power Corporation Limited (GPCL)	India	Subsidiary	47.23%	47.23%	51.00%	51.00%	(357.93)	-4.72%	(250.47)	-2.59%	(146.67)	7.34%	(75.83)	2.56%
4	GMR Vemagiri Power Generation Limited (GVPGL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	519.87	6.85%	622.36	6.44%	(31.69)	1.59%	(38.05)	1.29%
5	GMR (Badrinath) Hydro Power Generation Private Limited (GBHPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	255.18	3.36%	274.97	2.85%	(25.90)	1.30%	(13.33)	0.45%
6	GMR Mining & Energy Private Limited (GMEL)	India	Subsidiary	87.41%	87.41%	100.00%	100.00%	(0.14)	0.00%	(0.13)	0.00%	(0.14)	0.01%	(0.35)	0.01%
7	GMR Kamalanga Energy Limited (GKEL)	India	Subsidiary	79.63%	79.63%	85.99%	85.99%	1,201.30	15.83%	1,468.14	15.20%	(680.29)	34.03%	(1,071.90)	36.22%
8	Himtal Hydro Power Company Private Limited (HHPPL)	Nepal	Subsidiary	75.93%	75.93%	82.00%	82.00%	48.38	0.64%	51.03	0.53%	(0.04)	0.00%	(0.23)	0.01%
9	GMR Energy (Mauritius) Limited (GEML)	Mauritius	Subsidiary	92.97%	92.97%	100.00%	100.00%	36.47	0.48%	39.52	0.41%	(0.18)	0.01%	(0.32)	0.01%
10	GMR Lion Energy Limited (GLEL)	Mauritius	Subsidiary	92.97%	92.97%	100.00%	100.00%	(0.07)	0.00%	0.10	0.00%	(0.91)	0.05%	(1.32)	0.04%
11	GMR Upper Karnali Hydropower Limited (GUKPL)	Nepal	Subsidiary	67.87%	67.87%	73.00%	73.00%	39.83	0.52%	45.91	0.48%	(2.02)	0.10%	(0.31)	0.01%
12	GMR Energy Trading Limited (GETL)	India	Subsidiary	98.59%	98.59%	100.00%	100.00%	24.35	0.32%	(166.83)	-1.73%	839.35	-41.99%	340.15	-11.49%
13	GMR Consulting Services Private Limited (GCSPL)	India	Subsidiary	91.67%	91.67%	99.00%	99.00%	1.13	0.01%	0.65	0.01%	(2.66)	0.13%	(7.53)	0.25%
14	GMR Coastal Energy Private Limited (GCEPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	0.01	0.00%	3.13	0.03%	(3.08)	0.15%	(0.02)	0.00%
15	GMR Bajoli Holi Hydropower Private Limited (GBHHPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	443.19	5.84%	428.35	4.43%	(1.11)	0.06%	(0.78)	0.03%
16	GMR Londa Hydropower Private Limited (GLHPPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	0.57	0.01%	55.48	0.57%	(55.72)	2.79%	(0.05)	0.00%
17	GMR Kakinada Energy Private Limited (GKEPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	(0.54)	-0.01%	0.29	0.00%	(0.76)	0.04%	(0.01)	0.00%
18	Rampia Coal Mine and Energy Private Limited (RCMEPL)	India	Jointly controlled entity	16.10%	16.10%	17.39%	17.39%	(0.29)	0.00%	(0.58)	-0.01%	0.00%	0.00%	(0.02)	0.00%
19	GMR Chhattisgarh Energy Limited (GCHEPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	2,837.76	37.39%	2,701.85	27.97%	(582.81)	29.16%	(65.53)	2.21%
20	GMR Energy (Cyprus) Limited (GECL)	Cyprus	Subsidiary	92.97%	92.97%	100.00%	100.00%	(0.09)	0.00%	(1.19)	-0.01%	(0.19)	0.01%	(5.04)	0.17%

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

(₹ in crore)

Sl. No.	Name of the entity	Country of incorporation	Relationship as at March 31, 2016	Percentage of effective ownership interest held (directly and indirectly) as at		Percentage of voting rights held as at		Net assets * As at				Net profit / (loss) * For the year ended			
				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
21	GMR Energy (Netherlands) B.V. (GENBV)	Netherlands	Subsidiary	92.97%	92.97%	100.00%	100.00%	(93.92)	-1.24%	(180.05)	-1.86%	(1.70)	0.09%	(7.70)	0.26%
22	PT Dwikarya Sejati Utma (PTDSU)	Indonesia	Subsidiary	92.97%	92.97%	100.00%	100.00%								
23	PT Duta Sarana Internusa (PTDSI)	Indonesia	Subsidiary	92.97%	92.97%	100.00%	100.00%	270.45	3.56%	455.33	4.71%	(99.43)	4.97%	(1.71)	0.06%
24	PT Barasentosa Lestari (PTBSL)	Indonesia	Subsidiary	92.97%	92.97%	100.00%	100.00%								
25	GMR Rajahmundry Energy Limited (GREL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	897.77	11.83%	1,143.88	11.84%	(257.08)	12.86%	(4.33)	0.15%
26	SJK Powergen Limited (SJK)	India	Subsidiary	64.82%	64.82%	70.00%	70.00%	78.86	1.04%	136.81	1.42%	(3.64)	0.18%	(62.99)	2.13%
27	PT Unsoco (PT)	Indonesia	Subsidiary	92.97%	92.97%	100.00%	100.00%	0.13	0.00%	0.12	0.00%	-	0.00%	-	0.00%
28	GMR Warora Energy Limited (GWEL) (formerly known as EMCO Energy Limited)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	(198.83)	-2.62%	222.82	2.31%	(441.70)	22.10%	(482.78)	16.31%
29	Homeland Energy Group Limited (HEGL)	Canada	Subsidiary[1]	-	51.60%	-	55.72%	-	-	1.53	0.02%	-	-	(24.36)	0.82%
30	GMR Maharashtra Energy Limited (GMAEL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	7.17	0.09%	7.13	0.07%	(0.03)	0.00%	(0.02)	0.00%
31	PT Golden Energy Mines Tbk (PTGEMS)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								
32	PT Roundhill Capital Indonesia (RCI)	Indonesia	Jointly controlled entity	27.62%	27.62%	29.70%	29.70%								
33	PT Borneo Indobara (BIB)	Indonesia	Jointly controlled entity	27.36%	27.36%	29.43%	29.43%								
34	PT Kuansing Inti Makmur (KIM)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								
35	PT Karya Cemerlang Persada (KCP)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								
36	PT Bungo Bara Utama (BBU)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								
37	PT Bara Harmonis Batang Asam (BHBA)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								
38	PT Berkat Nusantara Permai (BNP)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%	3,163.17	41.68%	3,029.14	31.36%	(35.64)	1.78%	(10.62)	0.36%
39	PT Tanjung Belit Bara Utama (TBBU)	Indonesia	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								

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

(₹ in crore)

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				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
40	PT Trisula Kencana Sakti (TKS)	Indonesia	Jointly controlled entity	19.52%	19.52%	21.00%	21.00%								
41	GEMS Trading Resources Pte Limited (GEMSCR) (Formerly known as GEMS Coal Resources Pte Limited)	Singapore	Jointly controlled entity	27.89%	27.89%	30.00%	30.00%								
42	PT Bumi Anugerah Semesta (BAS)	Indonesia	Jointly controlled entity[2]	27.89%	22.31%	30.00%	24.00%								
43	PT GEMS Energy Indonesia (PTGEI)	Indonesia	Jointly controlled entity[3]	27.89%	-	30.00%	-								
44	Shanghai Jingguang Energy Co Ltd (SJECL)	China	Jointly controlled entity[3]	27.89%	-	30.00%	-								
45	GMR Bundelkhand Energy Private Limited (GBEPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	(35.50)	-0.47%	11.93	0.12%	(4.30)	0.22%	(0.56)	0.02%
46	GMR Rajam Solar Power Private Limited (GRSPPL) (formerly known as GMR Uttar Pradesh Energy Private Limited)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	2.10	0.03%	0.16	0.00%	(0.05)	0.00%	(0.01)	0.00%
47	GMR Hosur Energy Limited (GHOEL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	(1.53)	-0.02%	3.59	0.04%	(4.69)	0.23%	(0.68)	0.02%
48	GMR Gujarat Solar Power Private Limited (GGSPPL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	88.81	1.17%	93.28	0.97%	(6.11)	0.31%	(11.27)	0.38%
49	Karnali Transmission Company Private Limited (KTCPL)	Nepal	Subsidiary	92.97%	92.97%	100.00%	100.00%	2.15	0.03%	1.49	0.02%	(0.01)	0.00%	(0.01)	0.00%
50	Marsyangdi Transmission Company Private Limited (MTCPL)	Nepal	Subsidiary	92.97%	92.97%	100.00%	100.00%	2.72	0.04%	2.11	0.02%	(0.01)	0.00%	(0.01)	0.00%
51	GMR Indo-Nepal Energy Links Limited (GINELL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	0.20	0.00%	0.20	0.00%	(0.01)	0.00%	(0.01)	0.00%
52	GMR Indo-Nepal Power Corridors Limited (GINPCL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	0.34	0.00%	0.34	0.00%	(0.01)	0.00%	(0.01)	0.00%
53	GMR Renewable Energy Limited (GREEL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	30.95	0.41%	11.78	0.12%	1.88	-0.09%	(0.21)	0.01%
54	Aravali Transmission Service Company Limited (ATSCL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	24.08	0.32%	26.74	0.28%	(2.19)	0.11%	0.33	-0.01%
55	Maru Transmission Service Company Limited (MTSCL)	India	Subsidiary	92.60%	92.60%	100.00%	100.00%	70.19	0.92%	67.28	0.70%	5.41	-0.27%	1.29	-0.04%
56	GMR Energy Projects (Mauritius) Limited (GEPML)	Mauritius	Subsidiary	100.00%	100.00%	100.00%	100.00%	1.25	0.02%	1.30	0.01%	(0.33)	0.02%	(0.54)	0.02%

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

(₹ in crore)

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				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
57	GMR Infrastructure (Singapore) Pte Limited (GISPL)	Singapore	Subsidiary	100.00%	100.00%	100.00%	100.00%	(522.55)	-6.89%	(494.47)	-5.12%	(33.24)	1.66%	(21.05)	0.71%
58	GMR Coal Resources Pte Limited (GCRPL)	Singapore	Subsidiary	92.97%	92.97%	100.00%	100.00%	(2,592.66)	-34.17%	(2,379.79)	-24.64%	(143.71)	7.19%	(140.71)	4.75%
59	GMR Power Infra Limited (GPIL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	5.47	0.07%	5.84	0.06%	(0.23)	0.01%	(0.63)	0.02%
60	GMR Highways Limited (GMRHL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	114.34	1.51%	(35.00)	-0.36%	(129.80)	6.49%	(64.52)	2.18%
61	GMR Tambaram Tindivanam Expressways Limited (GTTEPL)	India	Subsidiary	85.75%	85.75%	100.00%	100.00%	(79.34)	-1.05%	(72.09)	-0.75%	16.26	-0.81%	14.63	-0.49%
62	GMR Tuni Anakapalli Expressways Limited (GTAEPL)	India	Subsidiary	85.75%	85.75%	100.00%	100.00%	(31.99)	-0.42%	(36.91)	-0.38%	6.52	-0.33%	4.54	-0.15%
63	GMR Ambala Chandigarh Expressways Private Limited (GACEPL)	India	Subsidiary	98.08%	98.08%	100.00%	100.00%	187.61	2.47%	210.06	2.17%	(21.29)	1.07%	(44.41)	1.50%
64	Jadcherla Expressways Private Limited (JEPL)	India	Associate	25.98%	25.98%	26.00%	26.00%	-	-	-	-	-	-	-	-
65	GMR Pochanpalli Expressways Limited (GPEL)	India	Subsidiary	99.96%	99.96%	100.00%	100.00%	72.93	0.96%	95.64	0.99%	(0.10)	0.01%	(20.20)	0.68%
66	Ulundurpet Expressways Private Limited (UEPL)	India	Associate	25.97%	25.97%	26.00%	26.00%	-	-	-	-	-	-	-	-
67	GMR Hyderabad Vijayawada Expressways Private Limited (GHVEPL)	India	Subsidiary	90.00%	90.00%	90.00%	90.00%	380.52	5.01%	460.91	4.77%	(100.06)	5.01%	(88.68)	3.00%
68	GMR Chennai Outer Ring Road Private Limited (GCORRPL)	India	Subsidiary	89.26%	89.26%	90.00%	90.00%	163.94	2.16%	183.29	1.90%	(18.51)	0.93%	(20.87)	0.71%
69	GMR OSE Hungund Hospet Highways Private Limited (GOSEHHHPL)	India	Associate[4,13]	36.00%	51.00%	36.00%	51.00%	-	-	164.60	1.70%	28.22	-1.41%	(42.70)	1.44%
70	GMR Kishangarh Udaipur Ahmedabad Expressways Limited (GKUAEL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	603.17	7.95%	602.99	6.24%	(6.32)	0.32%	(130.62)	4.41%
71	GMR Highways Projects Private Limited (GHPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	-	-	0.01	0.00%	-	-	-	-
72	GMR Hyderabad International Airport Limited (GHIAL)	India	Subsidiary	61.20%	61.20%	63.00%	63.00%	23.41	0.31%	3.33	0.03%	(2.09)	0.10%	(246.94)	8.34%
73	Gateways for India Airports Private Limited (GFIAL)	India	Subsidiary	86.49%	86.49%	86.49%	86.49%	2.21	0.03%	2.11	0.02%	0.10	-0.01%	0.42	-0.01%
74	Hyderabad Menzies Air Cargo Private Limited (HMACPL)	India	Subsidiary	31.21%	31.21%	51.00%	51.00%	70.19	0.92%	56.45	0.58%	46.72	-2.34%	38.68	-1.31%
75	Hyderabad Airport Security Services Limited (HASSL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	(12.35)	-0.16%	(25.24)	-0.26%	0.18	-0.01%	0.03	0.00%

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(₹ in crore)

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				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
76	GMR Hyderabad Airport Resource Management Limited (GHARML)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	0.02	0.00%	0.04	0.00%	-	-	-	-
77	GMR Hyderabad Aerotropolis Limited (HAPL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	29.71	0.39%	31.96	0.33%	(2.11)	0.11%	0.25	-0.01%
78	GMR Hyderabad Aviation SEZ Limited (GHASL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	25.99	0.34%	35.96	0.37%	(8.84)	0.44%	(5.97)	0.20%
79	GMR Hyderabad Multiproduct SEZ Limited (GHMSL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	0.01	0.00%	0.01	0.00%	-	-	-	-
80	GMR Aerospace Engineering Limited (GAEL) (formerly known as MAS GMR Aerospace Engineering Company Private Limited)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	(265.52)	-3.50%	(228.17)	-2.36%	(44.04)	2.20%	(31.04)	1.05%
81	GMR Aero Technic Limited (GATL) (formerly known as MAS GMR Aero Technic Limited)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	166.72	2.20%	179.76	1.86%	(9.19)	0.46%	(16.63)	0.56%
82	Hyderabad Duty Free Retail Limited (HDFRL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	29.01	0.38%	24.78	0.26%	34.88	-1.74%	22.36	-0.76%
83	GMR Airport Developers Limited (GADL)	India	Subsidiary	97.15%	97.15%	100.00%	100.00%	(62.79)	-0.83%	(81.72)	-0.85%	(56.90)	2.85%	(62.37)	2.11%
84	GMR Airport Handling Services Company Limited (GAHSCL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	0.02	0.00%	0.03	0.00%	-	-	-	-
85	Asia Pacific Flight Training Academy Limited (APFT)	India	Jointly controlled entity	24.51%	24.51%	40.04%	40.04%	(0.03)	0.00%	(0.02)	0.00%	(0.02)	0.00%	(1.22)	0.04%
86	GADL International Limited (GADLIL)	Isle of Man	Subsidiary	97.15%	97.15%	100.00%	100.00%	30.22	0.40%	11.93	0.12%	(1.42)	0.07%	(3.25)	0.11%
87	GADL (Mauritius) Limited (GADLML)	Mauritius	Subsidiary	97.15%	97.15%	100.00%	100.00%	0.26	0.00%	0.46	0.00%	(0.22)	0.01%	(0.18)	0.01%
88	GMR Hotels and Resorts Limited (GHRL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	24.21	0.32%	31.28	0.32%	(13.61)	0.68%	(18.69)	0.63%
89	Laqshya Hyderabad Airport Media Private Limited (Laqshya)	India	Jointly controlled entity	29.99%	29.99%	49.00%	49.00%	19.44	0.26%	17.56	0.18%	15.92	-0.80%	13.04	-0.44%
90	GMR Hyderabad Airport Power Distribution Limited (GHAPDL)	India	Subsidiary	61.20%	61.20%	100.00%	100.00%	0.03	0.00%	0.03	0.00%	-	-	-	-
91	Delhi International Airport Private Limited (DIAL)	India	Subsidiary[5]	62.18%	52.46%	64.00%	54.00%	2,704.11	35.63%	1,870.15	19.36%	31.28	-1.56%	(168.17)	5.68%
92	Delhi Aviation Services Private Limited (DASPL)	India	Jointly controlled entity[6]	31.09%	26.23%	50.00%	50.00%	13.66	0.18%	10.72	0.11%	6.07	-0.30%	2.76	-0.09%

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

(₹ in crore)

Sl. No.	Name of the entity	Country of incorporation	Relationship as at March 31, 2016	Percentage of effective ownership interest held (directly and indirectly) as at		Percentage of voting rights held as at		Net assets * As at				Net profit / (loss) * For the year ended			
				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
93	Delhi Aerotropolis Private Limited (DAPL)	India	Subsidiary[6]	62.18%	52.46%	100.00%	100.00%	0.09	0.00%	0.09	0.00%	-	-	(0.01)	0.00%
94	East Delhi Waste Processing Company Private Limited (EDWPCPL)	India	Associate[6]	30.46%	25.70%	48.99%	48.99%	-	-	0.04	0.00%	-	-	-	-
95	Travel Food Services (Delhi Terminal 3) Private Limited (TFS)	India	Jointly controlled entity[6]	24.87%	20.98%	40.00%	40.00%	2.51	0.03%	1.02	0.01%	8.34	-0.42%	6.08	-0.21%
96	Devyani Food Street Private Limited (DFSPL)	India	Jointly controlled entity[7, 12]	-	-	-	-	-	-	-	-	-	-	15.86	-0.54%
97	Delhi Duty Free Services Private Limited (DDFS)	India	Subsidiary[6]	47.57%	42.72%	66.93%	66.93%	19.78	0.26%	(11.97)	-0.12%	453.84	-22.70%	345.56	-11.68%
98	Delhi Aviation Fuel Facility Private Limited (DAFF)	India	Jointly controlled entity[6]	16.17%	13.64%	26.00%	26.00%	19.38	0.26%	16.51	0.17%	13.92	-0.70%	10.77	-0.36%
99	Celebi Delhi Cargo Terminal Management India Private Limited (CDCTM)	India	Jointly controlled entity[6]	16.17%	13.64%	26.00%	26.00%	27.43	0.36%	22.54	0.23%	41.04	-2.05%	40.60	-1.37%
100	Delhi Cargo Service Center Private Limited (DCSCPL)	India	Jointly controlled entity[7, 12]	-	-	-	-	-	-	-	-	-	-	11.10	-0.38%
101	Wipro Airport IT Services Limited (WAISL)	India	Jointly controlled entity[6]	16.17%	13.64%	26.00%	26.00%	3.76	0.05%	1.48	0.02%	(9.92)	0.50%	(10.13)	0.34%
102	Delhi Airport Parking Services Private Limited (DAPSL)	India	Subsidiary[6]	71.13%	66.28%	90.00%	90.00%	121.35	1.60%	113.07	1.17%	25.00	-1.25%	6.47	-0.22%
103	TIM Delhi Airport Advertising Private Limited (TIM)	India	Jointly controlled entity[6]	31.03%	26.18%	49.90%	49.90%	25.59	0.34%	12.57	0.13%	72.37	-3.62%	65.17	-2.20%
104	GMR Airports Limited (GAL)	India	Subsidiary	97.15%	97.15%	97.15%	97.15%	98.16	1.29%	556.83	5.76%	24.97	-1.25%	23.37	-0.79%
105	GMR Male International Airport Private Limited (GMIAL)	Maldives	Subsidiary	76.99%	76.99%	77.00%	77.00%	132.72	1.75%	65.38	0.68%	(22.59)	1.13%	(12.66)	0.43%
106	GMR Male Retail Private Limited (GMRPL)	Maldives	Subsidiary[8]	96.66%	96.66%	99.50%	99.50%	-	-	0.04	0.00%	0.08	0.00%	(0.01)	0.00%
107	GMR Airports (Malta) Limited (GMRAML)	Malta	Subsidiary[8]	97.15%	97.15%	100.00%	100.00%	-	-	0.10	0.00%	0.32	-0.02%	(1.97)	0.07%
108	GMR Airport Global Limited (GAGL)	Isle of Man	Subsidiary	97.15%	97.15%	100.00%	100.00%	2.53	0.03%	8.92	0.09%	(6.77)	0.34%	0.87	-0.03%
109	GMR Airports (Mauritius) Limited (GALM)	Mauritius	Subsidiary	97.15%	97.15%	100.00%	100.00%	1.14	0.02%	(29.28)	-0.30%	46.94	-2.35%	(25.52)	0.86%
110	GMR Megawide Cebu Airport Corporation (GMCAC)	Philippines	Jointly controlled entity	40.00%	40.00%	40.00%	40.00%	298.81	3.94%	299.52	3.10%	29.79	-1.49%	(4.16)	0.14%

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(₹ in crore)

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				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
111	GMR Aviation Private Limited (GAPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	135.16	1.78%	127.55	1.32%	(33.93)	1.70%	(25.46)	0.86%
112	GMR Krishnagiri SEZ Limited (GKSEZ)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	374.63	4.94%	344.80	3.57%	(0.41)	0.02%	(0.31)	0.01%
113	Advika Properties Private Limited (APPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.98	0.09%	6.98	0.07%	-	-	(0.01)	0.00%
114	Aklima Properties Private Limited (AKPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	4.12	0.05%	4.12	0.04%	-	-	(0.01)	0.00%
115	Amartya Properties Private Limited (AMPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	7.50	0.10%	7.52	0.08%	(0.03)	0.00%	0.13	0.00%
116	Baruni Properties Private Limited (BPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	5.57	0.07%	5.56	0.06%	-	-	(0.01)	0.00%
117	Bougainvillea Properties Private Limited (BOPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.06	0.08%	6.10	0.06%	(0.01)	0.00%	(0.01)	0.00%
118	Camelia Properties Private Limited (CPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	5.70	0.08%	5.87	0.06%	-	-	(0.04)	0.00%
119	Deepesh Properties Private Limited (DPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	10.96	0.14%	7.99	0.08%	-	-	(0.01)	0.00%
120	Eila Properties Private Limited (EPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	8.45	0.11%	8.44	0.09%	(0.01)	0.00%	(0.01)	0.00%
121	Gerbera Properties Private Limited (GPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.42	0.08%	6.60	0.07%	0.01	0.00%	0.02	0.00%
122	Lakshmi Priya Properties Private Limited (LPPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.99	0.09%	7.28	0.08%	(0.01)	0.00%	(0.01)	0.00%
123	Honeysuckle Properties Private Limited (HPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	9.25	0.12%	7.75	0.08%	-	-	(0.01)	0.00%
124	Idika Properties Private Limited (IPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.33	0.08%	6.33	0.07%	-	-	(0.02)	0.00%
125	Krishnapriya Properties Private Limited (KPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.30	0.08%	6.30	0.07%	-	-	(0.03)	0.00%
126	Larkspur Properties Private Limited (LAPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.27	0.08%	6.28	0.07%	(0.02)	0.00%	(0.13)	0.00%
127	Nadira Properties Private Limited (NPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.46	0.09%	6.59	0.07%	(0.02)	0.00%	-	-
128	Padmapriya Properties Private Limited (PAPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	12.76	0.17%	19.26	0.20%	(0.02)	0.00%	0.04	0.00%
129	Prakalpa Properties Private Limited (PPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.78	0.09%	6.89	0.07%	-	-	(0.01)	0.00%
130	Purnachandra Properties Private Limited (PUPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	6.54	0.09%	6.54	0.07%	-	-	(0.04)	0.00%
131	Shreyadita Properties Private Limited (SPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	5.24	0.07%	5.24	0.05%	-	-	(0.02)	0.00%
132	Pranesh Properties Private Limited (PRPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	7.12	0.09%	7.13	0.07%	(0.01)	0.00%	(0.02)	0.00%

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(₹ in crore)

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				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
133	Sreepa Properties Private Limited (SRPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	5.14	0.07%	5.06	0.05%	(0.02)	0.00%	0.09	0.00%
134	Radhapriya Properties Private Limited (RPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	14.02	0.18%	8.17	0.08%	(0.01)	0.00%	(0.01)	0.00%
135	Asteria Real Estates Private Limited (AREPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	3.96	0.05%	3.97	0.04%	-	-	0.25	-0.01%
136	GMR Hosur Industrial City Private Limited (GHICL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	9.50	0.13%	9.20	0.10%	-	-	(0.03)	0.00%
137	Namitha Real Estates Private Limited (NREPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	11.00	0.14%	8.23	0.09%	(0.04)	0.00%	(0.01)	0.00%
138	Honey Flower Estates Private Limited (HFEPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	40.01	0.53%	40.10	0.42%	0.36	-0.02%	(0.85)	0.03%
139	GMR Hosur EMC Private Limited (GHEMCPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	5.89	0.08%	5.25	0.05%	-	-	(0.05)	0.00%
140	GMR SEZ and Port Holdings Private Limited (GSPHPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	205.01	2.70%	156.37	1.62%	11.94	-0.60%	(2.45)	0.08%
141	East Godavari Power Distribution Company Private Limited (EGPDCPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	-	-	0.01	0.00%	-	-	-	-
142	Suzone Properties Private Limited (SUPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	7.64	0.10%	8.00	0.08%	(0.02)	0.00%	(0.01)	0.00%
143	GMR Utilities Private Limited (GUPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	0.01	0.00%	0.01	0.00%	-	-	-	-
144	Lilliam Properties Private Limited (LPPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	4.10	0.05%	4.09	0.04%	-	-	(0.01)	0.00%
145	GMR Corporate Affairs Private Limited (GCAPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	52.64	0.69%	15.09	0.16%	(1.35)	0.07%	(0.21)	0.01%
146	Dhruvi Securities Private Limited (DSPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	275.05	3.62%	556.00	5.76%	20.30	-1.02%	27.98	-0.95%
147	Kakinada SEZ Private Limited (KSPL)	India	Subsidiary	51.00%	51.00%	51.00%	51.00%	1,361.33	17.94%	617.70	6.39%	(0.62)	0.03%	(0.42)	0.01%
148	GMR Business Process and Services Private Limited (GBPSPL)	India	Subsidiary	100.00%	100.00%	100.00%	100.00%	16.66	0.22%	0.91	0.01%	(0.28)	0.01%	(0.91)	0.03%
149	GMR Infrastructure (Mauritius) Limited (GIML)	Mauritius	Subsidiary	100.00%	100.00%	100.00%	100.00%	134.34	1.77%	31.15	0.32%	(18.93)	0.95%	(20.10)	0.68%
150	GMR Infrastructure (Cyprus) Limited (GICL)	Cyprus	Subsidiary	100.00%	100.00%	100.00%	100.00%	458.86	6.05%	611.47	6.33%	4.88	-0.24%	5.67	-0.19%
151	GMR Infrastructure Overseas (Malta) Limited (GIOSL)	Malta	Subsidiary	100.00%	100.00%	100.00%	100.00%	3.74	0.05%	4.41	0.05%	(0.62)	0.03%	9.71	-0.33%
152	GMR Infrastructure (UK) Limited (GIUL)	United Kingdom	Subsidiary	100.00%	100.00%	100.00%	100.00%	8.38	0.11%	19.56	0.20%	(22.90)	1.15%	(23.46)	0.79%
153	Limak GMR Construction JV (CJV)	Turkey	Jointly controlled entity	50.00%	50.00%	50.00%	50.00%	0.15	0.00%	0.47	0.00%	(0.28)	0.01%	(0.46)	0.02%

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(₹ in crore)

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				March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	As % of consolidated net assets	March 31, 2015	As % of consolidated net assets	March 31, 2016	As % of consolidated profit or loss	March 31, 2015	As % of consolidated profit or loss
154	GMR Infrastructure (Global) Limited (GIGL)	Isle of Man	Subsidiary	100.00%	100.00%	100.00%	100.00%	(0.58)	-0.01%	(0.39)	0.00%	(0.21)	0.01%	(0.63)	0.02%
155	GMR Energy (Global) Limited (GEGL)	Isle of Man	Subsidiary	100.00%	100.00%	100.00%	100.00%	0.07	0.00%	0.28	0.00%	(0.18)	0.01%	(0.02)	0.00%
156	Raxa Securities Service Limited (RSSL)	India	Subsidiary[9]	100.00%	-	100.00%	-	235.43	3.10%	-	-	(40.58)	2.03%	-	-
157	Indo Tausch Trading DMCC (Indo Tausch)	United Arab Emirates	Subsidiary[10]	100.00%	-	100.00%	-	1.84	0.02%	-	-	-	-	-	-
158	Megawide GISPL Construction JV (MGCJV)	Philippines	Jointly controlled entity[11]	50.00%	-	50.00%	-	41.58	0.55%	-	-	1.47	-0.07%	-	-
159	GMR Infrastructure Overseas Limited (GIOL)	Mauritius	Subsidiary	100.00%	100.00%	100.00%	100.00%	1.55	0.02%	3.93	0.04%	(2.54)	0.13%	(0.16)	0.01%

* Net assets means total assets minus total liabilities. The balances have been considered after eliminating all inter-company balances and transactions. Net profit / (loss) is profit / (loss) after exceptional items and tax but before minority interest and share of loss from associates.

The reporting dates of the subsidiaries and jointly controlled entities coincide with that of the parent Company except in case of HEGL (refer Sl. No. 29), PTGEMS and its subsidiaries and jointly controlled entities (refer Sl. No. 31 to 44 above), GMCAC (refer Sl. No. 110 above) and MGCJV (refer Sl. No. 158) whose financial statements for the year ended on and as at December 31, 2015 were considered for the purpose of consolidated financial statements of the Group. The amounts for net assets / (liabilities) and net profit / (loss) of PTDSU and its subsidiaries (refer Sl. No. 22 to 24 above) and PTGEMS and its subsidiaries and jointly controlled entities have been presented on a consolidated basis.

The financial statements of other subsidiaries / jointly controlled entities/ associates have been drawn up to the same reporting date as of the Company, i.e. March 31, 2016.

Notes:

1 Subsidiary disposed off during the year

2 Increase of stake in BAS by PTGEMS

3 Subsidiaries of PTGEMS incorporated during the year.

4 Consequent to dilution of stake during the year ended March 31, 2016, GOSEHHHPL ceased to be a subsidiary and became an associate. Refer note 30(a). Also refer note 13 below.

5 Increase in percentage of voting right and effective ownership consequent to additional investment in DIAL during the year.

6 Increase in effective ownership consequent to note 5 above.

7 Jointly controlled entities disposed off during the previous year. Refer note 30(f). Also refer note 12 below.

8 Subsidiaries liquidated during the year

9 Subsidiary acquired during the year.

10 Subsidiary incorporated during the year.

11 Jointly controlled entity incorporated during the year.

12 The amounts disclosed with respect to net profit / (loss) in the table above comprises of the net profit / (loss) from the operations of such entities till the date of disposal and net profit / (loss) (including adjustments on account of consolidation) from such disposal.

13 The amounts disclosed with respect to net profit / (loss) in the table above comprises of the net profit / (loss) from the operations of such entity till the date of dilution of stake by the Group and net profit / (loss) (including adjustments on account of consolidation) pursuant to dilution of such stake.

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

2.1. Significant accounting policies

i. Change in accounting policy

Component accounting

The Group has adopted component accounting as required under Schedule II to the Act from April 1, 2015 for domestic entities. The Group was previously not identifying components of fixed assets separately for depreciation purposes; rather, a single useful life/ depreciation rate was used to depreciate each item of fixed asset.

Due to application of Schedule II to the Act, the Group has changed the manner of depreciation for its fixed assets. Now, the Group identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset having useful life that is materially different from that of the principal asset. These components are depreciated over their useful lives; the principal asset is depreciated over the life of such asset. The Group has used transitional provisions of Schedule II to the Act to adjust the impact of component accounting arising on its first application. If a component has Nil remaining useful life on the date of component accounting becoming effective, i.e., April 1, 2015, its carrying amount, after retaining any residual value, is charged to the consolidated statement of profit and loss. The carrying amount of other components, i.e., components whose remaining useful life is not nil on April 1, 2015, is depreciated over their remaining useful lives.

Had the Group continued to use the earlier policy of depreciating fixed assets, the depreciation expenses and losses after tax before minority interest for the year ended March 31, 2016 would have been lower by ₹ 70.15 crore.

ii. Change in accounting estimate

Amortization of intangible assets

Upto March 31, 2015, DIAL amortized upfront fee and other costs paid to Airport Authority of India ('AAI') over the initial and extended periods of Operation, Management and Development Agreement ('OMDA'),i.e., 60 years.

However, DIAL, considering the prevalent regulatory and economic conditions, has revisited and revised the estimate for amortizing the upfront fees and other cost paid to AAI over the initial period of 30 years of OMDA prospectively.

Had DIAL continued to use the earlier estimate of amortizing the intangible assets, the amortization expenses and losses after tax of the Group before minority interest for the year ended March 31, 2016 would have been lower by ₹ 11.93 crore.

Depreciation of certain power assets

Upto March 31, 2015, GKEL depreciated all its fixed assets as per Central Electricity Regulatory Commission ('CERC') Regulations.

During the year ended March 31, 2016, GKEL has changed the method of depreciation with respect to Boiler, Turbine and Generator ('BTG') of its Unit I and Unit II and transmission lines to the rates as per Schedule II to the Act.

Had GKEL continued to use the earlier estimate of depreciating its above mentioned fixed assets, the depreciation expenses and losses after tax of the Group before minority interest for the year ended March 31, 2016 would have been higher by ₹ 30.30 crore.

a) Use of estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles in India ('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) Revenue recognition

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

<u>Power sector business:</u>

In case of power generating and trading companies, revenue from energy units sold as per the terms of the PPA and Letter Of Intent ('LOI') (collectively hereinafter referred to as 'the PPAs') is recognised on an accrual basis and includes unbilled revenue accrued up to the end of the accounting year. Revenue from energy units sold on a merchant basis is recognised in accordance with billings made to customers based on

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

the units of energy delivered and the rate agreed with the customers. Revenue/ charges from unscheduled interchange for the deviation in generation with respect to scheduled generation are recognized/ charged at rates notified by CERC from time to time, as revenue from sale of energy and adjusted with revenue from sale of energy. Further, revenue is recognized/adjusted towards truing up in terms of the applicable CERC regulations.

Revenue from electrical energy transmission charges is recognized on an accrual basis in accordance with the provisions of the transmission service agreements.

Revenue from sale of coal is recognised when the risks and rewards of ownership passes to the purchaser in accordance with the terms of sale, including delivery of the product, the selling price is fixed or determinable, and collectability is reasonably assured. Revenue earned in the pre-production stage and related operating costs have been recorded against the carrying value of mining and exploration and development properties.

Claims for delayed payment charges and any other claims, which the Group is entitled to under the PPAs, are accounted for in the year of acceptance by the customers.

Development of highways:

In case of companies involved in construction and maintenance of roads, toll revenue from operations is recognised on an accrual basis which coincides with the collection of toll from the users of highways. In annuity based projects, revenue recognition is based on annuity accrued on time basis in accordance with the provisions of the concessionaire agreement entered into with NHAI or with respective State Governments. Claims raised on NHAI under concessionaire agreement are accounted for in the year of acceptance.

Revenue share paid / payable to concessionaire grantors:

Revenue share paid / payable to concessionaire / grantors as a percentage of revenues, pursuant to the terms and conditions of the relevant agreement for development, construction, operation and maintenance of the respective carriageways has been disclosed as revenue share paid / payable to concessionaire grantors in the statement of profit and loss.

Airport sector business:

In case of airport infrastructure companies, aeronautical and non-aeronautical revenue is recognised on an accrual basis and is net of service tax, applicable discounts and collection charges, when services are rendered and it is possible that an economic benefit will be received which can be quantified reliably. Revenue from aeronautical operations include user development fees, fuel farm, passenger service charges, landing and parking charges of aircraft, operation and maintenance of passenger boarding and other allied services. Revenue from non-aeronautical operations include granting rights to use land and space primarily for catering to the needs of passengers, air traffic services, air transport services and Maintenance, Repair and Overhaul facility (MRO) of aircrafts and allied services.

In case of cargo handling revenue, revenue from outbound cargo is recognised at the time of acceptance of cargo with respect to non-airline customers and at the time of departure of aircraft with respect to airline customers and revenue from inbound cargo is recognised at the time of arrival of aircraft in case of airline customers and at the point of delivery of cargo in case of non-airline customers. Interest on delayed receipts from customers is recognised on acceptance.

Revenue from commercial property development rights granted to concessionaires is recognised on accrual basis, as per the terms of the agreement entered into with the customers.

Revenue from sale of goods at the duty free outlets operated by the Group is recognised at the time of delivery of goods to customers which coincides with transfer of risks and rewards to its customers. Sales are stated net of returns and discounts.

Revenue from hotel operations comprises of income by way of hotel room rent, sale of food, beverages and allied services relating to the hotel and is recognised net of taxes and discounts as and when the services are provided and products are sold.

Revenue from sale of fuel is recognised when fuel is transferred to the customers and is measured based on the consideration received or receivable, net of returns and trade discounts.

Revenue from developing, operating, maintaining and managing the sites at the airport for display of advertisements is recognised on pro-rata basis over the period of display of advertisements, net of taxes and rebates.

Revenue from flight training operations related to aircraft flying hour's fee is recognized on accrual basis based on actual flying hours of flying

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

training imparted during the period and revenue from fees for other training courses is recognized on accrual basis across the training period on straight line basis.

Revenue from MRO contracts is recognised as and when services are rendered.

Revenue share paid / payable to concessionaire grantors:

Revenue share paid / payable to concessionaire / grantors as a percentage of revenues, pursuant to the terms and conditions of the relevant agreement for development, construction, operation and maintenance of the respective airports has been disclosed as revenue share paid/ payable to concessionaire grantors' in the statement of profit and loss.

Construction business:

Construction revenue and costs are recognised by reference to the stage of completion of the construction activity at the balance sheet date, as measured by the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs. Where the outcome of the construction cannot be estimated reliably, revenue is recognised to the extent of the construction costs incurred if it is probable that they will be recoverable. In the case of contracts with defined milestones and assigned price for each milestone, revenue is recognised on transfer of significant risks and rewards which coincides with achievement of milestone and its acceptance by its customer. Provision is made for all losses incurred till the balance sheet date. Any further losses that are foreseen in bringing contracts to completion are also recognised. Variations in contract work, claims and incentive payments are recognised to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

Others:

i. Dividend income is recognised when the right to receive dividend is established by the reporting date.

ii. Income from management / technical services is recognised as per the terms of the agreement on the basis of services rendered.

iii. Interest income is recognised on a time proportion basis taking into account the amount invested and the applicable interest rate. Interest income is included under the head 'other operating income' for companies engaged in investing activities and under the head 'other income' for other companies in the statement of profit and loss.

iv. Benefits arising out of duty free scrips utilised for the acquisition of fixed assets or inventory are recognised as income once it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured.

v. On disposal of current investments, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss. Such income is included under the head 'other operating income' for companies engaged in investing activities and under the head 'other income' for other companies in the statement of profit and loss.

vi. Revenue from certified emission reductions is recognised as per the terms and conditions agreed with the customers on sale of the certified emission reduction units, when the risks and rewards are passed on to the customer.

vii. Insurance claim is recognised on acceptance of the claims by the insurance company.

viii. Revenue from charter services is recognised based on services provided as per the terms of the contracts with the customers.

Revenue earned in excess of billings has been included under 'other assets' as unbilled revenue and billings in excess of revenue has been disclosed under 'other liabilities' as unearned revenue.

Expenditure including pre-operative and other incidental expenses incurred by the Group on projects that are in the process of commissioning, being recoverable from the respective SPVs / subsidiaries incorporated for carrying out these projects, are not charged to the statement of profit and loss and are treated as advances to the respective entities.

c) Operation and maintenance contracts

Certain entities engaged in power generation have entered into a Long Term Service Agreements ('LTSAs'), Technical Service Agreement ('TSA') for maintenance of the power plants, Operations and Maintenance Agreement ('OMA') for regular and major maintenance and Long Term Assured Parts Supply Agreement ('LTAPSA'), Repair Work Supply Agreement ('PRWST') for supply of parts for planned and unplanned maintenance over the term of the agreements. Amounts payable under the LTSAs / TSA are charged to the statement of profit and loss based on actual factored fired hours of the gas turbines during the year on the basis of average factored hour cost including customs duty applicable at the current prevailing

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

rate. Periodical minimum payments are accounted for as and when due. Amounts payable under PRWST are charged to the statement of profit and loss on an accrual basis.

OMAs have been entered by certain subsidiaries in the road sector for operations, regular and major maintenance of the highways. Amounts payable under such agreements are charged to the statement of profit and loss on an accrual basis.

d) Fixed assets

Fixed assets are stated at cost, net of accumulated depreciation / amortization and accumulated impairment losses, if any. The cost comprises of purchase price and freight, duties, levies and borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

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 tangible 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.

The Group adjusts exchange differences arising on translation / settlement of long-term foreign currency monetary items pertaining to the acquisition of a depreciable asset to the cost of the asset and depreciates the same over the remaining life of the asset. In accordance with the MCA circular dated August 09, 2012, exchange differences adjusted to the cost of fixed assets are total differences, arising on long-term foreign currency monetary items pertaining to the acquisition of a depreciable asset, for the period. In other words, the Group does not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange differences.

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

Tangible assets under installation or under construction as at balance sheet are shown as capital work-in-progress, intangible assets under development as at balance sheet date are shown as intangible assets under development and the related advances are shown as loans and advances.

In case of airport infrastructure companies, amounts in the nature of upfront fee and other costs incurred pursuant to the terms of the respective concession agreements are recognised as intangible assets.

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

<u>Research and development cost:</u>

Research costs are expensed as incurred. Development expenditure incurred on an individual project is recognised as an 'intangible asset' when all of the below conditions are met:

i. The technical feasibility of completing the intangible asset so that it will be available for use or sale

ii. The Group's intention to complete the asset

iii. The Group's ability to use or sell the asset

iv. The asset will generate future economic benefits

v. The availability of adequate resources to complete the development and to use or sell the asset

vi. The ability to measure reliably the expenditure attributable to the intangible asset during development.

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

e) Exploration and evaluation expenditure / mining properties under construction and production

Exploration and evaluation expenditure:

Exploration and evaluation expenditure incurred for potential mineral reserves and related to the project are recognised and classified as part of 'intangible assets under development' when one of the below conditions are met:

i. Such costs are expected to be either recouped in full through successful exploration and development of the area of interest or alternatively by its sale, or

ii. When exploration and evaluation activities in the area of interest have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically available reserves and active and significant operations in relation to the area are continuing or are planned for future.

These expenditure include materials and fuel used, surveying costs, drilling, general investigation, administration and license, geology and geophysics expenditure, stripping costs and payments made to contractors before the commencement of production stage.

Ultimate recoupment of the exploration expenditure carried forward is dependent upon a successful development and commercial exploitation, or alternatively, sale of the respective area. Deferred exploration costs shall be assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount.

Exploration and evaluation assets are transferred to 'Mines under construction' in the 'Mines properties' account after the mines are determined to be economically viable to be developed.

Expenditure on mines under construction:

Expenditure for mines under construction and costs incurred in developing an area of interest subsequent to the transfer from exploration and evaluation assets but prior to the commencement of production stage in the respective area, are capitalised to 'Mines under construction' as long as they meet the capitalization criteria.

Producing mines:

The Group assesses the stage of each mine under construction to determine when a mine reaches the production phase. This occurs when the mine is substantially complete and ready for its intended use. Upon completion of mine construction and commencement of production stage, the 'Mines under construction' are transferred to 'Mining properties', which are stated at cost, less accumulated amortization and accumulated impairment losses.

Intangible assets under development include expenditure incurred on exploration and evaluation of assets, expenditure incurred on mines under construction.

f) Stripping costs

Stripping costs are the costs of removing overburden from a mine. Stripping costs incurred in the development of a mine before production commences are capitalized as part of the cost of developing the mine, and are subsequently depreciated or amortized using a unit-of-production method on the basis of proven and probable reserves, once production starts.

Stripping activity (included in mining properties under intangible assets) conducted during the production phase may provide two benefits: (i) ore that is processed into inventory in the current period and (ii) improved access to the ore body in future periods. To the extent that benefit from the stripping activity is realized in the form of inventory produced, the Group accounts for the costs of that stripping activity as 'Inventories' in accordance with AS - 2. To the extent the benefit is improved access to ore, the Group recognizes these costs as a stripping activity asset, if, and only if, all the following criteria are met; it is probable that the future economic benefits (improved access to the ore body) associated with the stripping activity will flow to the entity; the entity can identify the component of the ore body for which access has been improved; and the costs relating to the stripping activity associated with that component can be measured reliably.

The stripping activity asset is initially measured at cost, which is the accumulation of costs directly incurred to perform the stripping activity that improves access to the identified component of ore body, plus an allocation of directly attributable overhead costs. If incidental operations are occurring at the same time as the production stripping activity, but are not necessary for the production stripping activity to continue as planned, the costs associated with these incidental operations are not included in the cost of the stripping activity asset.

When the costs of the stripping activity asset and the inventory produced are not separately identifiable, the Group uses an allocation basis that is based on a relevant production measure. This production measure is calculated for the identified component of the ore body, and is used as a

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

benchmark to identify the extent to which the additional activity of creating a future benefit has taken place. The Group uses the actual versus expected volume of waste extracted.

Subsequently, the stripping activity asset is carried at cost less depreciation or amortization and any impairment losses, if any. The stripping activity asset is depreciated or amortized using the units of production method over the expected useful life of the identified component if the ore body that becomes more accessible as a result of the stripping activity unless another method is appropriate.

g) Leases

For lessee:

Finance leases, which effectively transfer to the Group substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the statement of profit and loss. Lease management fees, legal charges and other initial direct costs of lease are capitalised.

A leased asset is depreciated on a straight-line basis over the useful life of the asset. However, if there is no reasonable certainty that the Group will obtain the ownership by the end of the lease term, the capitalised asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset or the lease term.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

For lessor:

Leases in which the Group transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognised as a receivable at an amount equal to the net investment in the lease. After initial recognition, the Group apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognised in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the statement of profit and loss.

Leases in which the Group does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognised in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognised as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the statement of profit and loss.

h) Depreciation on tangible assets

In case of entities under CERC Regulations:

In case of GKEL, depreciation on plant and machinery (other than BTG of Unit I and Unit II and transmission lines) is provided using straight line method at the rate of 5.28% per annum. After a period of 12 years from the date of commencement of commercial operations, the remaining written down value shall be depreciated over the balance useful life of the asset estimated by the management or in the manner prescribed under Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2009 in terms of MCA Circular No: 31/2011 dated May 31, 2011 ('CERC regulations'). BTG of Unit 1 and Unit 2 and transmission lines of GKEL are depreciated at the rates as per Schedule II to the Act.

Other tangible assets are depreciated using straight line method at the rates specified in the CERC regulations, which is estimated by the management to be the estimated useful lives of the fixed assets, except for fixed assets individually costing ₹ 5,000 or less, which are fully depreciated in the year of acquisition. The management has estimated the useful lives of asset individually costing ₹ 5,000 or less to be less than one year, which is lower than those indicated in Schedule II.

Sl. No.	Block	Rate of depreciation
1	Buildings:	
	- Factory and office	3.34%
2	Office equipments	
	- Computers	15.00%
	- Others	6.33%
3	Vehicles	9.50%
4	Furniture and fixtures	6.33%

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Other entities:

For other domestic subsidiaries, jointly controlled entities and associates in the energy sector, the depreciation on the tangible fixed assets is calculated on a straight-line basis using the rates arrived at, based on useful lives estimated by the management, which coincides with the lives prescribed under Schedule II of the Act except in case of plant and machinery where the life of the asset is considered as 25 years as prescribed by CERC being the regulatory authority in the energy sector, as against 40 years as per Schedule II of the Act. Further, the management has estimated the useful lives of asset individually costing ₹ 5,000 or less to be less than one year, which is lower than those indicated in Schedule II.

On June 12, 2014, the Airport Economic Regulatory Authority ('AERA') has issued a consultation paper whereby it proposes to lay down, to the extent required, the depreciation rates for certain airport assets. Pending issuance of final notification by the Authority on the useful lives of airport specific assets, the Group has continued to depreciate these assets over their estimated useful lives as determined by the management of the Group based on technical evaluation.

For entities other than aforesaid domestic subsidiaries, jointly controlled entities and associates, the depreciation on the tangible fixed assets is calculated on a straight-line basis using the rates arrived at, based on useful lives estimated by the management, which coincides with the lives prescribed under Schedule II of the Act.

Leasehold land is amortised over the tenure of the lease except in case of power plants where it is amortised from the date of commercial operation. Leasehold improvements are amortised over the primary period of the lease or estimated useful life whichever is shorter.

Depreciation on adjustments to the historical cost of the assets on account of foreign exchange fluctuations is provided prospectively over the residual useful life of the asset.

For overseas subsidiaries, jointly controlled entities and associates, the Group provides depreciation based on estimated useful lives of the fixed assets as determined by the management of such subsidiaries, jointly controlled entities and associates. In view of different sets of environment in which such foreign subsidiaries, jointly controlled entities and associates operate in their respective countries, depreciation is provided based on local laws and management estimates. These entities follow straight line method of depreciation spread over the useful life of each individual asset. It is practically not possible to align rates of depreciation of such subsidiaries, jointly controlled entities and associates with those of the domestic subsidiaries, jointly controlled entities and associates.

The estimated useful lives of the assets considered by such overseas entities are as follows:

Asset category	Useful life in years	
	Minimum	Maximum
Lease hold improvements	3	16
Buildings	3	20
Plant and machinery	3	16
Furniture and fixtures	3	20
Computer equipments, office equipment	3	20
Motor vehicles	4	8
Other tangible fixed assets	5	10

i) Amortization of intangible assets

Goodwill arising on consolidation is not amortized but tested for impairment except in case of goodwill paid for the acquisition of entities which owns mining reserves where goodwill attributable to mining reserves is amortised based on quantum of actual production during the year to the total estimated mining reserves which are re-assessed on a yearly basis and goodwill attributable to the other benefits derived by the Group are amortised based on other benefits received during the year to the total other estimated benefits.

Amortization of mining properties is based on using unit-of-production method from the date of commencement of commercial production of the respective area of interest over the lesser of the life of the mine or the terms of the coal contracts of work or mining business license.

Technical know-how is amortised over five years from the date of issuance of certificate from a competent authority.

Intangible assets representing upfront fees and other payments made to concessionaires of the respective airports, pursuant to the terms and conditions of concession agreements are amortized on a straight line method over the initial and extended periods of concession agreements, as applicable.

Carriageways related to annuity based projects are amortized over the period of the respective Concessionaire Agreements on a straight line basis.

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

Carriageways related to toll based road projects are amortized based on proportion of actual revenue received during the accounting year to the total projected revenue till the end of the concession period in terms of MCA notification dated April 17, 2012 and in terms of the amendments to the Schedule II of the Act vide MCA notification dated March 31, 2014.

The total projected revenue for the entire useful life is reviewed at the end of each financial year for expected changes in traffic and adjusted to reflect any changes in the estimate which will lead to actual collection at the end of useful life.

Intangible assets representing carriageways and airport concessionaire rights are amortized over the concession period, ranging from 17.5 to 25 years and 25 to 30 years respectively, which is beyond the maximum period of 10 years as specified in AS 26 on Intangible Assets, as the economic benefits from the underlying assets would be available to the Group over such period as per the respective concessionaire agreements.

Depletion of producing mines are based on using unit-of-production method from the date of commencement of commercial production of the respective area of interest over the lesser of the life of the mine or the terms of the coal contracts of work or mining business license.

Software is amortised based on the useful life of six years on a straight line basis as estimated by the management.

j) Impairment of tangible and intangible assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating units ('CGU') net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Group bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Group's CGUs to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses including impairment on inventories, are recognised in the statement of profit and loss, except for previously revalued tangible fixed assets, where the revaluation was taken to revaluation reserve. In this case, the impairment is also recognised in the revaluation reserve upto the amount of any previous revaluation.

After impairment, depreciation / amortisation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the Group estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

k) Investments

Investments, which are readily realisable 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. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

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

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

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.

l) Inventories

Inventories are valued as follows:

Raw materials, components, stores and spares:

Raw materials, components, stores and spares are valued at lower of cost and net realisable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis and includes all applicable costs in bringing goods to their present locations and condition.

Contract work-in-progress:

Costs incurred that relate to future activities on the contract are recognised as contract work-in-progress. Contract work-in-progress comprises of construction cost and other directly attributable overheads and are measured at lower of cost and net realisable value.

Traded / Finished goods:

Traded goods are valued at lower of cost and net realisable value. Cost is determined on a weighted average basis and includes all applicable costs incurred in bringing goods to their present location and condition.

Self-generated certified emission reductions are recognised on grant of credit by United Nations Framework Convention on Climate Change and are measured at lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

m) Employee benefits

i. Defined contribution plans

Retirement benefits in the form of provident fund, pension fund and superannuation fund etc. are defined contribution schemes except in case of certain entities, wherein only pension fund and superannuation fund form part of the defined contribution scheme. The Group has no obligation, other than the contributions payable to the defined contribution schemes. The Group recognises contribution payable to the defined contribution schemes as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognised as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

ii. Defined benefit plans

The liability as at the balance sheet date is provided for based on the actuarial valuation, based on projected unit credit method at the balance sheet date, carried out by an independent actuary. Actuarial gains and losses comprise experience adjustments and the effect of changes in the actuarial assumptions and are recognised immediately in the statement of profit and loss as an income or expense.

Retirement benefit in the form of provident fund is a defined benefit scheme in DIAL. DIAL contributes a portion of contribution to DIAL Employees Provident Fund Trust ('the Trust'). DIAL has an obligation to make good the shortfall, if any, between the return from the investments of the Trust and the notified interest rate which is determined by actuary and accounted by the DIAL as provident fund cost.

iii. Other long term employee benefits

The Group 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 consolidated statement of profit and loss and are not deferred. The Group presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for twelve months after the reporting date.

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

iv. Short term employee benefits

Accumulated leave, which is expected to be utilised within the next twelve months, is treated as short-term employee benefit. The Group 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.

n) Foreign currency transactions

Foreign currency transactions and balances

i. Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii. Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

iii. Exchange differences

The Group accounts for exchange differences arising on translation / settlement of foreign currency monetary items as below:

1. Exchange differences arising on a monetary item that, in substance, forms part of the Group's net investment in a non-integral foreign operation is accumulated in the foreign currency translation reserve until the disposal of the net investment. On the disposal of such net investment, the cumulative amount of the exchange differences which have been deferred and which relate to that investment is recognised as income or as expenses in the same period in which the gain or loss on disposal is recognised.
2. Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalised and depreciated over the remaining useful life of the asset.
3. Exchange differences arising on other long-term foreign currency monetary items are accumulated in the 'Foreign Currency Monetary Item Translation Difference Account' and amortised over the remaining life of the concerned monetary item.
4. All other exchange differences are recognised as income or as expenses in the period in which they arise.

For the purpose of 2 and 3 above, the Group treats a foreign currency monetary item as 'long-term foreign currency monetary item' if it has a term of 12 months or more at the date of its origination. In accordance with MCA circular dated August 9, 2012, exchange differences for this purpose, are total differences arising on long-term foreign currency monetary items for the period. In other words, the Group does not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange difference.

iv. Forward exchange contracts entered into to hedge foreign currency risk of an existing asset / liability

The premium or discount arising at the inception of forward exchange contract is amortised and recognised as an expense / income over the life of the contract. Exchange differences on such contracts, except the contracts which are long-term foreign currency monetary items, are recognised in the consolidated statement of profit and loss in the period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such forward exchange contract is also recognised as income or as expense for the period. Any gain / loss arising on forward contracts which are long-term foreign currency monetary items is recognised in accordance with paragraph (iii)(2) and (iii)(3) above.

v. Translation of integral and non-integral foreign operations

The Group classifies all its foreign operations as either 'integral foreign operations' or 'non-integral foreign operations'.

The financial statements of integral foreign operations are translated as if the transactions of the foreign operations have been those of the Company itself.

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

The assets and liabilities of non-integral foreign operations are translated into the reporting currency at the exchange rate prevailing at the reporting date. Their statement of profit and loss are translated at exchange rates prevailing at the dates of transactions or weighted average rates, where such rates approximate the exchange rate at the date of transaction. The exchange differences arising on translation are accumulated in the foreign currency translation reserve. On disposal of a non-integral foreign operations, the accumulated foreign currency translation reserve relating to that foreign operation is recognised in the statement of profit and loss.

When there is a change in the classification of foreign operations, the translation procedures applicable to the revised classification are applied from the date of the change in the classification.

Any goodwill or capital reserve arising on acquisition of non-integral operations is translated at closing rate.

o) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average numbers of equity shares outstanding during the period are 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.

p) Government grants and subsidies

Grants or subsidies including airport development fee from the government or any regulatory authority are recognised when there is reasonable assurance that the grant / subsidy will be received and all conditions attached to the grant / subsidy will be complied with.

When the grant or subsidy relates to revenue, it is recognised as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate.

Where the grant or subsidy relates to an asset, the grant or subsidy amount (net of direct amount incurred to earn aforesaid grant or subsidy) is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

Government grants of the nature of promoters' contribution are credited to capital reserve and treated as a part of shareholders' funds.

q) Taxes on income

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 ('IT Act') enacted in India and tax laws prevailing in the respective tax jurisdictions where the entities in the Group 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 recognised directly in equity is recognised 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 recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the entities in the Group have unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

In the situations where the entities in the Group are entitled to a tax holiday under IT Act enacted in India or tax laws prevailing in the respective tax jurisdictions where it operates, no deferred tax (asset or liability) is recognised in respect of timing differences which reverse during the tax holiday period, to the extent the entity's gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing differences which reverse after the tax holiday period is recognised in the year in which the timing differences originate. However, the entities in the Group restricts recognition of deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

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

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

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

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

Minimum Alternate Tax ('MAT') paid in a year is charged to the statement of profit and loss as current tax. The entities in the Group recognises MAT credit available as an asset only to the extent that there is convincing evidence that the entities in the Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the entities in the Group recognises MAT credit as an asset in accordance with the Guidance Note on 'Accounting for Credit Available in respect of Minimum Alternative Tax' under IT Act, the said asset is created by way of credit to the statement of profit and loss and shown as 'MAT credit entitlement'. The entities in the Group reviews the 'MAT credit entitlement' asset at each reporting date and writes down the asset to the extent the entities in the Group does not have convincing evidence that it will pay normal tax during the specified period.

r) Segment reporting policies

Identification of segments:

The Group's operating businesses are organised and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Group operate.

Inter segment transfers:

The Group accounts for intersegment sales / transfers at cost plus appropriate margins.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items:

Unallocated items include general corporate income and expense items, which are not allocated to any business segment. It includes income tax, deferred tax charge or credit and the related tax liabilities and tax assets, interest expense or interest income and related interest generating assets, interest bearing liabilities, which are not allocated to any business segment.

Segment accounting policies:

The Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the consolidated financial statements of the Group as a whole.

s) Provisions

A provision is recognised when the Group has a present obligation as a result of past events, 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.

Where the Group expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

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

t) Derivative instruments

In accordance with the Institute of Chartered Accountants of India ('ICAI') announcement, derivative contracts, other than foreign currency forward contracts covered under AS 11, are marked to market on a portfolio basis, and the net loss, if any, after considering the offsetting effect of gain on the underlying hedged item, is charged to the consolidated statement of profit and loss. Net gain, if any, after considering the offsetting effect of loss on the underlying hedged item, is ignored.

u) Shares / debentures issue expenses and premium on redemption

Shares issue expenses incurred are adjusted in the year of issue and debenture issue expenses and redemption premium payable on preference shares / debentures are adjusted over the term of preference shares / debentures. These are adjusted to the securities premium account, net of taxes, as permitted/prescribed under Section 78 of the Companies Act, 1956/ Section 52 of the Act to the extent of balance available in premium account.

v) Cash and cash equivalents

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

w) Borrowing costs

Borrowing cost includes interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

x) 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 Group or a present obligation that is not recognised 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 recognised because it cannot be measured reliably. The Group does not recognise a contingent liability but discloses its existence in the consolidated financial statements.

y) Corporate Social Responsibility (CSR) expenditure

The Group has charged its CSR expenditure during the year to the consolidated statement of profit and loss.

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

3 SHARE CAPITAL

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Authorised shares		
13,500,000,000 (March 31, 2015: 7,500,000,000) equity shares of ₹ 1 each	1,350.00	750.00
6,000,000 (March 31, 2015: Nil) preference shares of ₹ 1,000 each	600.00	-
Nil (March 31, 2015: 6,000,000) Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of ₹ 1,000 each ('Series A CCPS')	-	600.00
Nil (March 31, 2015: 6,000,000) CCPS of ₹ 1,000 each ('Series B CCPS')	-	600.00
Issued, subscribed and fully paid-up shares		
6,035,945,275 (March 31, 2015: 4,361,247,379) equity shares of ₹ 1 each	603.59	436.13
Nil (March 31, 2015: 5,683,351) Series A CCPS of ₹ 1,000 each	-	568.33
Nil (March 31, 2015: 5,683,353) Series B CCPS of ₹ 1,000 each	-	568.34
Forfeiture of shares		
Nil (March 31, 2015: 4,500) equity shares of ₹ 1 each not fully paid-up [₹ Nil (March 31, 2015: ₹ 2,250)]	-	0.00
Total issued, subscribed and paid-up share capital	**603.59**	**1,572.80**

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

Equity shares	March 31, 2016		March 31, 2015	
	Number	₹ in Crore	Number	₹ in Crore
At the beginning of the year	4,361,247,379	436.13	3,892,434,782	389.24
Add: Issued during the year [refer note 3(i)]	-	-	468,817,097	46.89
Add: Issued during the year [refer note 3(g)]	934,553,010	93.46	-	-
Add : Converted from Series A CCPS and Series B CCPS during the year (refer note 3(c))	740,144,886	74.00	-	-
Less: Forfeited during the year [₹ Nil (March 31, 2015: ₹ 2,250)]	-	-	(4,500)	(0.00)
Outstanding at the end of the year	**6,035,945,275**	**603.59**	**4,361,247,379**	**436.13**

Preference shares	March 31, 2016		March 31, 2015	
	Number	₹ in Crore	Number	₹ in Crore
At the beginning of the year				
a) Series A CCPS of ₹ 1,000 each	5,683,351	568.33	5,683,351	568.33
b) Series B CCPS of ₹ 1,000 each	5,683,353	568.34	5,683,353	568.34
Less: Converted into equity shares during the year				
a) Series A CCPS of ₹ 1,000 each	5,683,351	568.33	-	-
b) Series B CCPS of ₹ 1,000 each	5,683,353	568.34	-	-
Outstanding at the end of the year				
a) Series A CCPS of ₹ 1,000 each	-	-	5,683,351	568.33
b) Series B CCPS of ₹ 1,000 each	-	-	5,683,353	568.34

b) Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 1 per share. Every member holding equity shares therein shall have voting rights in proportion to the member's share of the paid up equity share capital. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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

c) Terms / rights attached to CCPS:

During the year ended March 31, 2014, pursuant to the equity shareholders' approval obtained on March 20, 2014, the Company issued 11,366,704 CCPS of face value of ₹ 1,000 each comprising of (a) 5,683,351 Series A CCPS each fully paid up, carrying a coupon rate of 0.001% per annum ('p.a.') and having a term of 17 months from the date of allotment and (b) 5,683,353 Series B CCPS each fully paid up, carrying a coupon rate of 0.001% p.a. and having a term of 18 months from the date of allotment, to IDFC Limited, Dunearn Investments (Mauritius) Pte Limited, GKFF Ventures, Premier Edu-Infra Solutions Private Limited and Skyron Eco-Ventures Private Limited. The Series A CCPS and Series B CCPS were convertible into equity shares upon the expiry of their respective terms in accordance with the provisions of Chapter VII of the SEBI (Issue of Capital Disclosure Requirements) Regulations, 2009, as amended ('ICDR Regulations') on the basis of the minimum permissible price, computed in accordance with Regulation 76 read with Regulation 71(b) of the SEBI ICDR Regulations on the conversion date. Pursuant to the approval of the Management Committee of the Board of Directors dated August 26, 2015 and September 26, 2015, the Company approved the allotment for conversion of aforesaid Series A CCPS into 359,478,241 equity shares of face value of ₹ 1 each at a price of ₹ 15.81 per equity share (including securities premium of ₹ 14.81 per equity share) and the Series B CCPS into 380,666,645 equity shares of face value of ₹ 1 each at a price of ₹ 14.93 per equity share (including Securities premium of ₹ 13.93 per equity share) respectively.

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

(d) Shares held by the Holding Company / Ultimate Holding Company and / or their subsidiaries / associates:

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

	March 31, 2016 Number	March 31, 2015 Number
GMR Holdings Private Limited ('GHPL'), the Holding Company		
Equity shares of ₹ 1 each, fully paid up	2,852,072,962	2,752,091,862
GMR Infra Ventures LLP ('GIVLLP'), an associate of the Holding Company		
Equity shares of ₹ 1 each, fully paid up	31,321,815	31,321,815
GMR Enterprises Private Limited ('GEPL'), an associate of the Holding Company		
Equity shares of ₹ 1 each, fully paid up	23,400,000	23,400,000
Welfare Trust of GMR Infra Employees ('GWT'), an associate of the Holding Company		
Equity shares of ₹ 1 each, fully paid up	17,999,800	17,999,800
GMR Business and Consulting LLP ('GBC'), an associate of the Holding Company		
Equity shares of ₹ 1 each, fully paid up	805,635,166	52,973,443
Cadence Retail Private Limited ('CRPL'), a subsidiary of the Holding Company		
Equity shares of ₹ 1 each, fully paid up	100,000	100,000

(e) Aggregate number of shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
During the year ended March 31, 2016, 5,683,351 of Series A CCPS and 5,683,353 of Series B CCPS of face value of ₹ 1,000 each have been converted into 359,478,241 and 380,666,645 equity shares respectively of the Company (Refer note 3(c))	74.00	-

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

Equity shares	March 31, 2016		March 31, 2015	
	Number	% holding in the class	Number	% holding in the class
Equity shares of ₹ 1 each fully paid				
GHPL	2,852,072,962	47.25%	2,752,091,862	63.10%
GBC	805,635,166	13.35%	52,973,443	1.21%
Series A CCPS of ₹ 1,000 each				
Dunearn Investments (Mauritius) Pte Limited	-	-	3,944,084	69.40%
IDFC Limited*	-	-	209,550	3.69%
GKFF Ventures*	-	-	272,415	4.79%
Premier Edu-Infra Solutions Private Limited*	-	-	209,550	3.69%
Skyron Eco Ventures Private Limited*	-	-	1,047,752	18.43%
Series B CCPS of ₹ 1,000 each				
Dunearn Investments (Mauritius) Pte Limited	-	-	3,944,085	69.40%
IDFC Limited*	-	-	2,09,550	3.69%
GKFF Ventures*	-	-	272,416	4.79%
Premier Edu-Infra Solutions Private Limited*	-	-	209,550	3.69%
Skyron Eco Ventures Private Limited*	-	-	1,047,752	18.43%

* Joint investors under the same share subscription and shareholders agreement.

As per records of the Company, including its register of shareholders / members, the above shareholding represents both legal and beneficial ownership of shares.

(g) Pursuant to the approval of the Management Committee of the Board of Directors dated April 18, 2015, the Company approved the allotment of 934,553,010 equity shares of face value of ₹ 1 each at a price of ₹ 15 per equity share (including securities premium of ₹ 14 per equity share) for an amount aggregating to ₹ 1,401.83 crore to the existing equity shareholders of the Company on rights basis in the ratio of 3 equity shares for every 14 equity shares held by equity shareholders under chapter IV of the SEBI ICDR Regulations and provisions of all other applicable laws and regulations.

The details of utilization of rights issue as at March 31, 2016 is stated below :

₹ in Crore

Particulars	Amount proposed to be utilised from Net proceeds	Amount utilised	Balance Amount as at March 31, 2016
Full or partial repayment or prepayment of borrowings and payment of interest, prepayment penalty or premium on borrowings	1,035.00	1,035.00	-
Extend facilities to Company's subsidiary towards part repayment of the subsidiary's borrowings	215.00	215.00	-
General corporate purpose	131.98	131.98	-
Issue related expenses	19.85	19.85	-
Total	**1,401.83**	**1,401.83**	**-**

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

(h) On July 02, 2014, the Board of Directors of the Company approved an issue and allotment of upto 180,000,000 warrants having an option to apply for and be allotted equivalent number of equity shares of face value of ₹ 1/- each on a preferential basis under chapter VII of the SEBI ICDR Regulations and provisions of all other applicable laws and regulations and accordingly the Company received an advance of ₹ 141.75 crore against such share warrants. The shareholders approved the aforesaid issue of warrants through postal ballot on August 12, 2014. Pursuant to the approval of the Management Committee of the Board of Directors dated February 26, 2016 the outstanding warrants have been cancelled as the holders did not exercise the option within the due date of 18 months from the date of allotment, and ₹ 141.75 crore received as advance towards such warrants has been forfeited in accordance with the SEBI ICDR Regulations during the year ended March 31, 2016. The said amount has been credited to Capital Reserve account during the year ended March 31, 2016.

(i) Pursuant to the approval of the Management Committee of the Board of Directors dated July 10, 2014, the Company issued 468,817,097 equity shares of ₹ 1 each, at an issue price of ₹ 31.50 per equity share (which is at a discount of ₹ 1.64 per equity share on the floor price of ₹ 33.14 per equity share and including ₹ 30.50 per share towards share premium) aggregating to ₹ 1,476.77 crore to qualified institutional buyers ('QIB') under chapter VIII of the SEBI ICDR Regulations and provisions of all other applicable laws and regulations. The Shareholders had approved the aforesaid issue of equity shares by way of a special resolution dated March 20, 2014.

4 RESERVES AND SURPLUS

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Capital reserve on forfeiture		
Balance as per the last financial statements	-	-
Add: Transfer on forfeiture of equity share warrants [refer note 3(h)]	141.75	-
Closing balance	**141.75**	**-**
Capital reserve on consolidation (as per the last financial statements)	**125.87**	**125.87**
Capital reserve on acquisition (as per the last financial statements) [refer note 4(a)]	**3.41**	**3.41**
Capital reserve (government grant) (as per the last financial statements) [refer note 4(e)]	**65.49**	**65.49**
Capital redemption reserve (as per the last financial statements)	**28.53**	**28.53**
Debenture redemption reserve [refer note 4(c)]		
Balance as per the last financial statements	175.47	172.36
Add: Amount transferred from surplus / (deficit) in the statement of profit and loss	38.49	49.36
Less: Amount transferred to surplus / (deficit) in the statement of profit and loss on redemption of debentures	(34.38)	(46.25)
Closing balance	**179.58**	**175.47**
Employee stock option outstanding		
Balance as per the last financial statements	-	0.96
Less: Employee stock compensation for options forfeited during the year	-	(0.96)
Closing balance	**-**	**-**
Securities premium account		
Balance as per the last financial statements	7,468.07	6,460.49
Add: Transferred during the year on conversion of CCPS into equity shares [Refer note 3(c)]	1,062.66	-
Add: Received during the year on issue of equity shares [Refer note 3(g) and 3(i)]	1,308.37	1,429.89
Less: Utilised towards debenture / share issue expenses, debenture / preference shares redemption premium and redemption of preference shares (net of taxes and MAT credit)	(266.78)	(450.20)
Less: Utilised towards expenses on issue of foreign currency convertible bonds by the Company	(39.43)	-
Add / (less): Transfer from / (transfer to) minority interest	-	27.89
Closing balance	**9,532.89**	**7,468.07**
Foreign currency translation reserve		
Balance as per the last financial statements	433.85	419.06
Movement during the year	24.07	14.79
Closing balance	**457.92**	**433.85**
Foreign currency monetary items translation difference account		
Balance as per the last financial statements	(0.05)	2.37
Movement during the year [Refer note 35(ii)]	(0.88)	(2.42)
Closing balance	**(0.93)**	**(0.05)**

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

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Special Reserve u/s 45-IC of Reserve Bank of India ('RBI') Act [refer note 4(b)]		
Balance as per the last financial statements	12.02	0.20
Add: Amount transferred from surplus / (deficit) in the statement of profit and loss	7.50	11.82
Closing balance	**19.52**	**12.02**
(Deficit) / surplus in the statement of profit and loss		
Balance as per the last financial statements	(4,006.89)	(1,183.56)
(Loss) / profit for the year	(2,161.00)	(2,733.29)
Appropriations		
Add: Transfer from debenture redemption reserve	34.38	46.25
Less: Transfer to debenture redemption reserve	(38.49)	(49.36)
Less: Redemption premium to preference shareholders [refer note 38(i) and 38(ii) respectively]	-	(13.39)
Add / (less): Transfer of (profit) / loss to minority on dilution of interest in subsidiaries / jointly controlled entities	-	(7.81)
Less: Equity dividend [refer note 4(f)]	-	(4.69)
Less: Tax on equity dividend [refer note 4(f)]	-	(0.80)
Less: Net book value of assets whose useful life have expired as at April 1, 2014 as per the Companies Act, 2013 (net of deferred tax of ₹ 7.35 crore)	-	(36.92)
Less: Transferred to special reserve u/s.45-IC of RBI Act [refer note 4(b)]	(7.50)	(11.82)
Less: Proposed preference share dividend [refer note 4(d)]	(0.01)	(0.01)
Less: Dividend distribution tax on proposed preference share dividend (₹ 10,302) (March 31, 2015: ₹ 23,129) [refer note 4(d)]	(0.00)	(0.00)
Less: Preference share dividend declared by a subsidiary	(2.16)	(2.16)
Less: Dividend distribution tax on preference share dividend declared by subsidiaries	(15.62)	(10.29)
Less: Employee stock compensation for options forfeited during the previous year	-	0.96
Net (deficit) / surplus in the statement of profit and loss	**(6,197.29)**	**(4,006.89)**
Total reserves and surplus	**4,356.74**	**4,305.77**

Note 4(a)

GAPL purchased the aircraft division of GMR Industries Limited ('GIDL') under slump sale on October 01, 2008 for a purchase consideration of ₹ 29.00 crore on a going concern basis and the transaction was concluded in the month of March 2009. Accordingly, an amount of ₹ 3.41 crore being the excess of net value of the assets acquired (based on a valuation report) over the purchase consideration has been recognised as capital reserve on acquisition.

Note 4(b)

As required by section 45-1C of the RBI Act, 20% of DSPL and GAL's net profit of the year is transferred to special reserve. The said reserve can be used only for the purpose as may be specified by the RBI from time to time.

Note 4(c)

In view of losses incurred, GWEL, GEL and GPEPL have not transferred amounts to Debenture Redemption Reserve from its surplus / (deficit) in the statement of profit and loss.

Note 4(d)

The Board of Directors of the Company have recommended a dividend on preference shares at the rate of 0.001% on a prorata basis (March 31, 2015: 0.001%) on Series A CCPS and Series B CCPS for the year ended March 31, 2016.

Note 4(e)

During the year ended March 31, 2006, GHIAL had received a grant of ₹ 107.00 crore from Government of Telangana ['formerly Government of Andhra Pradesh ('GoAP')] towards Advance Development Fund Grant, as per the State Support Agreement. This is in the nature of financial support for the project and accordingly, the Group's share amounting to ₹ 67.41 crore as at April 1, 2011 was included in Capital reserve (government grant). During the year ended March 31, 2012, pursuant to dilution in Group's effective holding in GHIAL, ₹ 1.92 crore was transferred to minority interest.

Note 4(f)

During the year ended March 31, 2015 pursuant to the issue of shares to QIB before the record date, dividend of ₹ 0.10 per equity share of ₹ 1 each for the year ended March 31, 2014 was paid to QIB.

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

5 LONG-TERM BORROWINGS

Particulars	Non-current portion		Current maturities	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Bonds / debentures				
Debentures (secured)	1,809.79	2,111.54	234.25	212.73
Foreign currency senior notes (secured)	1,927.98	1,820.86	-	-
Foreign currency convertible bonds (unsecured)	2,003.10	-	-	-
Term loans				
Indian rupee term loans from banks (secured)	22,327.13	21,990.70	4,649.84	1,592.08
Indian rupee term loans from financial institutions (secured)	5,323.71	7,290.68	288.42	452.55
Indian rupee term loans from others (secured)	0.12	0.18	0.05	0.05
Foreign currency loans from banks (secured)	2,596.91	3,998.31	4,783.64	2,499.65
Foreign currency loans from financial institutions (secured)	674.38	636.91	-	-
Indian rupee term loans from banks (unsecured)	-	62.50	-	125.00
Indian rupee term loans from financial institutions (unsecured)	0.06	0.14	-	-
Indian rupee term loans from others (unsecured)	11.39	13.76	2.27	1.65
Foreign currency loans from banks (unsecured)	323.00	312.08	7.51	3.15
Foreign currency loans from others (unsecured)	33.01	6.51	-	-
Indian rupee term loans against development fees (secured)	-	89.06	84.00	456.20
Supplier's credit (secured)	19.69	37.11	19.69	18.56
Supplier's credit (unsecured)	48.00	48.00	-	-
Other loans				
Bills discounted (secured)	-	-	-	134.70
Finance lease obligation (secured)	0.03	0.32	0.68	0.31
Negative grant (unsecured) (Refer note 36)	-	5.25	66.41	61.16
From the State Government of Telangana ('GoT') (unsecured)	315.05	315.05	-	-
	37,413.35	**38,738.96**	**10,136.76**	**5,557.79**
The above amount includes				
Secured borrowings	34,679.74	37,975.67	10,060.57	5,366.83
Unsecured borrowings	2,733.61	763.29	76.19	190.96
Amount disclosed under the head 'Other current liabilities' (Refer note 9)	-	-	(10,136.76)	(5,557.79)
Net amount	**37,413.35**	**38,738.96**	**-**	**-**

1 During the year ended March 31, 2012, GEL had issued 8,000 secured, redeemable and non-convertible debentures ('NCD') of ₹ 0.10 crore (₹ 1,000,000) each to ICICI Bank Limited ('ICICI'). The debentures are secured by way of first ranking: (a) pari passu charge on the fixed assets of GVPGL; (b) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GEL held by GREEL; (c) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GVPGL held by GEL; (d) pari passu charge over GVPGL's excess cash flow account, as defined in the subscription agreement executed between GEL and ICICI; and (e) exclusive charge over Debt Service and Reserve Account ('DSRA') maintained by GEL with ICICI. These debentures are redeemable at a premium yielding 14.25% p.a. till March 25, 2013 and after March 25, 2013 with a yield of base rate of ICICI plus 4.25% p.a. in thirty seven quarterly unequal instalments commencing from March 2012. As at March 31, 2016, GEL has partially redeemed these debentures and the revised face value of these debentures after redemption is ₹ 0.08 crore (₹ 830,000) (March 31, 2015: ₹ 0.10 crore (₹ 967,500)) per debenture. These secured, redeemable and non-convertible debentures are listed on the Wholesale Debt Segment of National Stock Exchange of India Limited.

2 During the year ended March 31, 2012, the Company had entered into an agreement to issue 7,000 secured, redeemable, non-convertible debentures of ₹ 0.10 crore each to ICICI ('Tranche 1'). During the year ended March 31, 2013, the Company had further entered into an agreement with ICICI to issue 3,000 secured, redeemable, non-convertible debentures of ₹ 0.10 crore each ('Tranche 2'). These debentures are secured by way of first ranking: (a) pari passu charge on the fixed assets of GVPGL; (b) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GEL held by GREEL; (c) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GVPGL held by GEL; (d) pari passu charge over GVPGL's excess cash flow account, as defined in the subscription agreement executed between the Company and ICICI; and (e) exclusive charge over DSRA maintained by the Company with ICICI. These debentures are redeemable at a premium yielding 14.50% p.a. till March 25, 2013 and after March 25, 2013 with a yield of base rate of ICICI plus 4.50% p.a. The Tranche 1 is redeemable in thirty seven quarterly unequal instalments commencing from March 25, 2012 and Tranche 2 is redeemable in thirty six quarterly unequal instalments commencing from June 2012. As at March 31, 2016, the Company has partially redeemed these debentures and the revised face value of these debentures after redemption is ₹ 0.08 crore (₹ 830,000) (March 31, 2015: ₹ 0.10 crore (₹ 967,500)) per debenture.

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3 Secured, redeemable and non-convertible debentures of ₹ 0.10 crore each issued by GPEL amounting to ₹ 475.04 crore (March 31, 2015: ₹ 507.77 crore) bear an interest rate of 9.38% p.a. and are secured by way of first charge over all assets of GPEL, both movable (including future annuity receivable) and immovable properties, both present and future, excluding project assets (unless permitted by National Highways Authority of India ('NHAI') under the Concession agreement). These debentures are redeemable in thirty four unequal half yearly instalments commencing from April 2010 and ending in October 2026.

4 Secured, redeemable and non-convertible debentures of ₹ 0.10 crore each issued by GWEL amounting to ₹ 75.00 crore (March 31, 2015: ₹ 75.00 crore) are secured by way of first pari-passu charge by way of mortgage on all the immovable properties and hypothecation of movable assets including plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles and other movable assets and further secured by first charge/ hypothecation of book debts, operating cash flows, receivables, other current assets, revenues whatsoever in nature, present and future, assignment on all project related documents, all benefits incidental to the project as well as rights under letter of credit or such other security to be provided by the procurer of power under the terms of PPA and pledge of shares representing 51% of the total paid up equity share capital of GWEL. The beneficial interest in the security shall rank pari passu among all the rupee lenders and the lenders participating in the bank borrowings for the working capital requirements / bank guarantee facility to the extent as approved by the rupee lenders and secured bond holders. These debentures carry an interest rate of 12.15% p.a. Further additional coupon rate to the extent of 0.25% p.a. will be payable for every notch below the agreed rating of NCD. These debentures are repayable in 3 equal instalments in September 2022, September 2023 and November 2023. These secured, redeemable and non-convertible debentures are listed on the Bombay Stock Exchange.

5 During the year ended March 31, 2015, DIAL had issued 6.125% Senior Secured Foreign Currency Notes ('Notes') of ₹ 1,927.98 crore (March 31, 2015: ₹ 1,820.86 crore) from International capital market carrying a fixed interest rate of 6.125% p.a. plus applicable withholding tax (March 31, 2015: 6.125% p.a. plus applicable withholding tax). The Notes are due for repayment in February 2022. The Notes are secured by a first rank pari-passu charge on all the future revenues, receivables, Trust and Retention account ('TRA'), any other reserve, other bank accounts and insurance proceeds of DIAL and all the rights, titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under OMDA.

6 Pursuant to the approval of the Management Committee of the Board of Directors dated December 10, 2015, the Company has issued 7.50% Unlisted FCCBs of USD 30.00 Crore to Kuwait Investment Authority with a maturity period of 60 years. The Subscriber can exercise the conversion option on and after 18 months from the closing Date upto close of business on maturity date. Interest is payable on an annual basis. The FCCBs are convertible at ₹ 18 per share which can be adjusted downwards at the discretion of the Company, subject to the regulatory floor price. The exchange rate for conversion of FCCBs is fixed at ₹ 66.745/ USD. The Company needs to take necessary steps incase the bondholders direct the Company to list the FCCBs on the Singapore Exchange Trading Limited.

7 Secured Indian rupee term loan from a bank of ₹ 83.34 crore (March 31, 2015: ₹ 208.33 crore) of KSPL is secured by pari passu first charge on land and buildings appurtenant thereon and first ranking exclusive charge over DSRA. Further secured by an irrevocable and unconditional guarantee given by the Company. The loan carries an interest rate of 9.35% p.a. plus spread of 5.50% p.a. (March 31, 2015: 10.00% p.a. plus spread of 5.50% p.a.) and is repayable in 12 equal quarterly instalments commencing from the end of 27 months from the first drawdown date i.e. October 2014.

8 Secured Indian rupee term loan from a bank of ₹ 125.00 crore (March 31, 2015: ₹ 179.75 crore) of the Company is secured by a first charge over certain immovable properties, aircrafts, lien marked fixed deposit and an exclusive charge on loans and advances provided by the Company out of this loan facility, charge over 30% shares held by GHPL in GMR Sports Private Limited ('GSPL'), a fellow subsidiary and non-disposable undertaking with regard to 19% of shareholding of GHPL in GSPL. The loan carries an interest rate of base rate of lender plus spread of 1.50% p.a. and is repayable in five equal quarterly instalments commencing from March 2017 as per the revised agreement dated May 23, 2016.

9 Secured Indian rupee term loan from a bank of ₹ Nil (March 31, 2015: ₹ 50.00 crore) of the Company was secured by 10% of cash margin on the outstanding amount in form of lien on fixed deposits in favour of the lender and an exclusive charge on loans and advances provided by the Company created out of this facility. The loan carried an interest rate of base rate of lender plus spread of 0.85% p.a. (March 31, 2015: base rate of lender plus spread of 0.85% p.a.) and was repayable in 6 equal quarterly instalments commencing from March 2014. During the year ended March 31, 2016 the Company has repaid the loan in full.

10 Secured Indian rupee term loans from banks of ₹ 124.79 crore (March 31, 2015: ₹ 131.79 crore) of GHRL are secured by first pari passu charge by way of equitable mortgage of GHRL's immovable properties pertaining to the hotel project (including assignment of leasehold rights in the case of leasehold land, if any) and assets of the project consisting of land admeasuring 5.37 acres together with all the buildings, structures etc. on such land; further secured by first pari passu charge on the whole of stocks of raw materials, goods-in-process, semi-finished goods and finished goods, consumable stores and spares, book debts, bills, movable plant and machinery, machinery spares, tools and accessories and other movables, whole of equipments including its spares, tools and accessories, software, whether installed or not and whether in the possession or under the control of GHRL or not, all bank accounts (whether escrow and no lien or otherwise) and all estate, rights, title, interest, benefits, claims and

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

demands, trade receivables, all cash flows and receivables and proceeds of GHRL. Further the loan is secured by corporate guarantee given by GHIAL. The loans carry an interest rate of 12.20% p.a. (March 31, 2015: 12.75% p.a.). The loans are repayable in 48 unequal quarterly instalments commencing from December 2012.

11 Secured Indian rupee term loans from banks and financial institutions of ₹ 1,637.14 crore (March 31, 2015: ₹ 1,679.39 crore) of GHVEPL are secured by way of pari passu first charge over GHVEPL's movable properties, both present and future, including plant and machinery. Further secured by the rights, title, interest, benefit, claims of GHVEPL in respect of the project agreements executed / to be executed, insurance policies both present and future, and all rights, title, interest, benefit, claims, demands of GHVEPL in respect of monies lying to the credit of TRA and other accounts and substitution agreements and collection of tolls unless restricted by NHAI under the concession agreement and by way of pledge of 1,300,000 equity shares and 7,733,000 preference shares held by GMRHL in GHVEPL. The loans carry an interest rate of 11.00% to 11.25% p.a. (March 31, 2015: 11.25% p.a.) and are repayable in forty six unequal quarterly instalments commencing from April 2013. As at March 31, 2016, GHVEPL has defaulted in the payment of interest of ₹ 35.52 crore (March 31, 2015: ₹ Nil) for the months of February and March 2016 (March 31, 2015: Nil).

12 Secured Indian rupee term loans from a bank of ₹ 35.00 crore (March 31, 2015: ₹ 35.00 crore) of GHVEPL is secured by way of first pari passu charge on the same securities offered as security for the Project Loan mentioned in point 11 above and is repayable in thirty six monthly instalments commencing after 24 months from the date of first disbursement i.e. March 2014. The loan carries an interest rate of 2.75% over bank's base rate.

13 Secured Indian rupee term loans from banks of ₹ 254.54 crore (March 31, 2015: ₹ 255.25 crore) of GACEPL are secured by way of pari passu first charge over GACEPL's immovable properties and movable properties, both present and future, including plant and machinery. Further secured by the rights, title, interest, benefit, claims of GACEPL in respect of the project agreements executed / to be executed, insurance policies both present and future, and all rights, title, interest, benefit, claims, demands of GACEPL in respect of monies lying to the credit of TRA and other accounts. Further secured by way of pledge of 100% equity shares of GACEPL held by the Company, GEL and GMRHL. During the year ended March 31, 2016, the loans have been restructured. As per the revised terms, the loans carry an interest at bank's base rate plus spread which shall be reset yearly and are repayable in 42 unequal quarterly instalments with the last instalment due in September 2025 (March 31, 2015: 48 unequal quarterly instalments commencing from August 2010.).

14 Secured Indian rupee term loans from banks of ₹ 168.43 crore (March 31, 2015: ₹ 205.33 crore) of GTTEPL are secured by way of mortgage of all the present and future immovable fixed assets of GTTEPL, hypothecation of movable fixed assets of GTTEPL and the annuity / receivables, investments made out of the balance lying in TRA, assignment of all contractor guarantee, performance bond guarantee and liquidated damages, assignment of all the rights, titles, interest in the assets of the project and all project documents, assignment of all insurance policies, pledge of 51% of equity shares of GTTEPL, assignment of revolving letter of credit issued by NHAI, corporate guarantee by GHPL to cover any short fall in the amount payable in respect of the facility in the event of termination due to any event of default other than NHAI event of default. The loans carry an interest rate of 8.25% p.a.± 10% spread now fixed at 9.08% p.a. w.e.f May 2015 (March 31, 2015: 7.50% p.a. ± 10% spread fixed at 8.25% p.a.) and are repayable in 29 unequal half yearly instalments commencing from November 2005.

15 Secured Indian rupee term loans from banks of ₹ 673.74 crore (March 31, 2015: ₹ 695.25 crore) of GCORRPL are secured by way of first charge on all immovable and movable properties of GCORRPL, both present and future; assignment of all rights, titles and interests in respect of all assets (as permitted by Concession Agreement) and a first charge on all revenues and receivables and by way of pledge of 26% of paid up equity capital of GCORRPL held by the shareholders. Further secured by way of pari passu charge over GCORRPL's movable properties, both present and future, including plant and machinery; rights, title, interest, benefit, claims of GCORRPL in respect of the project agreements executed / to be executed, insurance policies both present and future and all rights, title, interest, benefit, claims, demands of GCORRPL in respect of monies lying to the credit of TRA and other accounts and substitution agreements and receipts of annuity unless restricted by Government of Tamil Nadu under the Concession Agreement. The loans carry an interest of 11.00% to 11.25% p.a. (March 31, 2015: 11.25% p.a.) subject to reset from time to time. During the year ended March 31, 2015, GCORRPL had undertaken negotiation with the lenders pursuant to which, the repayment of the aforesaid loans has been rescheduled. The loans are repayable in 27 unequal half yearly instalments commencing from June 2014.

16 Secured Indian rupee term loans from banks of ₹ 130.70 crore (March 31, 2015: ₹ 159.20 crore) of GTAEPL are secured by way of mortgage of all the present and future immovable fixed assets of GTAEPL, hypothecation of movable fixed assets of GTAEPL and the annuity / receivables, investments made out of the balance lying in TRA, assignment of all contractor guarantee, performance bond guarantee and liquidated damages, assignment of all the rights, titles, interest in the assets of the project and all project documents, assignment of all insurance policies, pledge of 51% of equity shares of GTAEPL, assignment of revolving letter of credit issued by NHAI, corporate guarantee from GHPL to cover any short fall in the amount payable in respect of the facility in the event of termination due to any event of default other than NHAI event of default. The loans carry an interest rate of 8.25% ± 10% spread now fixed at 9.08% p.a. (March 31, 2015: 7.50% p.a. ± 10% spread fixed at 8.25% p.a.) and are repayable in 29 unequal half yearly instalments commencing from November 2005.

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17 Secured Indian rupee term loans from banks and financial institutions of ₹ Nil (March 31, 2015: ₹ 1,080.00 crore) of GOSEHHHPL were secured by way of hypothecation of all movable assets of GOSEHHHPL both present and future, first charge / assignment on all intangible assets of GOSEHHHPL but not limited to goodwill, right and undertakings, both present and future, uncalled capital of GOSEHHHPL both present and future, GOSEHHHPL's bank accounts including debt service escrow accounts and first charge / assignment / security interest on GOSEHHHPL's rights, title and interest in the project documents including the substitution agreement. Further these loans were secured by way of pledge of 51% of the equity shares of GOSEHHHPL held by its shareholders. The loans carried an interest rate ranging from 10.50% to 11.25% p.a. (March 31, 2015: ranging from 11.15% to 11.25% p.a.) with annual reset and were repayable in 46 unequal quarterly instalments from July 2015 to October 2026. Pursuant to the divestment as detailed in note 30(a), GOSEHHHPL ceased to be a subsidiary during the year ended March 31, 2016 and accordingly the Group has not consolidated financial statements of GOSEHHHPL in these consolidated financial statements.

18 Secured Indian rupee term loans from banks and financial institutions of ₹ 2,964.31 crore (March 31, 2015: ₹ 2,971.97 crore) of DIAL are secured by first rank pari passu charge on all the future revenues, receivables, TRA, DSRA, major maintenance reserve, any other reserve, other bank accounts and insurance proceeds of DIAL and all the rights, titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under OMDA and further by the pledge of requisite shares of DIAL held by GAL and Fraport AG Frankfurt Airport Services Worldwide ('FAG') (shareholders of DIAL). The rupee term loans from banks and financial institutions carry an interest rate at base rate plus agreed spread, which is subject to reset at the end of agreed interval. The interest rate during the period ranges from 10.50% to 11.75% p.a. (March 31, 2015: 10.70% to 11.75% p.a.). Indian rupee term loans from banks of ₹ 2,170.31 crore are repayable in 48 quarterly unequal instalments commencing from June 2016 till March 2028 (March 31, 2015: 52 quarterly unequal instalments commencing from June 2015 till March 2028) and from financial institution of ₹ 794.00 crore is repayable in 32 quarterly unequal instalments commencing from June 2016 till September 2023 (March 31, 2015: 36 quarterly unequal instalments commencing from June 2015 till March 2024).

19 Secured Indian rupee term loan from a bank of ₹ 146.87 crore (March 31, 2015: ₹ 173.15 crore) of DDFS is secured by hypothecation of DDFS`s entire stock of raw materials, semi-finished and finished goods, consumable stores and spares and such other movables including book debts, bills whether documentary or clean, outstanding monies, receivables both present and future in a form and manner satisfactory to the banks. Further secured by a first charge on movable fixed assets of DDFS, both present and future (except those financed by other financial institutions) and pledge of 30% of sponsors' shareholding in DDFS worth ₹ 24.00 crore in accordance with section 19(2) and 19(3) of the Banking Regulation Act and an escrow agreement between the lenders and DDFS for first and exclusive charge on receivables. The rate of interest is 10.60% p.a. (March 31, 2015: 11.75% p.a.). The loan of ₹ 146.40 crore is repayable in 36 unequal quarterly instalments commencing from December 2011 to September 2020 and the balance loan of ₹ 0.47 crore is repayable in 11 equal quarterly instalments commencing from June 2015 to December 2017.

20 Secured Indian rupee term loans from banks and financial institutions and foreign currency loans including the interest rate swap ('IRS') arrangement from banks of ₹ 1,797.44 crore (March 31, 2015: ₹ 1,733.43 crore) of GHIAL are secured by mortgage of leasehold right, title, interest and benefit in respect of leasehold land (to an extent of 2,136.46 acres (March 31, 2015: to an extent of 2,044 acres and 29 guntas)), freehold land of 8.82 acres (March 31, 2015: Nil) and first pari passu charge on all movable and immovable assets, operating cash flows, book debts, receivables, intangibles and revenues, both present and future, as well as assignment of all right, title, interest, benefits, claims and demands available under the concession agreement and other project documents, security interest in the TRA, DSRA and further secured by pledge of 16.41 crore and 2.87 crore equity shares, both present and future, held or to be held, upto 51% of the paid up share capital of GHIAL, as the case may be, by both, GAL and MAHB (Mauritius) Private Limited respectively. The foreign currency loans from banks of ₹ 548.18 crore (March 31, 2015: ₹ 574.16 crore) carry an interest rate of LIBOR plus agreed spread; however GHIAL has entered into an IRS arrangement to convert floating rate of interest into fixed rate of interest, as per the terms of the loan agreement. The effective weighted average interest rate is 8.30% p.a. (March 31, 2015: 8.30% p.a.). The Indian rupee term loans from banks and financial institutions of ₹ 1,249.26 crore (March 31, 2015: ₹ 1,159.27 crore) carry interest at base rate plus agreed spread, which is subject to reset at the end of agreed interval. The interest rate ranges from 10.50% to 11.25% p.a. (March 31, 2015: 10.90% to 11.40% p.a.). During the year ended March 31, 2015, the secured Indian rupee term loan from banks and financial institutions were refinanced with a moratorium of two years in repayment of loans beginning from September 2014. Out of the above, Indian rupee term loans from banks and financial institutions are repayable in 52 quarterly instalments beginning from July 2016. The secured foreign currency loan from a bank is repayable in 56 quarterly instalments beginning from July 2010.

21 Secured Indian rupee term loan from a bank of ₹ 24.97 crore (March 31, 2015: ₹ 32.32 crore) of CDCTM is secured against charge on fixed assets to the extent permitted by concession agreement and surplus account in accordance with an escrow agreement entered with the bank. The loan carries an interest rate of base rate plus 1.00% plus term premia (March 31, 2015: base rate plus 1.25% to 1.50% plus term premia). The loan is partially repayable in 28 equal quarterly instalments commencing from June 2012 and the balance portion is repayable in 20 equal quarterly instalments commencing from September 2014.

22 Secured Indian rupee term loans from banks of ₹ 3,608.73 crore (March 31, 2015: ₹ 2,479.41 crore) of GREL and from financial institutions of ₹ Nil (March 31, 2015: ₹ 563.17 crore) are secured by first charge on all movable, immovable properties including stock of raw material and consumables, all book debts, cash flows receivables, TRA, DSRA, other reserves and any other bank accounts of GREL, both present and future.

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These loans are further secured by way of assignments / hypothecation of security interest of all the rights, title, interest, benefits, claims and demands of GREL in the project documents including all insurance contracts and clearances and all benefits incidental thereto and further secured by way of book debt, commissions, revenues of whatsoever nature and wherever arising, present and future, intangibles, goodwill and uncalled capital, present and future, secured by way of pledge of ₹ 115.70 crore (March 31, 2015: ₹ 52.00 crore) equity shares of GREL held by GEL. The rate of interest for loans from banks is the base rate of lead bank plus 100 bbps except in case of two banks, for which the interest rates range from 12.84% to 14.25% p.a. and the rate of interest on loans from financial institution was 12.84% to 13.39% p.a. Further, refer note 30(c) regarding the partial conversion of GREL's long term borrowings under Strategic Debt Restructuring Scheme ('SDR') and the proposed flexible structuring (5/25 scheme) of the remaining borrowings. Further, pursuant to the SDR, the Group has classified the rupee term loans of GREL as current maturities of long term borrowings. As at March 31, 2016, GREL has defaulted in the payment of interest of ₹ 175.79 crore (March 31, 2015: ₹ 24.86 crore) for a period from October 2015 to March 2016 (March 31, 2015: November 2014 to February 2015).

23 Secured Indian rupee term loans from banks of ₹ 4,212.40 crore (March 31, 2015: ₹ 3,303.65 crore) and from financial institutions of ₹ Nil (March 31, 2015: ₹ 576.48 crore) of GKEL are secured by first mortgage and charge by way of registered mortgage in favour of the lenders / security trustees of all the immovable properties of GKEL, present and future, a first charge by way of hypothecation of all GKEL's movable fixed assets including movable plant and machinery, machinery spares, tools and accessories, present and future, GKEL's stock of raw materials, semi-finished and finished goods and consumable goods, a first charge on the book debts, operating cash flows, receivables, commissions, revenues of whatsoever nature and wherever arising present and future, intangibles, goodwill, uncalled capital, present and future, a first charge on the TRA including the DSRA and other reserves and any other bank accounts, wherever maintained present and future first charge by way of assignment or creation of charge of all the right, title, interest, benefits, claims and demands whatsoever of GKEL in the project documents / in the clearances / in any letter of credit, guarantee, performance bond provided by any party to the project documents and all insurance contracts / insurance proceeds, pledge of shares (in the demat form) representing 85.99% (March 31, 2015: 81.44%) of the total paid up equity share capital of GKEL. All the securities set out above shall rank pari passu amongst the lenders of the project for an aggregate rupee term loans including foreign currency loans and working capital lenders for an amount acceptable to the lenders. The interest rate ranges from 12.10% to 13.75% p.a. (March 31, 2015: 12.65% to 14.10% p.a.). Further, pursuant to the RBI's Framework for Revitalising Distressed Assets in the Economy dated January 30, 2014 (including the SDR Scheme dated June 8, 2015), the rupee term loans are repayable in 66 equal quarterly instalments commencing from October 2017. As at March 31, 2016, GKEL has defaulted on the payment of interest of ₹ 79.21 crore (March 31, 2015: ₹ 78.91 crore) for the months February 2016 and March 2016 (March 31, 2015: February 2015 and March 2015).

24 Secured Indian rupee term loans from banks and financial institutions of ₹ 7,234.37 crore (March 31, 2015: ₹ 5,996.85 crore) of GCHEPL are secured by first ranking charge by way of assignment / mortgage / hypothecation / security interest on pari passu basis on, all GCHEPL's immovable properties both present and future, all the movable properties including plant and machinery, machine spares, tools and accessories, furniture, fixtures, vehicle and other movable assets, intangible goodwill, uncalled capital, both present and future in relation to the project, all the book debts, operating cash flows, receivables, commission, revenues of whatsoever nature wherever arising including Clean Development Mechanism ('CDM') benefits of GCHEPL both present and future, all the rights, titles, interest, benefits, claims and demands whatsoever of GCHEPL in the project documents (including PPA's/ MOU for sale of power, package/ construction contracts, Operation and Maintenance related agreements, land lease agreements, fuel supply contracts/ long term linkages, services contracts, mining lease, vesting order, coal mine development and production agreement etc.) all as amended varied or supplemented from time to time; and all insurance policies, performance bonds, contractors guarantees and any letter of credit provided by any party under the project documents, all the rights, titles, permits, clearances, licenses, approvals, consents, all intellectual property, interests and demands of GCHEPL in respect of the project documents and the escrow account, DSRA and any other bank accounts of GCHEPL and other rights, claims etc. and pledge of shares held by the promoters/ sponsors constituting 51% of preference and equity shares of GCHEPL which shall be reduced to 26% of shares on repayment of half of the loans subject to the compliance of conditions put forth by the consortium of rupee lenders, cost overrun lenders and foreign currency lenders. All the securities shall rank pari passu among all the rupee lenders, cost overrun and mining capex lenders, foreign currency lenders aggregating to ₹ 8,977.00 crore and the lenders participating in the bank borrowings for the working capital requirements (fund and non-fund based) to the extent of ₹ 1,054.00 crore and the lenders participating in the performance guarantee of ₹ 455.00 crore and on second charge basis with lenders providing customs / excise bank guarantee and loan equivalent risk limits of ₹ 1,163.00 crore. The loans carry an interest rate ranging from 12.75% to 13.75% p.a. (March 31, 2015: 13.40% p.a.) except for one lender which charges the rate prevailing at each rupee disbursement which ranges from 13.25% to 19.00% p.a. During the year ended March 31, 2015, GCHEPL had undertaken negotiation with the lenders pursuant to which the repayment of the aforesaid loans has been rescheduled. GCHEPL shall repay 70% of the loans from banks and financial institutions (other than funding for mining capex) in 40 equal quarterly instalments commencing from February 2017 and the balance 30% by way of a single instalment on March 2027, except for one lender to whom the loan is to be repaid in 60 equal quarterly instalments commencing from April 2017 to January 2032. In respect of Mining capex funding, the principal of 69.33% shall be repaid in 55 structured quarterly instalments commencing from June 2017 with the balance amount of debt is to be refinanced in March 2031 as per the sanction letter, with the refinanced debt to be repaid in next 4 years. As at March 31, 2016, GCHEPL has defaulted on the payment of interest of ₹ 135.17 crore (March 31, 2015: ₹ 131.19 crore) for a period from April 2015 to March 2016 (March 31, 2015: January 2015 to March 2015).

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25 Secured Indian rupee term loans from banks and financial institutions of ₹ 3,418.32 crore (March 31, 2015: ₹ 3,115.56 crore) of GWEL except term loans under subservient charges are secured by way of a first charge by registered mortgage of all the immovable properties (present and future) and by hypothecation of movable assets including plant and machinery, machinery spares, tools and accessories, stock of raw materials, semi-finished goods and consumable goods. Further, secured by way of a first charge on book debts, operating cash flows, receivables, revenues whatsoever in nature, present and future, retention account, escrow account, DSRA and any other bank account, assignment / hypothecation on all rights, titles, interest, profit, benefits, claims, demand whatsoever of GWEL in the project documents/ clearances pertaining to the project / letter of credit / guarantee / performance bond/ corporate guarantee/ bank guarantee / provided by any party to the project documents as amended from time to time. Further, the loan is secured by pledge of equity shares representing 51% of the total paid up equity share capital of GWEL. The beneficial interest in the security shall rank pari passu among all the rupee lenders and the lenders participating in the bank borrowings for the working capital requirements / bank guarantee facility to the extent as approved by the rupee lenders and secured bond holders. Rupee term loan from a bank of ₹ 200.00 crore is secured by a subservient charge with existing lenders on all the movable properties including but not limited to plant and machinery spares, tools, spares and accessories of the project and other movables both present and future. During the year ended March 31, 2015, GWEL had undertaken refinancing of existing loans pursuant to which the loans carry an interest rate of base rate plus 215 bbps (presently 11.45% p.a.) and the loans are repayable after a moratorium of 18 months with first instalment becoming due from June 2016, further 72% of the loans are repayable in 54 unequal structured quarterly instalments and balance 28% are repayable in September 2029 by way of refinancing. Rupee term loan from a bank of ₹ 105.00 crore (March 31, 2015: ₹ 105.00 crore) is repayable in 20 equal quarterly instalments commencing from July 2016 and carries a rate of interest ranging from 13.00% to 15.35% p.a. Further rupee term loan from a bank of ₹ 100.00 crore is repayable in 72 unequal quarterly instalments commencing from June 2016 and rupee term loan from a bank of ₹ 95.00 crore is repayable in 31 unequal quarterly instalments commencing from September 2017. These loans carry an interest rate ranging of 11.65% and 13.50% p.a. respectively. Certain banks/ financial institution which did not participate in refinancing of existing loan amounting to ₹ Nil (March 31, 2015: ₹ 999.17 crore) would be repaid to the extent of 70.09% in 43 equal quarterly instalments commencing from the end of moratorium period i.e. August 2014 and the balance of 29.91% by way of single instalment in May 2025. These loans carried an interest of 12.85% p.a. These loans were prepaid during the year on refinancing. The loan from a financial institution of ₹ 100.00 crore (March 31, 2015: ₹ Nil) is repayable in 20 equal quarterly instalments commencing from April 2017 and carries an interest rate of 13.00% p.a.

26 Secured Indian rupee term loans from banks and financial institutions of ₹ 196.53 crore (March 31, 2015: ₹ 215.13 crore) of GGSPPL except in case of one bank are secured by way of pledge of shares aggregating 51% of the total paid up capital of GGSPPL and first charge by way of mortgage of immovable properties of GGSPPL. Further, rupee term loan from the remaining one bank is secured by a subservient charge/ hypothecation/ mortgage/ assignment/ security interest on all movable and immovable assets present and future in favour of lender or security trustee. The rate of interest in case of loans from banks ranges from 12.00% p.a. to 14.35% p.a. (March 31, 2015;12.50% to 13.00% p.a.) and in case of loans from financial institution, the rate of interest is 12.00% p.a. (March 31, 2015: 12.00% to 12.62% p.a.). During the year ended March 31, 2015, GGSPPL had undertaken negotiation with the lenders pursuant to which the repayment of the aforesaid loans has been rescheduled. The loans from banks and financial institutions are repayable in 47 unequal quarterly instalments commencing from July 2012 to January 2024, except in case of one bank, which is repayable in 36 quarterly instalments by March 2024.

27 Secured Indian rupee term loans from banks of ₹ 81.20 crore (March 31, 2015: ₹ 92.35 crore) of MTSCL are secured by way of a first ranking mortgage / hypothecation / assignment/ security interest/ pledge on immovable property comprising of land and building both present and future acquired; movable current assets both present and future; pledge of shares representing 30% of the total equity share capital of MTSCL and all rights, titles, permits and interests of MTSCL in respect of all the assets, project documentation including all insurance contracts and clearances. The loan carries interest rate in the range of base rate plus spread of 2.75% to 6.00% p.a. (March 31, 2015: base rate plus spread of 2.75% to 3.00% p.a.). Rupee term loan of ₹ 64.71 crore is repayable in 28 quarterly instalments commencing from March 2014 and loan of ₹ 16.49 crore is repayable in 48 quarterly instalments commencing from June 2015. Pursuant to the memorandum of understanding ('MOU') as detailed in note 30(b), the Group has classified the borrowings of MTSCL as current maturities of long term borrowings.

28 Secured Indian rupee term loans from banks of ₹ 21.45 crore (March 31, 2015: ₹ 23.87 crore) of ATSCL are secured by way of a first ranking mortgage / hypothecation / assignment / security interest / pledge on the immovable property comprising of land and building both present and future acquired; movable current assets both present and future; pledge of shares representing 30% of the total equity share capital of ATSCL and all rights, titles, permits, and interests of ATSCL in respect of all the assets, project documentation including all insurance contracts and clearances. The loan carries interest rate in the range of base rate plus spread of 2.75% p.a. to 6.00% p.a. (March 31, 2015: base rate plus spread of 2.75% p.a. to 3.00% p.a.). Rupee term loan of ₹ 9.81 crore is repayable in 28 quarterly instalments commencing from March 2014 and loan of ₹ 11.64 crore is repayable in 48 quarterly instalments commencing from June 2015. Pursuant to the MOU as detailed in note 30(b), the Group has classified the borrowings of ATSCL as current maturities of long term borrowings.

29 Secured Indian rupee term loans from banks of ₹ 14.30 crore (March 31, 2015: ₹ 18.70 crore) of DASPL are secured by exclusive charge on movable fixed assets of DASPL, entire current assets of DASPL and DASPL's escrow account receivables. The loans carry interest rate at base rate plus 0.90% p.a. (March 31, 2015: BPLR minus 2.75% p.a.) which is subject to reset at the end of agreed interval. The loans are repayable in 32 quarterly instalments commencing from July 2011 till April 2019.

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30 Secured Indian rupee term loans from banks of ₹ 12.28 crore (March 31, 2015: ₹ 26.56 crore) of HASSL are secured by an equitable mortgage of leasehold right and title in respect of leasehold land belonging to GHIAL and other immovable properties and first charge on all movables, including movable machinery, machinery spares, tools, accessories, furniture, fixtures, vehicles and other movable assets, book debts, operating cash flows, receivables, intangibles, uncalled capital, commissions, revenues, present and future and assignment of all claims and demands from insurance, TRA, DSRA of HASSL and further secured by pledge of 0.38 crore equity shares of HASSL held by GHIAL. The loans carry interest rate at RBI Prime Lending Rate ('PLR') plus 3.00% p.a. The loans are repayable in 21 equal quarterly instalments commencing from March 2012.

31 Secured Indian rupee term loans from banks of ₹ 55.20 crore (March 31, 2015: ₹ 49.78 crore) of GHASL are secured by mortgage of leasehold right, title, interest and benefit in respect of leasehold land and an exclusive charge on all movable and immovable assets, operating cash flows, book debts, receivables, commissions, revenue of whatsoever nature, both present and future, and an exclusive charge on all bank accounts of the project, including TRA, escrow accounts etc. During the year ended March 31, 2015, the rupee term loan was restructured at an interest rate of 11.00% p.a. as against an earlier rate of 12.00% p.a. Further, on account of restructuring, GHASL got the additional term loan facility by way of additional funded interest term loan ('FITL'). Further, GHASL also got the moratorium of two years for repayment of loans (term loan and FITL) repayable over 32 unequal quarterly instalments beginning from June 2017 as against an earlier repayment term of over 40 unequal quarterly instalments beginning from November 2013.

32 Secured Indian rupee term loans (including FITL) from banks of ₹ 281.99 crore (March 31, 2015: ₹ 257.53 crore) of GAEL are secured by first pari-passu charge (a) by way of equitable mortgage of leasehold rights of land of GAEL and GATL to the extent of 16.46 acres on which MRO facilities are constructed with all the buildings, structures, etc. on such land; (b) hypothecation of all the movable assets of the GAEL and the subsidiary, GATL, including, but not limited to plant and machinery, machinery spares, tools and accessories, current assets; (c) book debts, operating cash flows, receivables, commissions, revenue of whatsoever nature and wherever arising, present and future of GAEL and GATL; (d) all rights, title, interests, benefits, claims and demands whatsoever of GAEL and GATL, with respect to the insurance contracts; (e) on all the bank accounts of GAEL and GATL; (f) pledge of 51% of paid up share capital of GAEL held by GHIAL; and (g) unconditional and irrevocable corporate guarantee of GHIAL pari passu among the lenders for their respective term loans and funded interest term loan. The loans carry interest rate of 11.00% p.a. (March 31, 2015: 11.00% p.a.). During the year ended March 31, 2015, rupee term loans from banks were restructured with a moratorium period of two years in repayment of loan. The loans are repayable in 40 quarterly unequal instalments beginning from June 2016 as against earlier repayment term of 40 quarterly unequal instalments beginning from February 2014. Further, the interest for a period of 25 months commencing from March 2014 was converted into FITL and the FITL is repayable in 28 quarterly unequal instalments beginning from June 2016. During the year ended March 31, 2016, GAEL has also entered in to an agreement with a bank to obtain Loan Equivalent Risk (LER) facility for the cross currency arrangements which is secured by a second charge over the fixed and current assets, both present and future. Further, terms loans of ₹ 87.77 crore have been swapped by way of cross currency arrangement with the bank pursuant to which the principal of ₹ 87.77 crore has been swapped for an equivalent USD 1.30 crore and interest on such loan from 11.00% to 5.22% on the applicable USD amount. Additionally the interest on loans of ₹ 190.61 crore has been swapped by way of cross currency arrangement with a bank pursuant to which interest of 11.00% has been swapped to 9.78% p.a. on the applicable equivalent USD 2.83 crore on such effective date.

33 Secured Indian rupee term loans from banks of ₹ 28.50 crore (March 31, 2015: ₹ 33.93 crore) of DAFF are secured by a charge on receivables / cash flows / revenue under escrow account, both present and future, after payment of statutory dues and license fees payable to DIAL. The rate of interest is base rate of the lender (March 31, 2015: base rate of the lender plus 0.05% to 0.30% p.a.). The loans were taken in two tranches, the first tranche is repayable in 48 quarterly instalments commencing from July 2011 and the second tranche is repayable in 20 quarterly instalments, calculated based on actual disbursements.

34 Secured Indian rupee term loans from banks of ₹ 136.04 crore (March 31, 2015: ₹ 139.86 crore) of DAPSL are secured by way of an exclusive first charge on the revenue, profit, receivables, book debts, outstanding monies, recoverable claims and cash flows, both present and future and by way of pledge of 30% of the issued and paid up capital of DAPSL, to be pledged at all the times during the tenure of loan. The loans carry interest rate ranging from 10.55% to 11.25% p.a. (March 31, 2015: 11.25% to 12.25% p.a.) subject to reset at the end of every 12 months from the date of first disbursement. The loans were earlier repayable in 36 unequal quarterly instalments commencing from April 2011, however pursuant to refinancing the loans are repayable in 38 quarterly structured instalments commencing from October 2015.

35 Secured Indian rupee term loans from banks of ₹ 2.58 crore (March 31, 2015: ₹ 3.72 crore) of TFS are secured by pledge of 30% of the shareholding in TFS and by way of lien on escrow account. The rate of interest ranges from 11.25% to 13.00% p.a. The loans are repayable in 28 equal quarterly instalments commencing from July 2011.

36 Secured Indian rupee term loans from a bank of ₹ 2.80 crore (March 31, 2015: ₹ 5.40 crore) of HDFRL is secured by current assets including stock and such other movables, book debts, movable assets, software, whether installed or not and whether in possession or under the control of HDFRL or not, all bank accounts and pledge of 30% of shares of total equity held by GHIAL. As on March 31, 2016, HDFRL has pledged 0.51 crore (March 31, 2015: 0.51 crore) equity shares as per the sanction terms. The rate of interest is base rate plus agreed spread, which is subject to reset at the end of agreed interval. The loan carries interest rate ranging from 11.25% to 11.75% p.a. (March 31, 2015: 11.75% to 12.50% p.a.). The loan

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is repayable in 22 unequal quarterly instalments commencing from March 2012 till March 2017. During the year ended March 31, 2016, HDFRL has entered into a cross currency swap agreement with a bank to receive equivalent USD 0.09 crore for the loan amount at the interest rate of 5.88% p.a. on the applicable USD amount.

37 Secured Indian rupee term loans from banks of ₹ 5.37 crore (March 31, 2015: ₹ 6.66 crore) of TIM are secured by a charge on entire book debts of TIM, bills whether documentary or clean, outstanding monies and receivables of TIM, both present and future, under escrow account. TIM has also given an undertaking to the bank for first right on security deposit of ₹ 17.47 crore (given to DIAL) so released by DIAL for appropriation towards dues of the lender, if any. The loans carry interest rate ranging from 9.40% to 11.75% p.a. (March 31, 2015: 11.75% p.a.). The loans are repayable in three tranches, the first tranche is repayable in 24 equal quarterly instalments commencing from December 2011, the second tranche is repayable in 16 equal quarterly instalments commencing from May 2014 and the third tranche is repayable in 42 equal monthly instalments commencing from July 2016.

38 Secured Indian rupee term loans from banks and financial institutions of ₹ 425.10 crore (March 31, 2015: ₹ 245.12 crore) of GBHHPL are secured by first charge on all movable, immovable properties including stock of raw material and consumables, all book debts, cash flows receivables, TRA, DSRA and other reserves and any other bank accounts of GBHHPL both present and future. Further secured by way of assignments / hypothecation of security interest of all the rights, title, interest, benefits, claims and demands of GBHHPL in the project documents. Further secured by way of pledge of 51% of its equity shares held by GEL. The loans from banks carry interest rate of base rate of the respective lender, plus 300 bbps to 330 bbps (March 31, 2015: base rate of respective lender plus 300 bbps to 330 bbps) and the loans from financial institutions carry interest rate of PLR of the respective lender minus 225 bbps except in case of one financial institution, which charges interest rate as per the respective lenders interest rate. The loans are repayable in 54 unequal quarterly instalments commencing from March 2019.

39 Secured Indian rupee term loan from a bank of ₹ 87.50 crore (March 31, 2015: ₹ 92.50 crore) of GADL is secured by first exclusive charge on GADL's loans and advances, current assets, cash flows and interest on inter corporate deposits/ sub debt including corporate guarantee from the Company and GAL. The loan is repayable in 28 quarterly instalments commencing from December 2013 and carries an interest rate ranging from 11.75% to 12.25% p.a. (March 31, 2015: 12.25% p.a.).

40 Secured Indian rupee term loan from a bank of ₹ 500.00 crore (March 31, 2015: ₹ 800.00 crore) of the Company is secured by (a) subservient charge on the immovable properties and movable assets of GWEL both present and future; (b) subservient charge on non-agricultural land in the State of Andhra Pradesh ('AP') of KSPL; (c) pledge of Nil (March 31, 2015: 46.00 crore) equity shares of the Company, held by GHPL; (d) pledge of 23% equity shares of GWEL held by GEL; (e) pledge of 30% equity shares of GCHEPL held by GEL; (f) pledge over 30% of equity shares of GEL held by GREEL; and (g) subservient charge on immovable properties situated in the State of Gujarat (both present and future) and all movable assets of GGSPPL. The loan carries an interest rate of base rate of lender plus spread of 4.75% p.a. (March 31, 2015: base rate of lender plus spread of 4.75% p.a.) The loan is repayable in twelve structured quarterly instalments commencing from April 2021 and ending in January 2024 as per the revised agreement dated May 27, 2016. There are certain mandatory prepayment events agreed with the bank including further issue of equity shares / divestments of stake in certain entities.

41 Secured Indian rupee term loan from a bank of ₹ 64.75 crore (March 31, 2015: ₹ 70.00 crore) of the Company is secured by (a) 10% of cash margin on the outstanding amount in the form of lien on fixed deposits in favour of the lender; (b) exclusive charge on assets provided by the Company created out of this facility; (c) pledge of 6.71 crore equity shares of ₹ 1 each of the Company, held by GHPL and (d) Corporate guarantee of GHPL. The loan carries an interest rate of base rate of lender plus spread of 0.85% p.a. (March 31, 2015: base rate of lender plus spread of 0.85% p.a.) and is repayable in 10 structured quarterly instalments commencing from March 2017 as per the revised agreement dated May 23, 2016. The bank has a put option for full or part of the facility amount at the end of 36 months from the date of first disbursement and every 3 months thereafter.

42 Secured Indian rupee term loan from a bank of ₹ 120.00 crore (March 31, 2015: ₹ 120.00 crore) of the Company is secured by (a) 10% of cash margin on the outstanding amount in the form of lien on fixed deposits in favour of the lender; (b) exclusive charge on assets provided by the Company created out of this facility; (c) pledge of shares of the Company on completion of 18 months from the date of first disbursement to cover the outstanding amount of loan facility less amount of fixed deposit as stated aforesaid on such date; and (d) cross collaterisation with existing securities of the Company with the lender. The loan carries an interest rate of base rate of lender plus spread of 1.50% p.a. (March 31, 2015: base rate of lender plus spread of 1.50% p.a.). The loan is repayable in 8 equal quarterly instalments commencing from January 2018 as per the revised agreement dated May 23, 2016. The bank has a put option for full or part of the facility amount at the end of 18 months from the date of first disbursement and every 3 months thereafter.

43 Secured Indian rupee term loan from a bank of ₹ 87.08 crore (March 31, 2015: ₹ 90.00 crore) of the Company is secured by (a) 10% of cash margin on the outstanding amount in the form of lien on fixed deposits in favour of the lender; (b) cross collaterisation with existing securities available to the lender under various facilities extended to the Group by the lender; (c) pledge over 8.3% shareholding of GEL held by the Company; (d) an exclusive charge on assets created out of underlying facility by GISPL in favour of lender approved correspondent bank; (e) pledge on CCPS invested by GISPL in GCRPL in favour of lender approved correspondent bank; (f) cash flows of GISPL from the underlying contract with the Company or its subsidiaries to be escrowed / charged in favour of lender approved correspondent bank; (g) exclusive charge on loans given to

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GEL, and / or exclusive charge on all the movable/immovable fixed assets of RSSL and / or charge on other assets acceptable to the lender to cover the outstanding loan amount; and (h) DSRA covering interest payment for the first 3 months. The loan carries an interest rate of base rate of lender plus spread of 1.25% p.a. (March 31, 2015: base rate of lender plus spread of 1.25% p.a.) The loan is repayable in 14 unequal semi-annual instalments commencing after 12 months from the date of first disbursement.

44 Secured Indian rupee term loan from a bank of ₹ 75.39 crore (March 31, 2015: ₹ 171.01 crore) of the Company is secured by an exclusive first mortgage and charge on (a) residential property of Mr. G.B.S Raju at Bengaluru; (b) certain immovable properties of Boyance Infrastructure Private Limited ('BIPL'); (c) non-agricultural land of Hyderabad Jabilli Properties Private Limited ('HJPPL') at AP; (d) certain immovable property owned by D G Buildwell Private Limited ('DGBPL') in New Delhi; (e) office space of Grandhi Enterprises Private Limited ('GREPL') at Mumbai; (f) an irrevocable and unconditional guarantee of GREPL, BIPL, DGBPL and HJPPL limited to the extent of the value of their property as stated aforesaid; (g) non-agricultural lands of Mr. G. M. Rao; (h) commercial apartment owned by HFEPL; and (i) an irrevocable and unconditional guarantee of GHPL, BIPL and HFEPL and demand promissory note equal to principal amount of the loan and interest payable on the loan. The loan carries an interest rate of base rate of lender plus applicable spread of 3.25% p.a. and is repayable in 13 equal quarterly instalments commencing from July 2015 as per the revised agreement dated April 10, 2015.

45 Secured Indian rupee term loan from a bank of ₹ 225.00 crore (March 31, 2015: ₹ 250.00 crore) of the Company is secured by (a) residual charge over all current assets and movable fixed assets both present and future; (b) first charge over loans and advances both present and future (excluding EPC division) to provide minimum cover of 1.25 times of the facility outstanding; (c) second charge over cash flows of both present and future of GMRHL; (d) an exclusive charge over rights and interest of the Group in IBC Knowledge Park property at Bengaluru and (e) pledge of 30% shares of GMRHL; and (f) DSRA covering interest payment for the first three months. The loan carries an interest rate of base rate of lender plus spread of 1.05% p.a. (March 31, 2015: base rate of lender plus spread of 1.05% p.a.) and is repayable in 6 structured quarterly instalments commencing from March 2017 as per the revised agreement dated May 23, 2016. There are certain mandatory prepayment events agreed with the bank including further issue of equity shares/ divestments of stake in certain entities.

46 Secured Indian rupee term loan from a bank of ₹ 180.00 crore (March 31, 2015: ₹ 225.00 crore) of GEL is secured by (a) exclusive charge on assets created out of the loan facility; (b) cash margin of 10% of outstanding facility amount in the form of fixed deposits lien marked in favour of the lenders; (c) pledge of shares of GEL, valued at ₹ 300.00 crore; and (d) non disposable undertaking of the shares of the Company held by GHPL of ₹ 60.00 crore. The loan carries interest of bank's base rate plus 1.00% p.a. (March 31, 2015: bank's base rate plus 1.00% p.a.) and is repayable in 16 unequal quarterly instalments commencing after 15 months from the date of first disbursement. The bank has a put option for full or part of the facility amount at the end of 36 months from the date of first disbursement and every 3 months thereafter.

47 Secured Indian rupee term loan from a bank of ₹ 264.00 crore (March 31, 2015: ₹ 330.00 crore) of GEL is secured by (a) exclusive charge on assets created out of the loan facility; (b) cash margin of 10% of outstanding facility amount in the form of fixed deposit lien marked in favour of the lenders; (c) pledge of shares of GEL, valued at ₹ 210.00 crore; (d) corporate guarantee of the Company; (e) exclusive charge by way of mortgage on immovable fixed assets owned by GEL or any associate company/ group company/ promoters, such that a cover of 0.5x of the outstanding facility amount (net of fixed deposit margin) is maintained throughout the tenure of the facility; and (f) pledge of 25% equity shares of GVPGL held by GEL. The loan carries interest rate of bank's base rate plus 1.00% p.a. (March 31, 2015: bank's base rate plus 1.00% p.a.) and is repayable in 16 unequal quarterly instalments commencing after 15 months from the date of first disbursement. The bank has a put option for full or part of the facility amount at the end of 24 months from the date of first disbursement and every 3 months thereafter.

48 Secured Indian rupee term loan from a bank of ₹ 408.86 crore (March 31, 2015: ₹ 475.00 crore) of GEL is secured by (a) exclusive charge on assets created out of the loan facility; (b) 10% DSRA of outstanding facility amount in the form of fixed deposit lien marked in favour of the lenders; (c) pledge of shares of GEL valued at ₹ 260.00 crore; (d) corporate guarantee of the Company; (e) exclusive charge by way of mortgage on office space at Bandra Kurla complex, Mumbai; (f) pledge of 30% shares of GPCL; and (g) non-disposable undertaking of 21% shareholding of GPCL held by GEL. The loan carries interest rate of bank's base rate plus 1.25% p.a. (March 31, 2015: base rate plus 1.25% p.a.) and is repayable in 16 unequal quarterly instalments commencing after 15 months from the date of first disbursement. The lender has a put option for full or part of the facility amount at the end of 36 months from the date of first disbursement and every 3 months thereafter.

49 Secured Indian rupee term loan from a bank of ₹ 150.00 crore (March 31, 2015: ₹ 150.00 crore) of GEL is secured by pledge of total paid up equity share capital of GEL held by the Company for an amount equivalent to the loan facility, subject to Banking Regulation Act, 1949 and corporate guarantee by the Company guaranteeing the repayment of the loan and payment of interest and other charges thereon. The loan carries interest rate of base rate of the bank plus 2.00% floating spread (March 31, 2015: base rate of the bank plus 2.00% floating spread) with reset option as stipulated by the lender from time to time and is repayable after 3 years from the drawdown date.

50 Secured loan from a bank of ₹ 0.38 crore (March 31, 2015: ₹ 0.50 crore) of the Company are secured on certain vehicles of the Company. The loan carries an interest rate of 10.00% p.a. (March 31, 2015: 10.00% p.a.). The loan is repayable in 60 equal monthly instalments commencing from October 2013.

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51 Indian rupee term loan from a bank of ₹ 18.17 crore (March 31, 2015: ₹ Nil) of GVPGL is secured by way of fixed deposits and corporate guarantees of GREEL. The loan is repayable in seven equal quarterly instalments from the end of 3 months from the date of first disbursement of the facility and carries an interest of bank's base rate plus spread of 1.25% p.a.

52 Secured Indian rupee term loan from a bank of ₹ 3.48 crore (March 31, 2015: ₹ Nil) of PAPPL is secured by 20.03 acres of immovable property of PAPPL. The loan carries a floating rate of 10.90% p.a. and is repayable in 108 monthly instalments commencing from October 2015.

53 Secured Indian rupee term loan from a bank of ₹ 450.00 crore (March 31, 2015: ₹ Nil) of GAL is secured by exclusive first charge by way of hypothecation on GAL's movable fixed assets (except investments) and current assets, revenues and receivables, both present and future, monies lying in the accounts of GAL, including TRA. Further secured by pledge of 26% equity shares of GAL held by the Company, an unconditional and irrevocable corporate guarantee from the Company, non-disposal undertaking and power of attorney executed in favor of bank (to be executed for any acquisition of shares by GAL in DIAL beyond 54%). The loan carries interest at base rate plus agreed spread, which is subject to reset at the end of agreed interval. The rate of interest is ranging from 10.70% to 10.25% p.a. (March 31, 2015: Nil). 76% of the loan is repayable in 15 quarterly equal instalments commencing from March 2017 till September, 2020. The balance 24% of the loan shall be repaid as a bullet repayment in September 2020.

54 Secured Indian rupee term loan from a bank of ₹ 285.00 crore (March 31, 2015: ₹ Nil) of the Company is secured by (a) 10% DSRA in the form of lien on fixed deposit in favor of the lender; (b) exclusive first charge on asset provided by the Company created out of the facility; (c) pledge over 5% shareholding of GEL held by the Company; (d) pledge over 26% of equity shares of GWEL held by GEL. The loan carries an interest rate of base rate of lender plus spread of 0.50% p.a. The loan is repayable in 14 structured quarterly instalments commencing from January 2017 as per the revised agreement dated May 23, 2016.

55 Secured Indian rupee term loan from a bank of ₹ 2.90 crore (March 31, 2015: ₹ Nil) of GRSPPL is secured by way of first charge on all the goods, book debts and all the other movable assets. The loan carries an interest rate of 13.25% p.a. and is repayable in 11 yearly instalments with initial gestation period of 12 months commencing from February 2017.

56 Secured Indian rupee term loan from a bank of ₹ 46.57 crore (March 31, 2015: ₹ 69.62 crore) of WAISL is secured by assignment of receivables of WAISL under Master Service Agreement ('MSA') and User agreements. The loan carries an interest rate calculated on the basis of 5 year lender benchmark rate prevailing on the date of each disbursement of the purchase consideration plus spread. The loan is repayable in monthly instalments commencing from January 2010 to December 2017.

57 Secured Indian rupee term loan from a financial institution of ₹ 600.00 crore (March 31, 2015: ₹ 700.00 crore) of the Company is secured by an exclusive first charge on barge mounted plant of GEL and pledge of 3.32 crore (March 31, 2015: 3.32 crore) equity shares of ₹ 1 each of the Company, held by GHPL. The loan carries an interest rate of 11.75% p.a. (March 31, 2015: 11.75% p.a.) and is repayable in 10 equated annual instalments commencing from December 2012.

58 Secured Indian rupee term loans from financial institutions of ₹ 100.00 crore (March 31, 2015: ₹ 250.00 crore) of GMRHL are secured by way of a pledge of 26% equity shares of GMRHL held by the Company. This term loan carries an interest rate of 13.00% p.a. for the first 13 months from the date of disbursement; 14.00% p.a. for the next 12 months from the end of 13 months from the date of first disbursement; 15.00% p.a. for the rest of the tenure of loan and the principal is repayable in a lumpsum within 37 months from the date of agreement i.e. March 2013.

59 Secured Indian rupee term loans from financial institutions of ₹ 15.85 crore (March 31, 2015: ₹ 20.72 crore) of GAPL are secured by way of hypothecation of aircrafts of GAPL and guarantee issued by the Company. The rate of interest ranges from 10.23% to 11.38% p.a. (March 31, 2015: 10.97% to 12.39% p.a.). The loan is repayable in quarterly instalments of ₹ 1.22 crore each with an option to preclose at the end of year 1 and thereafter on every interest reset date with 30 days written notice to the lender without any prepayment premium.

60 Secured Indian rupee term loan from a financial institution of ₹ 700.00 crore (March 31, 2015: ₹ 700.00 crore) of GEL is secured by way of first pari-passu charge on the land of KSPL and corporate guarantee given by the Company. The loan carries an interest of 12.00% p.a. (March 31, 2015: 12.00% p.a.) and is repayable in 6 equal instalments after the fifth year from the date of first disbursement. The loan was taken during the year ended March 31, 2013.

61 Secured Indian rupee term loan from a financial institution of ₹ 150.00 crore (March 31, 2015: ₹ 150.00 crore) of the Company is secured by exclusive first charge on land held by GKSEZ. The loan carries interest rate of 12.00% p.a. (March 31, 2015: 12.00% p.a.). The loan is repayable in 7 equal annual instalments commencing at the end of four years from the date of first disbursement.

62 Secured Indian rupee term loan from a financial institution of ₹ 28.75 crore (March 31, 2015: ₹ 36.93 crore) of the Company is secured by a charge on the assets of the Company. The loan carries interest rate of 14.75% p.a. linked with lender's base rate on reducing balance and is repayable in 57 monthly instalments commencing from April 2014.

63 Secured Indian rupee term loan from a financial institution of ₹ 195.00 crore (March 31, 2015: ₹ 195.00 crore) of the Company is secured by way of (a) first mortgage and charge on non-agriculture lands of SJK; (b) pledge of 2.00 crore equity shares of ₹ 1 each of the Company, held by GHPL and (c) pledge of such number of equity shares of ₹ 10 each of GEL having book value of minimum of ₹ 400.00 crore held by the Company and

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in case of default in repayment of loan, the lender has the right to convert the loan into equity. The loan carries an interest rate of 14.25% p.a. (March 31, 2015: 14.25% p.a.) and is repayable in 18 quarterly instalments commencing from October, 2016.

64 Secured Indian rupee term loan from a financial institution of ₹ 260.00 crore (March 31, 2015: ₹ 260.00 crore) of the Company is secured by exclusive first charge on certain immovable properties located in the State of AP owned by NREPL, Corporate Infrastructure Services Private Limited, a fellow subsidiary, Varalaxmi Jute & Twine Mills Private Limited, Vijay Niwas Real Estates Private Limited and Smt. G. Varalakshmi. The loan carries an interest rate of 12.15% p.a. (March 31, 2015: 12.15% p.a.). The loan is repayable in 6 equal annual instalments commencing at the end of five years from the date of first disbursement.

65 Secured rupee term loans from a financial institution of ₹ 9.74 crore (March 31, 2015: ₹ Nil) of GCHEPL is secured by exclusive/ first charge/ hypothecation of equipments borrowed under the loan consisting of movable assets/ equipments including movable plant and machinery, machinery spares, tools and accessories and other movables, both present and future, whether installed or not and whether now lying loose or in cases or which are lying or stored in or about or shall be brought into or upon or be stored or be in GCHEPL's factories, premises and godowns or wherever else the same may be or be held by any party to the order or disposition of the customer or in the course of transit or on high seas or on order or delivery. The loan carries an interest rate of 16% per annum. The loan amount shall be repaid in 34 monthly instalments commencing from December 2015.

66 Secured Indian rupee loan from a financial institution of ₹ 55.42 crore (March 31, 2015: ₹ Nil) of SJK is secured by the way of (a) pledge on 1.70 crore equity shares of the Company; (b) pledge on 100% equity shares of GPEL; (c) pledge on 49% equity shares of GTAEPL; (d) pledge on 49% equity shares of GTTEPL; (e) pledge on 26% equity shares of GHVEPL; (f) First pari passu charge on loans and advances of the above mentioned road companies; (g) pledge on 21% equity shares of GMRHL; (h) pledge on 26% preference share capital of GMRHL; (i) charge by the way of mortgage on certain properties; and (j) charge by the way of mortgage on 82 acres of immovable property located at Maharashtra. The loan carries interest rate at lender's benchmark rate less spread of 6.00% p.a. The entire loan is repayable on bullet repayment on the date falling 36 months from the date of first disbursement i.e. September 2018.

67 Secured Indian rupee term loan from a financial institution of ₹ 150.00 crore (March 31, 2015: ₹ Nil) of KSPL is secured by pari passu first charge on land to the extent of 8,236.50 acres along with escrow of receivable from land leasing of 916 acres under Phase-I and lien on fixed deposit of ₹ 5.65 crore. Further secured by an irrevocable and unconditional guarantee given by the Company. The loan carries an interest rate of 11.70% p.a. plus spread of 2.75% and is repayable in 8 equal quarterly instalments commencing from the end of 27 months from the first drawdown date i.e. September 2017.

68 Secured loan from others of ₹ 0.17 crore (March 31, 2015: ₹ 0.23 crore) of the Company is secured by certain vehicles of the Company. The loan carries an interest rate of 10.33% p.a. (March 31, 2015: 10.33% p.a.) and is repayable in 60 equal monthly instalments commencing from April 2014.

69 Secured foreign currency loans from banks of ₹ 362.70 crore (March 31, 2015: ₹ 346.07 crore) of GKEL are secured by first ranking charge/ assignment / mortgage / hypothecation / security interest on pari passu basis on all the immovable (including land) and movable properties (excluding mining equipments) including plant and machinery, machine spares, tools and accessories, furniture, fixtures, vehicles and other movable assets of GKEL, both present and future in relation to the project, all the tangible and intangible assets including but not limited to its goodwill, undertaking and uncalled capital, both present and future in relation to the project, all insurance policies, performance bonds, contractors guarantees and any letter of credit provided by any person under the project documents, all the rights, titles, permits, clearances, approvals and interests of GKEL in, to and in respect of the project documents and all contracts relating to the project, all the book debts, operating cash flows, receivables, all other current assets, commission, revenues of GKEL, both present and future in relation to the project and all the accounts and all the bank accounts of GKEL in relation to the project and pledge of shares (in the demat form) held by GEL, constituting 51% of the shares which shall be reduced to 26% of shares on repayment of half the loans subject to the compliance of conditions put forth by the lenders. All the securities set out above shall rank pari passu amongst the lenders of the project for an aggregate rupee term loans including foreign currency loans and working capital lenders for an amount acceptable to the lenders. The rate of interest for each interest period is the rate p.a. which is aggregate of six months LIBOR and the applicable margin calculated at two business days prior to the relevant interest period. GKEL has to repay 1.00% p.a. of the total foreign currency loans drawdown amount commencing 12 months from the initial drawdown date for first four years and thereafter the balance amount is to be paid in 32 quarterly instalments from fifth year onwards.

70 Secured foreign currency loans from a bank of ₹ Nil (March 31, 2015: ₹ 144.81 crore) of GIML was secured by way of pledge of shares of GISPL held by GIML and further secured by way of corporate guarantee given by the Company. The rate of interest was LIBOR plus 6.45% (March 31, 2015: LIBOR plus 6.45%). The loan was repaid during the year ended March 31, 2016.

71 Secured foreign currency loan from a bank of ₹ 111.01 crore (March 31, 2015: ₹ 104.84 crore) of MTSCL is secured by way of first ranking mortgage / hypothecation / assignment / security interest / pledge on the immovable property comprising of land and building both present and future acquired; movable current assets both present and future; pledge of shares representing 30% of the total equity share capital of MTSCL; and all

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rights, titles, permits and interests of MTSCL in respect of all the assets, project documentation including all insurance contracts and clearances. The loan carries an interest at LIBOR plus 4.50% p.a. MTSCL has entered into a contract to hedge the interest rate risk related to LIBOR and has entered into an IRS arrangement to convert floating rate of interest into fixed rate of interest. The effective rate of interest is 11.20% p.a. The entire foreign currency loan is repayable as a single instalment in May 2018. Pursuant to the MOU as detailed in note 30(b), the Group has classified the borrowings of MTSCL as current maturities of long term borrowings.

72 Secured foreign currency loans from banks of ₹ 577.24 crore (March 31, 2015: ₹ 575.39 crore) of DIAL are secured by first rank pari passu charge on all the future revenues, receivables, TRA, DSRA, major maintenance reserve, any other reserve, other bank accounts and insurance proceeds of DIAL and all the rights, titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under OMDA and further secured by the pledge of requisite shares held by the consortium of GAL and FAG (shareholders of DIAL). The loans carry an interest at 6 months LIBOR plus agreed spread of 480 bbps. However, DIAL had entered into an IRS arrangement to convert floating rate of interest into fixed rate of interest, as per terms of the loan agreement. During the year ended March 31, 2015, DIAL had undertaken negotiation with the lenders pursuant to which the repayment of the aforesaid loans has been rescheduled. The loans are repayable in 18 unequal half yearly instalments commencing from June 2016 to December 2024.

73 Secured foreign currency loans from banks of ₹ Nil (March 31, 2015: ₹ 84.10 crore) of GENBV was secured by pledge of shares of GENBV, pledge of 100% shares of PTDSU, PTDSI and PT, non-disposal undertaking from PTDSI and PT for their entire shareholding in PTBSL, non-disposal undertaking from GEL for its shareholding in GEML and non disposal undertaking of 100% shareholding of GEML in GECL and undertaking by the Group to retain 51% direct ownership and control in GEL. Further secured by way of an irrevocable and unconditional guarantee by the Company and charge over escrow of cash flows from PTDSU, PTDSI, PTBSL and PT including dividends and cash sweeps. The rate of interest was LIBOR plus 550 bbps. The loan was repayable in 3 equal annual instalments commencing from February 2013 and ending in February 2015. The loan was repaid in full during the year ended March 31, 2016.

74 Secured foreign currency loan from a bank of ₹ 110.77 crore (March 31, 2015: ₹ 104.62 crore) of ATSCL is secured by way of first ranking mortgage / hypothecation / assignment / security interest / pledge on the immovable property comprising of land and building, both present and future acquired; movable current assets both present and future; pledge of shares representing 30% of the total equity share capital of ATSCL; and all rights, titles, permits and interest of ATSCL in respect of all the assets, project documentation, including all insurance contracts and clearances. The loan carries an interest at LIBOR plus 4.50% p.a. ATSCL has entered into a contract to hedge the interest rate risk related to LIBOR and has entered into an IRS arrangement to convert floating rate of interest into fixed rate of interest. The effective rate of interest is 10.71% p.a. The entire foreign currency loan is repayable as a single instalment in December 2017. Pursuant to the MOU as detailed in note 30(b), the Group has classified the borrowings of ATSCL as current maturities of long term borrowings.

75 Secured foreign currency loans from banks of ₹ 2,528.98 crore (March 31, 2015: ₹ 2,388.46 crore) of GCRPL are secured by a charge over all tangible and intangible assets of GCRPL and a charge over the shares of GCRPL held by GEL and the Company. Further, secured by way of guarantee by the Company and a non-disposable undertaking with respect to shares held in PTGEMS by GCRPL. The loan carries interest rate of six month LIBOR plus 4.25% p.a. The term loans are repayable in 4 instalments of 5% of the loans within 24 months from the first utilisation date i.e. in October 2011, 10% within 36 months from the first utilisation date, 10% within 48 months from the first utilization date and the final instalment of 75% on the maturity date i.e. in October 2016. During the year ended March 31, 2016, GCRPL entered into an arrangement with the lenders to reschedule the loan repayment to over a period of 5 years. However pending the lender's final approval of the revised repayment terms, the loans have been classified as current maturities of long term borrowings as per the existing provisions of the facility agreement. As at March 31, 2016, GCRPL has defaulted in the payment of interest of ₹ 54.27 crore (March 31, 2015: ₹ Nil) for the period from August 2015 to March 2016 (March 31, 2015: Nil).

76 Secured foreign currency loans from banks amounting to ₹ 927.17 crore (March 31, 2015: ₹ 1,008.96 crore) of GMIAL are secured by first charge / assignment of all revenues and receivables of GMIAL from the project or otherwise, first charge of existing and future movable properties, all banks accounts including without limitation, the escrow accounts and each of the other accounts required to be created by GMIAL under any project document or contract, all intangible assets including but not limited to the goodwill, undertaking, uncalled capital and intellectual property rights, assignments of all the rights, titles, and interests of GMIAL from all contractors, insurances, licenses in, to and under all assets of the project, all project documents, which GMIAL is a party to including contractor guarantees, liquidated damages and all other contracts relating to the project, a first charge or assignment of all the rights, titles, interests, benefits, claims and demands whatsoever of GMIAL in any letter of credit, guarantee, performance bonds, provided by EPC contractors, or any party to the project documents, lender's security package listed in the project documents, including substitution rights and termination payments due in respect of the project in specified circumstances and pledge of 51% of the equity share capital of GMIAL. As per the direct agreement signed between Maldives Airport Company Limited ('MACL'), Government of Maldives ('GoM'), lenders and GMIAL, GoM has guaranteed the loan of GMIAL to the lenders. All the securities created would be shared on pari passu basis amongst the lenders participating in the facility and the lenders providing the operations and maintenance bonds, works bonds, capex LCs, working capital facilities and interest and currency hedge providers. The rate of interest is six months LIBOR plus 375 bbps. The loan was originally repayable in half yearly instalments commencing from June 2015. However, pursuant to the takeover of control of Ibrahim Nasir

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International Airport ('Male airport') by MACL/GoM, the bank has served a notice of events default on December 7, 2012 and has recalled the total loan outstanding. Accordingly, the loans have been classified as current maturities of long term borrowings. However, GMIAL is in the process of negotiating with the bank to defer the loan repayment till the process of arbitration is complete. During the year ended March 31, 2015 and March 31, 2016, GMIAL has undertaken negotiation with the lenders pursuant to which the repayment of the aforesaid loans has been rescheduled. As at March 31, 2016, the bank has extended the repayment of the loans till June 2016.

77 Secured foreign currency loan from a bank of ₹ 267.08 crore (March 31, 2015: ₹ 252.24 crore) of PTBSL is secured by a charge over insurance, inventory, plant and machinery, receivables of PTBSL and further secured by corporate guarantee from the Company. The loan carries an interest rate of LIBOR plus 6.07% p.a. and is repayable in 10 half yearly instalments commencing after 42 months from the first utilisation date.

78 Secured foreign currency loans from banks of ₹ 36.25 crore (March 31, 2015: ₹ 6.25 crore) of GUKPL is secured by mortgage of land and building existing or to be created in future owned by GUKPL in favor of the lender. Further, secured by way of letter of comfort in favor of the lender by GEL and also secured by way of acknowledgment letter from Government of Nepal through Investment Board of the Government of Nepal, as per Section 14.1 of Project Development Agreement of GUKPL's assignment/transfer of GUKPL's rights or benefits. Further secured by way of assignment of rights and benefits as per Section 14.1 of Project Development Agreement and hypothecation of entire work in progress. The bridge gap loan is for three years from the first disbursement date (i.e. December 2014 and February 2016) or till three months after financial closure whichever is earlier. The loan carries interest rate at 8.50% p.a. (March 31, 2015: 8.50% p.a.) The interest rate shall be reviewed semi-annually.

79 Secured foreign currency loan from a bank of ₹ 961.49 crore (March 31, 2015: ₹ 908.06 crore) of GIML is secured by certain fixed deposits of GIML and by way of corporate guarantee given by the Company. The rate of interest is LIBOR plus 200 bbps. The loan is repayable in June 2016.

80 Secured foreign currency loans from banks of ₹ 4.38 crore (March 31, 2015: ₹ Nil) of HHPPL is secured by mortgage of fixed assets existing or to be created in future owned by HHPPL in favor of the lender. Further, secured by way of letter of comfort in favor of the lender from GEL. The loan carries interest rate at 8.50% p.a. and the tenure of the loan is for 3.5 years from the first disbursement date i.e. June 2015 or till three months after financial closure whichever is earlier.

81 Secured foreign currency loan from a bank of ₹ 99.30 crore (March 31, 2015: ₹ Nil) of PTGEMS is secured by certain properties and equipments of PTGEMS and its subsidiaries; and pledge of shares and corporate guarantees from Group companies. The loan is repayable over a period of 10 years. The rate of interest is 10.00% p.a. subject to rate revisions from time to time.

82 Secured foreign currency loans from banks of ₹ 801.00 crore (March 31, 2015: ₹ Nil) of GMCAC are secured against the collateral security of all monies deposited by GMCAC and from time to time standing in the cash flow waterfall accounts; the project receivables; the proceeds of any asset and business insurance obtained by GMCAC, except for the proceeds of insurance policies arising from damage of any project assets; the project documents (accession agreement, technical service agreement and engineering and procurement contract); and the 100% of the total issued and outstanding capital stock of GMCAC. The loans carry a rate of interest of base rate plus credit spread for Philippines peso loans and LIBOR plus credit spread for USD loans. The loans shall be repayable in 12 unequal yearly instalments with the final instalment being paid 15 years after initial drawdown date.

83 Secured foreign currency loan from a financial institution of ₹ 674.38 crore (March 31, 2015: ₹ 636.91 crore) of GCHEPL is secured by first ranking charge by way of assignment / mortgage / hypothecation / security interest on pari passu basis on, all GCHEPL's immovable properties both present and future, all the movable properties including plant and machinery, machine spares, tools and accessories, furniture, fixtures, vehicle and other movable assets, intangible goodwill, uncalled capital, both present and future in relation to the project, all the book debts, operating cash flows, receivables, commission, revenues of whatsoever nature wherever arising including CDM benefits of GCHEPL both present and future, all the rights, titles, interest, benefits, claims and demands whatsoever of GCHEPL in the project documents (including PPA's/ MOU for sale of power, package/ construction contracts, operation and maintenance related agreements, land lease agreements, fuel supply contracts/ long term linkages, services contracts, mining lease, vesting order, coal mine development and production agreement etc.) all as amended varied or supplemented from time to time; and all insurance policies, performance bonds, contractors guarantees and any letter of credit provided by any party under the project documents, all the rights, titles, permits, clearances, licenses, approvals, consents, all intellectual property, interests and demands of GCHEPL in respect of the project documents and the escrow account, DSRA and any other bank accounts of GCHEPL and other rights, claims etc. and pledge of shares held by the promoters/ sponsors constituting 51% of preference and equity shares of GCHEPL which shall be reduced to 26% of shares on repayment of half of the loans subject to the compliance of conditions put forth by the consortium of rupee lenders, cost overrun lenders and foreign currency lender. All the securities shall rank pari passu among all the rupee lenders, cost overrun and mining capex lenders, foreign currency lender aggregating to ₹ 8,977.00 crore and the lenders participating in the bank borrowings for the working capital requirements (fund and non-fund based) to the extent of ₹ 1,054.00 crore and the lenders participating in the performance guarantee of ₹ 455.00 crore and on second charge basis with lenders providing customs/ excise bank guarantee and loan equivalent risk limits of ₹ 1,163.00 crore. The loan carries an interest rate of six months USD LIBOR plus margin that ranges from 215 bbps to 410 bbps (March 31, 2015: rate of six months USD LIBOR plus margin that ranges from 215 bbps to 410 bbps). During the year ended March 31, 2015, GCHEPL had undertaken negotiation with the lenders pursuant to which the repayment of the aforesaid loans has been rescheduled to be repaid in 68 structured quarterly instalments commencing from April 2017 to January 2034.

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84 Unsecured Indian rupee term loan from a bank of ₹ Nil (March 31, 2015: ₹ 187.50 crore) of GPCL was secured by second charge over all current assets (inventory, book debts, bank accounts and investments) and an exclusive charge over DSRA of GPCL subject to receipt of no objection from the existing working capital lenders. Pending receipt of no objection certificate from the existing lenders, the loan had been classified as unsecured during the year ended March 31, 2015. The above term loan was repayable in 8 equal quarterly instalments commencing from the end of 15 months from the date of first disbursement i.e. July 2013 and carried an interest rate of 14.60% p.a. (March 31, 2015: 14.60% p.a.). During the year ended March 31, 2016 the loan was repaid in full.

85 Unsecured Indian rupee loans from a financial institution of ₹ 0.06 crore (March 31, 2015: ₹ 0.14 crore) of WAISL carries an interest rate of 10.50% p.a. The loan is repayable in 72 equal monthly instalments commencing from January 2012 to December 2017.

86 Unsecured Indian rupee term loan from others of ₹ 12.96 crore (March 31, 2015: ₹ 14.51 crore) of Laqshya is interest free. The loan is repayable in 6 unequal annual instalments commencing from the financial year 2015-16.

87 Unsecured Indian rupee term loan from others of ₹ 0.70 crore (March 31, 2015: ₹ 0.90 crore) of HMACPL is interest free. The loan is repayable in 15 equal annual instalments of ₹ 0.10 crore each commencing from April 2009.

88 Unsecured foreign currency loan from a bank of ₹ 330.51 crore (March 31, 2015: ₹ 315.23 crore) of GISPL is secured by an irrecoverable and unconditional standby letter of credit up to a limit of USD 5.00 crore guaranteed by the Company. The loan carries an interest at 6 months LIBOR plus margin of 3.07% p.a. (March 31, 2015: interest at 6 months LIBOR plus margin of 3.07% p.a.) and is repayable over a period of 5 years over 9 instalments of 1% within 12 months from the first utilisation date, 1% within 18 months from the first utilisation date, 1.25% within 24 months from the first utilisation date, 2.50% within 30 months from the first utilisation date, 7.50% within 36 months from the first utilisation date, 9.25% within 42 months from the first utilisation date, 9.50% within 48 months from the first utilisation date, 9.50% within 54 months from the first utilisation date and a final instalment of 58.50% on the maturity period of 60 months.

89 Unsecured foreign currency loans from others of ₹ 6.90 crore (March 31, 2015: ₹ 6.51 crore) of CDCTM carries an interest rate of six month LIBOR rate plus spread of 500 bbps and is repayable in a single instalment on maturity i.e. May 2018.

90 Unsecured foreign currency term loans from others of ₹ 26.11 crore (March 31, 2015: ₹ Nil) of GMIAL taken from Malaysia Airports Holding Berhad, carries an interest rate of 14.00% p.a. and is repayable after a period of three years from the effective date i.e. January 2015.

91 Secured Indian rupee term loans from banks and financial institutions against development fees receipts of ₹ 84.00 crore (March 31, 2015: ₹ 545.26 crore) of DIAL are secured by pari passu first charge on development fees. The loans are repayable from collection of development fees receipts and the repayment commitments are as per the loan agreement. The loans carry fixed rate of interest at 11.95% p.a. (March 31, 2015: 11.50% p.a.).

92 Secured suppliers' credit of ₹ 39.38 crore (March 31, 2015: ₹ 55.67 crore) of GAPL is secured by way of hypothecation of aircrafts, guarantee issued by the Company and a bank guarantee given by GAPL. The rate of interest is six months LIBOR plus spread of 115 bbps. The interest rate is hedged at 3.66% p.a. The loan is repayable in 16 equal half yearly instalments commencing from April 2010.

93 Unsecured suppliers' credit of ₹ 48.00 crore (March 31, 2015: ₹ 48.00 crore) of GGSPPL represents interest free retention money repayable after 15 years i.e. within December 2026.

94 Bills discounted of ₹ Nil (March 31, 2015: ₹ 134.70 crore) of GEL were secured by first charge over the current assets of GEL and second charge over the entire fixed assets of GEL. The securities would be shared on a pari passu basis with existing charge holders. During the year ended March 31, 2016, a standby letter of credit has been invoked by the bank and the amount has been classified under short term borrowings. Refer note 8 (20)

95 Finance lease obligations of ₹ 0.66 crore (March 31, 2015: ₹ 0.63 crore) of GPCL are secured by underlying assets taken on finance lease arrangement. The lease term is of 5 years and it carries an interest of 10.00% p.a. (March 31, 2015: 10.00% p.a.).

96 Finance lease obligation of ₹ 0.05 crore (March 31, 2015: ₹ Nil) of TIM on account of vehicle lease is secured by hypothecation of vehicle. The interest rate implicit in the lease is 13.00% p.a. The loan is repayable in 36 unequal monthly instalments.

97 Negative grant of ₹ 66.41 crore (March 31, 2015: ₹ 66.41 crore) of GACEPL is interest free. Negative grant is repayable in unequal yearly instalments over the next 5 years. As at March 31, 2016, an amount of ₹ 61.16 crore (March 31, 2015: ₹ 34.95 crore) is due and GACEPL has obtained an interim stay order from the arbitration tribunal against the recovery of the negative grant till further orders. Refer note 36

98 Interest free loan from others of ₹ 315.05 crore (March 31, 2015: ₹ 315.05 crore) of GHIAL received from the State Government of Telangana (erstwhile State Government of Andhra Pradesh) is repayable in 5 equal instalments commencing from 16th anniversary of the commercial operations date of GHIAL i.e. March 2008.

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

6 OTHER LONG-TERM LIABILITIES

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Trade payables	29.14	21.03
	29.14	**21.03**
Others		
Advance / deposits received from customers	315.23	252.82
Unearned revenue	13.26	17.37
Deposits / advances from concessionaires	104.33	6.66
Deposits / advances from commercial property developers	1,471.51	1,471.51
Concession fee payable	183.67	157.88
Non-trade payable (including retention money)	98.57	157.83
	2,186.57	**2,064.07**
	2,215.71	**2,085.10**

7 PROVISIONS

	Long-term		Short-term	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Provision for employee benefits				
Provision for gratuity (refer note 46)	10.94	6.89	1.57	0.55
Provision for leave benefits	-	-	70.64	64.74
Provision for voluntary retirement compensation (refer note 49)	34.90	52.50	17.61	18.26
Provision for other employee benefits	-	-	41.27	34.96
	45.84	**59.39**	**131.09**	**118.51**
Other provisions				
Provision for taxation (net)	-	-	50.44	38.41
Provision for wealth tax	-	-	-	0.01
Provision for debenture redemption premium	-	-	3.94	4.81
Provision for mark to market losses on derivative contracts	-	-	50.12	45.99
Provision for operation and maintenance (net of advances) (refer note 49)	58.16	-	53.71	56.39
Provision for tax on proposed equity dividend	-	-	5.98	6.42
Proposed preference dividend	-	-	-	0.55
Provision for tax on proposed preference dividend by a subsidiary	-	-	0.11	0.11
	58.16	**-**	**164.30**	**152.69**
	104.00	**59.39**	**295.39**	**271.20**

8 SHORT-TERM BORROWINGS

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Secured:		
Cash credit and overdraft from banks	504.47	436.27
Letters of credit/ bills discounted	10.98	201.35
Indian rupee short term loans from banks	185.88	802.16
Foreign currency short term loans from banks	6.73	650.62
Indian rupee short term loans from financial institutions	246.02	388.76
Unsecured:		
Foreign currency short term loan from bank	360.56	772.48
Indian rupee short term loans from banks	425.42	258.50
Indian rupee short term loans from others	1.04	1.04
	1,741.10	**3,511.18**
The above amount includes		
Secured borrowings	954.08	2,479.16
Unsecured borrowings	787.02	1,032.02
	1,741.10	**3,511.18**

1 Cash credit from a bank of ₹ Nil (March 31, 2015: ₹ 0.03 crore) of GHIAL is secured by way of first pari passu charge on all movable and immovable assets, operating cash flows, book debts, receivables, intangibles and revenues, both present and future and a second ranking charge by way of mortgage of leasehold right title, interest and benefit in respect of leasehold land (to an extent of 2,136.46 acres (March 31, 2015: to an extent of 2,044 acres and 29 guntas)), freehold land of 8.82 acres (March 31, 2015: Nil), but not limited to documents of title to the goods. The rate of interest was 12.10% p.a. (March 31, 2015: 12.75% p.a.).

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

2 Cash credit from a bank of ₹ Nil (March 31, 2015: ₹ 0.02 crore) of HDFRL is secured by way of pari passu charge on current assets including stock, book debts, movable assets, software, whether installed or not and whether in possession or under the control of HDFRL or not, all bank accounts, a pledge of 30% of shares of total equity share capital of HDFRL held by GHIAL. The rate of interest was ranging from 11.25% to 11.75% p.a. (March 31, 2015: 11.75% to 12.50% p.a.).

3 Cash credit from a bank of ₹ 0.98 crore (March 31, 2015: ₹ 0.54 crore) of TIM is secured by charge on entire book debts of TIM, bills whether documentary or clean, outstanding monies and receivables of TIM both present and future under escrow account. TIM has also given an undertaking to the bank for first right on security deposit of ₹ 17.47 crore (given to DIAL) so released by DIAL for appropriation towards dues of the lenders, if any. The rate of interest is ranging from 9.40% to 12.25% p.a. (March 31, 2015: 12.25% p.a.).

4 Cash credit from a bank of ₹ Nil (March 31, 2015: ₹ 2.95 crore) of GETL is secured by exclusive charge on current assets of GETL and an unconditional and irrevocable corporate guarantee by GEL and the Company. The rate of interest was ranging from 12.38% to 13.03% p.a. (March 31, 2015: 13.03% p.a.).

5 Cash credit from a bank of ₹ 0.95 crore (March 31, 2015: ₹ 0.18 crore) of GAPL is secured by way of a corporate guarantee from the Company and a charge over current assets of GAPL. The rate of interest is 14.35% p.a. (March 31, 2015: 14.35% p.a.).

6 Cash credit from a bank of ₹ 23.42 crore (March 31, 2015: ₹ 22.41 crore) of GATL is secured by first charge on entire current assets and cash flows including stocks, receivables, bank balances etc., first pari passu charge by way of extension of equitable mortgage of leasehold rights of land to the extent of 16.46 acres registered in the name of GAEL on which MRO facilities have been created along with all the buildings and structures, first pari passu charge by way of hypothecation of all the movable assets belonging to GATL and GAEL and including but not limited to plant and machinery, machinery spares, tools and accessories and corporate guarantee from GAEL. The rate of interest is base rate of the bank plus 3.95% p.a. (March 31, 2015: base rate of the bank plus 4.00% p.a.).

7 Cash credit from a bank of ₹ 4.24 crore (March 31, 2015: ₹ 4.96 crore) of GHRL is secured by way of first pari passu charge on entire current assets and cash flows including stocks, receivables, bank balances etc. with existing term lenders and collateral first pari passu charge by way of extension of equitable mortgage of the immovable properties and assets pertaining to the hotel project (including assignment of leasehold rights in the case of leasehold land, if any) and assets of the project consisting of land admeasuring 5.37 acres together with all the buildings, structures etc. on such land. The rate of interest is ranging from base rate of the lender plus 2.50% to 3.80% p.a. (March 31, 2015: base rate of the lender plus 2.50% to 3.80% p.a.).

8 Cash credit from banks of ₹ 111.10 crore (March 31, 2015: ₹ 60.17 crore) of GKEL are secured by way of first charge and registered mortgage of all the immovable properties and movables including plant and machinery, machinery spares, tools and accessories, stock of raw materials, semi-finished goods and consumable goods and by book debts, operating cash flows, receivables, revenues whatsoever in nature, present and future. Further, they are secured by pledge of shares representing 85.99% (March 31, 2015: 51%) of the total paid up equity share capital of GKEL. The beneficial interest in the security shall rank pari passu among all the rupee lenders including foreign currency loans and the lenders participating in the bank borrowings for the working capital requirements / bank guarantee facility to the extent as approved by the rupee lenders. The rate of interest is ranging from 11.90% to 14.00% p.a. (March 31, 2015: 12.50% to 13.50% p.a.).

9 Cash credit from banks of ₹ 237.48 crore (March 31, 2015: ₹ 148.58 crore) of GWEL are secured by way of a first charge and registered mortgage of all the immovable properties and movables including plant and machinery, machinery spares, tools and accessories, stock of raw materials, semi-finished goods and consumable goods and by book debts, operating cash flows, receivables, revenues whatsoever in nature, present and future. Further, they are secured by pledge of shares representing 51% of the total paid up equity share capital of GWEL. The beneficial interest in the security shall rank pari passu among all the rupee lenders and the lenders participating in the bank borrowings for the working capital requirements/ bank guarantee facility to the extent as approved by the rupee lenders and secured bond holders. The rate of interest is ranging from base rate of the lender plus 2.25% p.a. (March 31, 2015: base rate of the lender plus 2.25% to 2.75% p.a.).

10 Cash credit from a bank of ₹ 5.32 crore (March 31, 2015: ₹ 0.28 crore) of DASPL is secured by exclusive charge on movable fixed assets of DASPL on WDV, entire current assets of DASPL and DASPL's escrow account receivables. The rate of interest is base rate plus 1.65% p.a. (March 31, 2015: bank prime lending rate minus 2.25% p.a.), which is subject to reset at the end of agreed interval.

11 Cash credit from banks of ₹ 19.90 crore (March 31, 2015: ₹ 24.68 crore) of DDFS are secured by first charge by way of hypothecation on DDFS's entire stocks of raw materials, semi-finished and finished goods, consumable stores and spares and such other movables including book-debts, bills whether documentary or clean, outstanding monies, receivables, both present and future, in a form and manner satisfactory to the bank and first charge on movable fixed assets of DDFS, both present and future (except those financed by other financial institution), in a form and manner satisfactory to the bank and pledge of 30% of sponsors' shareholding in DDFS worth ₹ 24.00 crore in accordance with section 19(2) and 19(3) of

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

the Banking Regulation Act and escrow agreement between the bank and DDFS for first and exclusive charge on receivables. The rate of interest is 3.62% p.a. (March 31, 2015: 13.25% p.a.).

12 Cash Credit from a bank of ₹ 23.62 crore of RSSL is secured by receivables of RSSL and a lien on goods purchased against letter of credit of RSSL. The rate of interest is base rate of lender plus spread of 2.50% p.a.

13 Bank overdraft of ₹ Nil (March 31, 2015: ₹ 93.44 crore) of GPCL was secured by way of first charge on current assets (inventories and book debts) and second charge on movable assets (other than current assets) of GPCL. The beneficial interest in the security shall rank pari passu among rupee lender and lenders participating in the bank borrowings for the working capital requirements. The rate of interest was ranging from 13.00% to 15.50% p.a. (March 31, 2015: 13.00% to 15.50% p.a.).

14 Bank overdraft of ₹ 77.46 crore (March 31, 2015: ₹ 78.03 crore) of the Company is secured by a first charge on current assets of the EPC division of the Company and a lien on fixed deposits with banks amounting to ₹ 20.55 crore of the Company and the rate of interest is ranging from 13.00% to 13.75% p.a. (March 31, 2015: 13.00% to 13.75% p.a.).

15 Domestic letters of credit of ₹ Nil (March 31, 2015: ₹ 201.35 crore) of GCHEPL are sub limit to rupee term loans as per the facility agreement entered into by GCHEPL and are secured in the same manner and terms and conditions as that of rupee term loans of GCHEPL. The security details of the rupee term loans have been disclosed in note 5. These letters of credit have been discounted with banks. Rate of interest of domestic letters of credit is ranging from 10.25% to 11.25% p.a. (March 31, 2015: 9.65% to 11.75% p.a.).

16 Bills discounted of ₹ 10.98 crore (March 31, 2015: ₹ Nil) of GVPGL are secured by first charge over the current assets of GVPGL and a corporate guarantee by GPCL. The rate of interest of bills discounted is 9.95% p.a.

17 Secured Indian rupee short term loans from banks of ₹ 9.41 crore (March 31, 2015: ₹ 262.80 crore) and financial institutions of ₹ Nil (March 31, 2015: ₹ 232.01 crore) of KSPL are secured by way of a charge on fixed deposits of PAPPL (March 31, 2015: fixed deposits of the Company and other group companies). The rate of interest is interest rate on fixed deposit plus 1.00% p.a. or base rate whichever is higher. As at March 31, 2015 KSPL had defaulted in the payment of interest of ₹ 3.36 crore for the months February 2015 and March 2015.

18 Secured Indian rupee short term loan from a bank of ₹ Nil (March 31, 2015: ₹ 2.94 crore) of GCAPL was secured against fixed deposits of GCAPL. The rate of interest was 10.25% p.a. (March 31, 2015: 10.25% p.a.).

19 Secured Indian rupee short term loan from a bank of ₹ Nil (March 31, 2015: ₹ 130.00 crore) of GEL was secured by 10% cash margin in the form of fixed deposit lien marked in favour of the bank. The rate of interest was base rate plus 1.25% p.a. and was repayable in eight equal quarterly instalments commencing from the end of 36th month from the date of first disbursement. GEL has prepaid loan aggregating to ₹ 50.00 crore, ₹ 150.00 crore and ₹ 130.00 crore during the years ended March 31, 2014, March 31, 2015 and March 31, 2016 respectively. Further, the bank had a put option for full or part of the facility amount at the end of 4.5 months from the date of first disbursement and every 3 months thereafter.

20 Refer note 5(94). A standby letter of credit has been invoked by the bank and the amount outstanding and due for payment as at March 31, 2016 is ₹ 84.69 crore. The same has been classified under short term borrowings. The loan carries an interest rate of 17.00% p.a. and is secured by a first charge over the current assets of GEL and a second charge over the entire fixed assets of GEL.

21 Secured Indian rupee short term loan from a bank of ₹ Nil (March 31, 2015: ₹ 2.20 crore) of CDCTM was secured against trade receivables including unbilled revenue. The rate of interest was ranging from 10.75% to 11.25% p.a. (March 31, 2015: 11.50% to 12.00% p.a.).

22 Secured Indian rupee short term loan from a bank of ₹ 18.75 crore (March 31, 2015: ₹ 5.15 crore) of GETL is secured by an exclusive charge over the current assets of GETL and an unconditional and irrevocable corporate guarantee by GEL and the Company. The rate of interest is ranging from 12.17% to 12.82% p.a. (March 31, 2015: 12.82%).

23 Secured Indian rupee short term loans from a bank of ₹ 0.01 crore (March 31, 2015: ₹ Nil) of DAFF is secured by way of charge on receivables / cash flows / revenue under escrow account, both present and future, after payment of statutory dues and license fees payable to DIAL and rate of interest is 9.65% p.a. (March 31, 2015: 10.30% p.a.).

24 Secured Indian rupee short term loan from banks of ₹ Nil (March 31, 2015: ₹ 140.79 crore) of GETL were secured against GPCL's bank deposits. The interest rate was ranging from 9.95% to 10.65% p.a. (March 31, 2015: 10.00% to 10.65% p.a.).

25 Secured Indian rupee short term loans from banks of ₹ 5.88 crore (March 31, 2015: ₹ 189.99 crore) of GEL are secured against fixed deposits of GPCL and GVPGL and the rate of interest is ranging from 9.75% to 10.80% p.a. (March 31, 2015: 9.75% to 12.00% p.a.)

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

26 Secured Indian rupee short term loans from banks of ₹ 55.69 crore (March 31, 2015: ₹ 68.29 crore) of DSPL are secured against fixed deposits of certain Group Companies. The rate of interest is ranging from 9.99% to 10.95% p.a. (March 31, 2015: 10.25% to 11.30% p.a.).

27 Secured Indian rupee short term loans from banks of ₹ 11.45 crore (March 31, 2015: ₹ Nil) of GREL are secured by first charge on all movable, immovable properties, including stock of raw material and consumables, all book debts, cash flows receivables, TRA, DSRA and other reserves and any other bank accounts of GREL both present and future; further secured by way of assignments/hypothecation of security interest of all the rights, title, interest, benefits, claims and demands of GREL in the project documents including all insurance contracts and clearances and all benefits incidental thereto; further secured by way of book debt, commissions, revenues of whatsoever nature and wherever arising, present and future, intangibles, goodwill and uncalled capital, present and future; Further secured by way of pledge of 115.70 crore shares held by GEL. The rate of interest is base rate of lender plus 200 bbps.

28 Secured foreign currency short term loan from a bank of ₹ 6.73 crore (March 31, 2015: ₹ 9.55 crore) of PTGEMS bears an interest rate ranging from 5.25% to 5.50% p.a. (March 31, 2015: 5.25% to 5.50% p.a.) and is secured against trade receivables / inventories and margin money deposits of PTGEMS.

29 Secured foreign currency short term loans from a bank of ₹ Nil (March 31, 2015: ₹ 641.07 crore) of GMCAC was secured against the collateral security of all monies standing in the project debt accounts, all receivables under loans and advances extended by the assignor to GMCAC, all termination payments payable to GMCAC and sponsors under the concession agreement, the proceeds, products and fruits of all the foregoing and the 100% of the total issued and the outstanding capital of GMCAC. The rate of interest was 3.75% p.a.

30 Secured Indian rupee short term loans from a financial institution of ₹ 1.02 crore (March 31, 2015: ₹ 156.75 crore) of GEL is secured against (a) exclusive charge by way of pledge on 100% equity shares of GPEL; (b) exclusive charge by way of pledge on 49% equity shares of GTAEPL; (c) exclusive charge by way of pledge on 49% equity shares of GTTEPL; (d) exclusive charge by way of pledge on 26% equity shares of GHVEPL; (e) cross collateralisation with existing securities (including pledge of the Company's shares, mortgage of properties, DSRA deposits and others at the sole discretion of the financial institution) offered for the existing facilities extended to the Group by the lender under the existing loan agreements; (f) corporate guarantee of GMRHL and (g) DSRA deposit of 1 quarter principal and interest obligations on roll over basis. The lender at the end of 6 months from the initial drawdown date and every 12 months thereafter has an option to require GEL to repay the entire loan. The rate of interest is lender's benchmark rate minus 4.00% p.a. spread (March 31, 2015: lender's benchmark rate plus 4.00% p.a. spread). The loan is repayable unequally over a period of four years, after a moratorium period of six months.

31 Secured Indian rupee short term loans from a financial institution of ₹ 245.00 crore (March 31, 2015: ₹ Nil) of GEL is secured against (a) exclusive charge by the way of pledge on 1.70 crore equity shares of the Company held by GHPL; (b) exclusive charge by way of pledge on 100% equity shares of GPEPL; (c) exclusive charge by way of pledge on 49% equity shares of GTAEPL; (d) exclusive charge by way of pledge on 49% equity shares of GTTEPL; (e) exclusive charge by way of pledge on 26% equity shares of GHVEPL; (f) First pari passu charge on loans and advances of the above mentioned road companies; (g) exclusive charge by the way of mortgage on certain immovable properties of GHPL; (h) exclusive charge by the way of mortgage immovable properties located at Maharashtra and (i) NDU on 11% equity shares of GAHL, held by the Company. The lender at the end of 6 months from the initial drawdown date and every 12 months thereafter has an option to require GEL to repay the entire loan. The rate of interest is lender's benchmark rate minus 4.00% p.a. spread. The loan is repayable in 36 equal monthly instalments, after a moratorium period of six months. GEL has defaulted in repayment of instalment amount ₹ 6.83 crore as at March 31, 2016.

32 Unsecured foreign currency short term loan from a bank of ₹ 360.56 crore (March 31, 2015: ₹ 340.52 crore) of GISPL is secured by a standby letter of credit provided by the Group, up to a limit of USD 5.50 crore and bears interest at 3 months LIBOR plus margin of 1.50% p.a. (March 31, 2015: 3 months LIBOR plus margin of 1.25% p.a.).

33 Unsecured foreign currency short term loans from a bank of ₹ Nil (March 31, 2015: ₹ 431.96 crore) of GALM was secured through corporate guarantee by GAL. The rate of interest upto March 10, 2015 was 3 months LIBOR plus 375 bbps and from March 11, 2015 the rate of interest was reduced to 1 month LIBOR plus 125 bbps.

34 Unsecured Indian rupee short term loans from banks of ₹ 118.75 crore (March 31, 2015: ₹ 70.00 crore) of GETL carry an interest rate ranging from 10.70% to 11.40% p.a. (March 31, 2015: 11.30% p.a.).

35 Unsecured Indian rupee short term loans from a bank of ₹ 211.70 crore (March 31, 2015: ₹ 188.50 crore) of GBHPL carries an interest rate ranging from 10.55% to 11.40% p.a. (March 31, 2015: 11.30% p.a.)

36 Unsecured Indian rupee short term loans from a bank of ₹ 47.47 crore (March 31, 2015: ₹ Nil) of GEL carries interest rate ranging from 10.55% to 10.95% p.a.

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

37 Unsecured Indian rupee short term loans from a bank of ₹ 47.50 crore (March 31, 2015: ₹ Nil) of GBEPL carries interest rate of 10.95% p.a.

38 Unsecured short term loans from others of ₹ 1.04 crore (March 31, 2015: ₹ 1.04 crore) of WAISL taken from Wipro Limited, carries an interest rate of 10.00% p.a. (March 31, 2015: 10.00% p.a.).

9 OTHER CURRENT LIABILITIES

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Trade payables (including acceptances)	1,946.83	2,035.08
	1,946.83	**2,035.08**
Other liabilities		
Current maturities of long-term borrowings (refer note 5)	10,136.76	5,557.79
Deposits / advances from concessionaires	14.14	11.68
Deposits / advances from commercial property developers	97.65	93.41
Interest accrued but not due on borrowings	233.89	202.13
Interest accrued and due on borrowings	510.15	238.32
Others		
Advances / deposits from customers	1,599.85	1,380.00
Non trade payables (including retention money)	2,798.82	2,583.71
Statutory dues payable	143.10	81.12
Unearned revenue	56.36	72.13
Development fee accrued (to the extent not utilised) (refer note 39)	4.15	41.17
Book Overdraft	-	22.76
Other liabilities	190.93	94.34
	15,785.80	**10,378.56**
	17,732.63	**12,413.64**

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

10. TANGIBLE ASSETS

(₹ in crore)

	Freehold land	Leasehold land	Runways, taxiways, aprons etc.	Buildings (including roads)	Bridges, Culverts, Bunders etc.	Plant and machinery	Leasehold improvements	Office equipments (including computers)	Furniture and fixtures (including electrical installations and equipments)	Vehicles and aircrafts	Leased assets - plant and machinery	Leased assets - vehicles	Total
Gross block													
Cost or Valuation													
As at April 1, 2014	290.71	203.26	2,739.57	7,897.87	-	16,719.38	280.55	601.82	374.44	330.33	2.46	0.07	29,440.46
Reclassification	-	18.74	(160.54)	(355.12)	394.19	(777.06)	(18.74)	(229.25)	1,127.22	-	-	-	(0.56)
Additions	81.81	27.62	7.01	55.99	-	505.80	5.87	16.44	19.23	2.91	-	-	722.68
Additions on inclusion of subsidiary companies / jointly controlled entities	9.57	-	-	176.89	-	58.68	-	2.81	13.49	0.10	-	-	261.54
Disposals	(4.30)	(1.00)	-	(2.16)	-	(3.74)	(1.66)	(23.35)	(5.90)	(6.08)	-	-	(48.19)
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	-	-	(37.48)	-	(12.82)	(6.42)	(1.68)	(5.85)	-	-	-	(64.25)
Adjustments against development fund ('DF')	-	-	0.56	2.50	0.11	1.26	-	-	0.44	-	-	-	4.87
Exchange differences	0.01	0.37	15.35	63.19	2.17	55.31	(1.18)	2.14	11.84	2.79	-	-	151.99
Borrowing costs	-	-	-	2.37	-	88.19	-	-	-	-	-	-	90.56
Other adjustments	-	-	-	(28.56)	-	(75.52)	-	-	-	-	-	-	(104.08)
As at March 31, 2015	**377.80**	**248.99**	**2,601.95**	**7,775.49**	**396.47**	**16,559.48**	**258.42**	**368.93**	**1,534.91**	**330.05**	**2.46**	**0.07**	**30,455.02**
Reclassification	-	-	-	(14.60)	-	(15.92)	-	-	22.27	(18.90)	-	-	(27.15)
Additions	41.03	9.15	13.92	872.21	-	10,158.56	2.68	30.78	43.78	1.58	-	0.08	11,173.77
Additions on inclusion of subsidiary companies / jointly controlled entities	6.36	-	-	27.58	-	2.37	-	2.99	4.78	0.72	-	-	44.80
Disposals	(1.29)	(1.82)	-	(1.46)	-	(15.06)	(0.31)	(0.60)	(1.37)	(2.12)	-	-	(24.03)
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	-	-	-	-	(0.25)	-	(0.22)	(0.09)	(0.57)	-	-	(1.13)
Adjustments against DF	-	-	0.57	2.58	0.11	1.29	-	-	0.46	-	-	-	5.01
Other adjustments	-	-	-	(0.93)	-	(1.07)	-	-	-	-	-	-	(2.00)
Exchange differences	0.02	2.63	21.28	89.49	3.04	374.18	0.86	2.69	16.68	2.99	-	-	513.86
Borrowing costs	-	-	-	322.69	-	3,840.16	-	-	-	-	-	-	4,162.85
As at March 31, 2016	**423.92**	**258.95**	**2,637.72**	**9,073.05**	**399.62**	**30,903.74**	**261.65**	**404.57**	**1,621.42**	**313.75**	**2.46**	**0.15**	**46,301.00**
Accumulated depreciation													
As at April 1, 2014	-	10.60	457.72	1,060.63	-	2,989.03	39.34	306.15	142.83	93.02	2.46	0.07	5,101.85
Reclassification	-	-	(9.77)	(53.27)	60.79	(182.06)	0.53	(47.25)	230.55	-	-	-	(0.48)
Charge for the year	-	8.41	107.87	330.38	13.17	791.69	14.28	39.91	196.10	24.69	-	-	1,526.50
Additions on inclusion of subsidiary companies / jointly controlled entities	-	-	-	27.59	-	10.17	-	1.16	4.05	0.03	-	-	43.00
Disposals	-	(0.03)	-	(0.35)	-	(1.01)	(1.62)	(16.94)	(4.04)	(4.30)	-	-	(28.29)
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	-	-	(4.92)	-	(5.76)	(2.65)	(1.11)	(2.28)	-	-	-	(16.72)
Exchange differences	-	0.01	-	(0.57)	-	0.11	(0.50)	(0.02)	0.11	(0.01)	-	-	(0.87)
Other adjustments	-	-	-	-	-	2.24	-	41.42	0.05	0.16	-	-	43.87
As at March 31, 2015	**-**	**18.99**	**555.82**	**1,359.49**	**73.96**	**3,604.41**	**49.38**	**323.32**	**567.37**	**113.59**	**2.46**	**0.07**	**6,668.86**
Reclassification	-	-	-	3.68	-	6.02	-	0.02	4.99	(14.71)	-	-	-
Charge for the year	-	10.48	108.50	380.43	13.36	1,135.27	23.92	25.73	207.55	20.59	-	0.03	1,925.86
Additions on inclusion of subsidiary companies / jointly controlled entities	-	-	-	3.41	-	0.84	-	2.32	2.64	0.43	-	-	9.64
Disposals	-	-	-	(0.31)	-	(12.58)	(0.17)	(0.54)	(1.17)	(1.88)	-	-	(16.65)
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	-	-	-	-	(0.07)	-	(0.16)	(0.03)	(0.23)	-	-	(0.49)
Exchange differences	-	0.77	-	0.75	-	0.34	(0.11)	0.33	0.35	0.07	-	-	2.50
As at March 31, 2016	**-**	**30.24**	**664.32**	**1,747.45**	**87.32**	**4,734.23**	**73.02**	**351.02**	**781.70**	**117.86**	**2.46**	**0.10**	**8,589.72**
Accumulated impairment													
As at April 1, 2014	-	-	-	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	-	-	-	-	18.00	-	-	-	-	-	-	18.00
Other adjustments	-	-	-	-	-	7.64	-	-	-	-	-	-	7.64
As at March 31, 2015	**-**	**-**	**-**	**-**	**-**	**25.64**	**-**	**-**	**-**	**-**	**-**	**-**	**25.64**
Charge for the year	-	-	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2016	**-**	**-**	**-**	**-**		**25.64**	**-**	**-**	**-**	**-**	**-**	**-**	**25.64**
Net Block													
As at March 31, 2015	**377.80**	**230.00**	**2,046.13**	**6,416.00**	**322.51**	**12,929.43**	**209.04**	**45.61**	**967.54**	**216.46**	**-**	**-**	**23,760.52**
As at March 31, 2016	**423.92**	**228.71**	**1,973.40**	**7,325.60**	**312.30**	**26,143.87**	**188.63**	**53.55**	**839.72**	**195.89**	**-**	**0.05**	**37,685.64**

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

Notes:

1. Buildings (including roads) with a gross book value of ₹ 7,777.29 crore (March 31, 2015: ₹ 7,165.88 crore), runways, taxiways, aprons, bridges, culverts, bunders etc. are on leasehold land.

2. Additions on inclusion / additional stake in subsidiaries / jointly controlled entities includes:

   a. Gross block of ₹ 44.80 crore and accumulated depreciation of ₹ 9.64 crore pertaining to RSSL during the year ended March 31, 2016.

   b. Gross block of ₹ 99.98 crore and accumulated depreciation of ₹ 12.67 crore pertaining to GAEL during the year ended March 31, 2015.

   c. Gross block of ₹ 16.89 crore and accumulated depreciation of ₹ 2.47 crore pertaining to GATL during the year ended March 31, 2015.

   d. Gross block of ₹ 135.10 crore and accumulated depreciation of ₹ 27.86 crore pertaining to DAPSL during the year ended March 31, 2015.

   e. Gross block of ₹ 3.08 crore pertaining to LIPPL during the year ended March 31, 2015.

   f. Gross block of ₹ 6.49 crore pertaining to SUPPL during the year ended March 31, 2015.

3. Deletions on disposal / dilution of subsidiaries / jointly controlled entities includes:

   a. Gross block of ₹ 1.13 crore and accumulated depreciation of ₹ 0.49 crore pertaining to GOSEHHHPL during the year ended March 31, 2016.

   b. Gross block of ₹ 52.96 crore and accumulated depreciation of ₹ 11.71 crore pertaining to DCSCPL during the year ended March 31, 2015.

   c. Gross block of ₹ 11.29 crore and accumulated depreciation of ₹ 5.01 crore pertaining to DFSPL during the year ended March 31, 2015.

4. Disposals in Gross block includes ₹ 1.09 crore (March 31, 2015: ₹ 5.33 crore) pertaining to reversal of outstanding liabilities related to project construction which are no longer payable in case of GHIAL and reversal of accumulated depreciation thereon amounting to ₹ 0.17 crore (March 31, 2015: ₹ 5.08 crore) has been adjusted with the depreciation for the year ended March 31, 2016.

5. Disposals in gross block of ₹ 1.82 crore (March 31, 2015: ₹ Nil) and accumulated depreciation of ₹ Nil (March 31, 2015: ₹ Nil) of GKEL towards land surrendered to the extent of 39.43 acres to the statutory authorities in exchange of equal amount of lands. Pending receipt of new lands in exchange of surrendered land, GKEL has de-capitalised the value associated with the surrendered land and disclosed the same under 'Deposits / balances with statutory / government authorities' in the consolidated financial statements.

6. DF collection charges of ₹ 5.01 crore (March 31, 2015: ₹ 4.87 crore) paid towards development of aeronautical assets in DIAL is capitalised from the DF grant. Refer note 39(i).

7. Other adjustments / reclassifications in the gross block and accumulated depreciation includes:

   a. Adjustments in gross block of ₹ Nil (March 31, 2015: ₹ 24.47 crore) and accumulated depreciation of ₹ Nil (March 31, 2015: ₹ Nil) of DIAL towards reduction in liability in final settlement with vendors in respect of Terminal 3. The corresponding depreciation for the year ended March 31, 2015 has been adjusted with the depreciation charge for the year.

   b. Adjustments in gross block of ₹ Nil (March 31, 2015: ₹ 34.00 crore) in plant and machinery of GVPGL towards reduction in liability on final settlement of interest free 'Supplier's credit' of ₹ 61.00 Crore for ₹ 27.00 crore. As the facility was originally provided by Larsen and Toubro Limited (EPC contractor), the Group has adjusted the difference of ₹ 34.00 crore with 'Plant and machinery'. The corresponding depreciation has been adjusted with the depreciation charge for the year ended March 31, 2015.

   c. Reclassification of gross block ₹ Nil (March 31, 2015: ₹ 0.56 crore) and accumulated depreciation of ₹ Nil (March 31, 2015: ₹ 0.48 crore) from tangible assets to intangible assets.

   d. Reclassification of gross block ₹ 27.15 crore (March 31, 2015: ₹ Nil) and accumulated depreciation of ₹ Nil (March 31, 2015: ₹ Nil) in case of PTGEMS from tangible assets to intangible assets under development.

   e. De-capitalisation in GWEL of ₹ Nil (March 31, 2015: ₹ 26.08 crore) in plant and machinery on account of settlement with a capital vendor and refund received of ₹ Nil (March 31, 2015: ₹ 15.40 crore) from Power Grid Corporation of India Limited ('PGCIL') in respect of point of connection charges paid earlier. The corresponding depreciation has been adjusted with the depreciation charge for the year ended March 31, 2015.

   f. Adjustments in gross block of ₹ Nil (March 31, 2015: ₹ 4.13 crore) of GAEL on reversal of outstanding liabilities which are no longer payable. The corresponding depreciation has been adjusted with the depreciation charge for the year ended March 31, 2015.

   g. Adjustments in gross block of ₹ 0.98 crore (March 31, 2015: ₹ Nil) and accumulated depreciation of ₹ 0.46 crore (March 31, 2015: ₹ Nil) of GVPGL towards reduction in retention money payable on account of purchase of fixed assets. The corresponding depreciation for the year ended March 31, 2016 has been adjusted with the depreciation charge for the year.

   h. Adjustments in gross block of ₹ 1.02 crore (March 31, 2015: ₹ Nil) of DIAL on reversal of outstanding liabilities which are no longer payable. The corresponding depreciation has been adjusted with the depreciation charge for the year ended March 31, 2016.

   i. Other adjustments in accumulated depreciation includes:

      i. In accordance with the provisions of Schedule II of the Companies Act, 2013, the Group has revised the estimated useful lives of its fixed assets of its domestic companies with effect from April 01, 2014 except for certain power sector companies which are following the rates prescribed as per the Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2009 (except certain power sector Companies, as detailed in note 10(7)(i)(ii) below) and certain assets in Companies in airport sector as stated in note 10(7)(i)(iii) below. Accordingly, the net book value of the fixed assets as at April 01, 2014, is being depreciated on a prospective basis over the remaining useful

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

life, wherever applicable. This change in accounting estimate has resulted in increase in depreciation and amortization expenses for the year ended March 31, 2015 by ₹ 245.69 crore. Further, in case of fixed assets whose useful life on such reassessment had expired as of April 01, 2014, net book value of ₹ 44.27 crore (including tangible assets ₹ 43.87 crore and intangible assets ₹ 0.40 crore) is adjusted with the deficit in the consolidated statement of profit and loss as of April 01, 2014.

ii. The Group has revised the estimated useful lives of its fixed assets with effect from April 01, 2014 from the rates prescribed as per the Central Electricity Regulatory Commission (Terms and Conditions of Tariff) Regulations, 2009 to the provisions of Schedule II of the Companies Act, 2013, in case of certain domestic power sector Companies, except in case of plant and machinery for which useful life is considered as 25 years as prescribed by Central Electricity Regulatory Commission being the regulatory authority in the energy sector. Accordingly, the net book value of the fixed assets as at April 01, 2014, is being depreciated on a prospective basis over the remaining useful life, wherever applicable. This change in accounting estimate has resulted in decrease in depreciation and amortization expenses for the year ended March 31, 2015 by ₹ 53.69 crore with a corresponding increase in the net block of tangible assets.

iii. On June 12, 2014, AERA has issued a consultation paper whereby it proposes to lay down, to the extent required, the depreciation rates for certain airport assets. Pending issuance of final notification by the Authority on the useful lives of airport specific assets, the Group has continued to depreciate these assets over their estimated useful lives as determined by the management of the Group based on technical evaluation.

8. For change in accounting policy towards component accounting of fixed assets refer note 2.1(i).

9. Foreign exchange differences in gross block:

   a. Foreign exchange gain of ₹ 8.54 crore (March 31, 2015: ₹ 4.65 crore) on account of the effect of translation of assets held by foreign entities which are consolidated as non integral foreign operations as per the requirements of AS - 11.

   b. Foreign exchange loss of ₹ 505.32 crore (March 31, 2015: ₹ 147.34 crore) in respect of exchange differences arising on foreign currency monetary items relating to the acquisition of depreciable assets.

10. Depreciation for the year includes ₹ 7.60 crore (March 31, 2015: ₹ 11.66 crore) relating to certain consolidated entities in the project stage, which are included in capital work-in-progress in note 31(a) and intangible assets under development in note 31 (b).

11. Foreign exchange differences in accumulated depreciation represents foreign exchange loss of ₹ 2.50 crore (March 31, 2015: ₹ 0.87 crore foreign exchange gain) on account of the effect of translation of assets held by foreign entities which are consolidated as non integral foreign operations as per the requirements of AS - 11.

12. GWEL has declared commercial operations of first phase of project on March 19, 2013 and second phase of the project on September 01, 2013. Accordingly the tangible assets and intangible assets have been capitalised on these dates based on the completion certified by the technical team of EMCO. Claims / Counter claims arising out of the project related EPC contracts and non-EPC contracts on account of delays in commissioning of the project and other reasons is pending settlement/ negotiations with the respective vendors. The management believes that any adjustments on account of aforesaid claims/counter claims by the vendors would be adjusted to the cost of the fixed assets in the year of settlement / crystallisation.

13. GKEL has declared commercial operation of Phase 1 of the project constituting Unit 1, 2 and 3 of 350 MW each on April 29, 2013, November 11, 2013 and March 24, 2014 respectively and accordingly the Buildings, Plant and machinery have been capitalised on the dates based on the completion certified by the technical team of GKEL. Certain common items of Phase 2 which is put to use along with Phase 1 have also been capitalised. Claims/ Counter claims arising out of the project related contracts including EPC contracts and non-EPC vendors on account of delays in commissioning of the project or any other reasons is pending settlement / negotiations with concerned vendors. GKEL has considered its best estimate of cost on the work completed based on the contract, work and purchase orders issued where the final bills are pending to be received /approved. Any adjustment on account of these contracts / bills would be adjusted to the cost of fixed asset in the year of settlement / crystallisation.

14. GCHEPL has declared commercial operations during the year ended March 31, 2016 and accordingly the Buildings, Plant and machinery have been capitalized based on the percentage of completion as certified by the Technical team of the GCHEPL considering contractual obligations and estimations. Claims/ Counter claims arising out of the project related contracts including EPC contracts and non-EPC contracts, on account of delays in commissioning of the project, or any other reason is pending settlement / negotiations with concerned parties. GCHEPL has considered its best estimate of cost on the work completed based on the contract, work and purchase orders issued where the final bills are pending to be received /approved. Any adjustment on account of these contracts/bills would be adjusted to the cost of fixed asset in the year of settlement / crystallization.

15. During the year ended March 31, 2015, impairment of plant and machinery of ₹ 25.64 crore (including ₹ 7.64 crore during the year ended March 31, 2014 transferred from capital work-in-progress) represents impairment of plant and machinery of ATSCL and GGSPL.

16. Additions to plant and machinery include trial run costs of GCHEPL and GREL of ₹ 174.47 crore and ₹ 71.52 crore respectively (March 31, 2015: ₹ Nil).

17. Refer note 30(c) and 30(b) as regards to Strategic Debt Restructuring ('SDR') in case of GREL and Memorandum of Understanding ('MoU') entered into by the Group in case of ATSCL and MTSCL respectively. The details relating to gross block, accumulated depreciation and accumulated impairment of aforementioned entities as at March 31, 2016 included in the above table are as below:

(₹ in crores)

Particulars	ATSCL	MTSCL	GREL	Total
Gross Block as at March 31, 2016	145.53	250.15	4,771.84	5,167.52
Accumulated Depreciation as at March 31, 2016	(11.57)	(25.85)	(95.84)	(133.26)
Accumulated Impairment as at March 31, 2016	(7.64)	-	-	(7.64)
Net Block as at March 31, 2016	**126.32**	**224.30**	**4,676.00**	**5,026.62**

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

11. INTANGIBLE ASSETS

(₹ in crore)

	Goodwill on consolidation	Airport concessionaire rights	Capitalised software	Carriageways	Mining properties (including deferred exploration and stripping costs)	Technical know-how	Total
Gross block							
Cost or Valuation							
As at April 1, 2014	3,561.17	499.48	108.09	5,990.18	172.84	17.03	10,348.79
Reclassification	-	-	0.56	-	-	-	0.56
Additions	188.82	789.89	3.09	282.53	60.95	0.58	1,325.86
Additions on inclusion of subsidiary companies / jointly controlled entities	-	-	4.40	-	-	17.60	22.00
Disposals	-	-	(0.01)	-	-	-	(0.01)
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	(1.30)	(0.43)	-	-	-	(1.73)
Exchange differences	94.41	27.80	0.04	-	3.05	-	125.30
Borrowing costs	-	-	-	70.43	-	-	70.43
Other adjustments	-	-	-	(0.93)	(27.22)	(3.85)	(32.00)
As at March 31, 2015	**3,844.40**	**1,315.87**	**115.74**	**6,342.21**	**209.62**	**31.36**	**11,859.20**
Additions	522.39	-	3.61	8.35	68.59	-	602.94
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	-	(0.05)	(1,263.09)	-	-	(1,263.14)
Exchange differences	170.37	(1.52)	0.25	-	10.68	-	179.78
As at March 31, 2016	**4,537.16**	**1,314.35**	**119.55**	**5,087.47**	**288.89**	**31.36**	**11,378.78**
Accumulated Amortization							
As at April 1, 2014	-	53.40	76.69	749.21	59.84	8.98	948.12
Reclassification	-	-	0.48	-	-	-	0.48
Charge for the year	38.56	13.78	14.24	200.06	28.98	2.80	298.42
Additions on inclusion / additional stake in subsidiaries / jointly controlled entities	-	-	2.96	-	-	10.58	13.54
Disposals	-	-	-	-	-	-	-
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	(1.30)	(0.38)	-	-	-	(1.68)
Exchange differences	-	0.18	-	-	1.05	-	1.23
Other adjustments	-	-	0.40	-	(21.30)	-	(20.90)
As at March 31, 2015	**38.56**	**66.06**	**94.39**	**949.27**	**68.57**	**22.36**	**1,239.21**
Charge for the year	38.56	26.69	8.80	213.28	54.91	6.12	348.36
Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities	-	-	(0.05)	(51.22)	-	-	(51.27)
Exchange differences	-	(4.37)	0.25	-	5.30	-	1.18
As at March 31, 2016	**77.12**	**88.38**	**103.39**	**1,111.33**	**128.78**	**28.48**	**1,537.48**
Accumulated impairment							
As at April 1, 2014	100.02	-	-	-	-	-	100.02
Charge for the year	97.74	-	-	-	-	-	97.74
As at March 31, 2015	**197.76**	**-**	**-**	**-**	**-**	**-**	**197.76**
Charge for the year	100.16	-	-	-	-	-	100.16
As at March 31, 2016	**297.92**	**-**	**-**	**-**	**-**	**-**	**297.92**
Net Block							
As at March 31, 2015	**3,608.08**	**1,249.81**	**21.35**	**5,392.94**	**141.05**	**9.00**	**10,422.23**
As at March 31, 2016	**4,162.12**	**1,225.97**	**16.16**	**3,976.14**	**160.11**	**2.88**	**9,543.38**

Notes:

1. Additions in goodwill for the year ended March 31, 2016 represents :
   a. ₹ 325.29 crore arising out of acquisition of additional stake of Malaysia Airports (Mauritius) Private Limited ('MAMPL') in DIAL by GAL.
   b. ₹ 197.10 crore arising out of acquisition of RSSL by GSPHPL.

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

2. Additions in goodwill for the year ended March 31, 2015 represents :
   a. Deferred Consideration ₹ 120.22 crore to the erstwhile shareholders of PTDSU as per share purchase agreement. Refer note 42(i)(a).
   b. ₹ 32.66 crore arising out of acquisition of additional stake in DAPSL by GISPL.
   c. ₹ 35.94 crore arising out of acquisition of additional stake in GAEL and GATL by GHIAL
3. Additions in airport concessionaire rights during the year ended March 31, 2015 represents bid premium paid by GMCAC to the Mactan-Cebu International Airport Authority and Department of Transportation and Communication, Republic of the Philippines for the Mactan-Cebu International Airport Project.
4. Additions on inclusion / additional stake in subsidiaries / jointly controlled entities in capitalised software and technical know-how, as applicable, includes:
   a. Gross block of ₹ 0.01 crore and accumulated amortisation of ₹ 0.01 crore pertaining to GAECL during the year ended March 31, 2015.
   b. Gross block of ₹ 21.85 crore and accumulated amortisation of ₹ 13.51 crore pertaining to GATL during the year ended March 31, 2015.
   c. Gross block of ₹ 0.14 crore and accumulated amortisation of ₹ 0.02 crore pertaining to DAPSL during the year ended March 31, 2015.
5. Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities during the year ended March 31, 2016 in carriageways and capitalised software includes Gross block of ₹ 1,263.14 crore and accumulated amortisation of ₹ 51.27 crore pertaining to GOSEHHHPL.
6. Deletions on disposal / dilution of stake in subsidiaries / jointly controlled entities during the year ended March 31, 2015 in airport concessionaire rights and capitalised software includes:
   a. Gross block of ₹ 1.44 crore and accumulated amortisation of ₹ 1.39 crore pertaining to DCSCPL.
   b. Gross block of ₹ 0.29 crore and accumulated amortisation of ₹ 0.29 crore pertaining to DFSPL.
7. Impairment of goodwill represents:
   a. ₹ 100.16 crore of PTDSU during the year ended March 31, 2016. For details refer note 42(i)(a).
   b. ₹ 61.80 crore of SJK during the year ended March 31, 2015. For details refer note 42 (ix).
   c. ₹ 35.94 crore of GAECL and GATL during the year ended March 31, 2015. For details refer note 40(iii).
8. Exchange difference in goodwill on consolidation represents foreign exchange gain of ₹ 170.37 crore (March 31, 2015: ₹ 94.41 crore) on account of effect of translation of goodwill arising out of consolidation of foreign subsidiaries / jointly controlled entities which are consolidated as non integral foreign operations as per the requirements of AS - 11.
9. Foreign exchange differences in gross block includes foreign exchange gain of ₹ 9.41 crore (March 31, 2015: ₹ 30.89 crore) on account of the effect of translation of intangible assets held by foreign entities which are consolidated as non integral foreign operations as per the requirements of AS - 11.
10. Amortisation for the year includes ₹ 0.46 crore (March 31, 2015: ₹ 0.73 crore) relating to certain consolidated entities in the project stage, which are included in capital work-in-progress in note 31(a) and intangible assets under development in note 31(b).
11. Foreign exchange differences in accumulated amortisation represents foreign exchange loss of ₹ 1.19 crore (March 31, 2015: ₹ 1.23 crore) on account of the effect of translation of intangible assets held by foreign entities which are consolidated as non integral foreign operations as per the requirements of AS - 11.
12. During the year ended March 31, 2015, the Group has reclassified gross block of ₹ 0.56 crore and accumulated amortisation of ₹ 0.48 crore from tangible assets to intangible assets.
13. Other adjustments in the gross block and accumulated amortisation includes:
   a. Gross block of ₹ 27.22 crore of PTGEMS and accumulated amortisation of ₹ 21.30 crore pertaining to PTGEMS as a result of change in the method of amortisation of stripping costs during the year ended March 31, 2015.
   b. Gross block of ₹ Nil (March 31, 2015: ₹ 3.85 crore) of GATL on reversal of outstanding liabilities which are no longer payable. The corresponding amortisation of ₹ Nil (March 31, 2015: ₹ 2.76 crore) has been adjusted with the amortisation for the current year.
   c. Gross block of ₹ Nil (March 31, 2015: ₹ 0.93 crore) of GHVEPL on reversal of outstanding liabilities which are no longer payable. The corresponding amortisation of ₹ Nil (March 31, 2015: ₹ 0.03 crore) has been adjusted with the amortisation for the current year.
14. During the year ended March 31, 2015, GOSEHHHPL had capitalised carriageways of ₹ 352.96 crore (including borrowing cost) pursuant to completion of construction of the remaining part of its carriageways.
15. Considering the fluctuation in coal prices globally, the management has decided to amortise goodwill pertaining to mining reserves on a systematic basis during the year ended March 31, 2015. Refer 2.1(i).
16. Refer note 30(c) as regards to SDR in case of GREL. The details included in the above schedule relating to gross block and accumulated amortisation is ₹ 0.56 crore and ₹ 0.39 crore respectively.

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

12 NON-CURRENT INVESTMENTS

			March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
	Long term - at cost, unquoted			
A.	**In Equity shares of companies - Trade**			
	Vemagiri Power Services Limited			
	[5,000 (March 31, 2015: 5,000) equity shares of ₹ 10 each, fully paid up]		0.01	0.01
	Power Exchange India Limited			
	[4,000,000 (March 31, 2015: 4,000,000) equity shares of ₹ 10 each, fully paid up]		4.00	4.00
	Indian Highways Management Company Limited			
	[565,370 (March 31, 2015: 565,370) equity shares of ₹ 10 each, fully paid up]		0.56	0.56
B.	**Investment in equity shares of associates - Trade #**			
	JEPL (net off share of losses amounting to ₹ 7.29 crore till the date on which JEPL ceased to be a subsidiary and became an associate) [49,117,388 (March 31, 2015: 49,117,388) equity shares of ₹ 10 each, fully paid up]	41.83		
	Less: Share of losses	(13.49)	28.34	29.33
	UEPL* (net off share of losses amounting to ₹ 11.53 crore till the date on which UEPL ceased to be a subsidiary and became an associate) [68,783,615 (March 31, 2015: 68,783,615) equity shares of ₹ 10 each, fully paid up]	77.28		
	Less: Share of losses	(5.56)		
	Less: Provision for diminution in the value of investments	(39.22)	32.50	76.80
	GOSEHHHPL** (net off share of losses amounting to ₹ 46.62 crore till the date on which GOSEHHHPL ceased to be a subsidiary and became an associate) [82,823,000 (March 31, 2015: Nil) equity shares of ₹ 10 each, fully paid up]		36.20	-
	EDWPCPL (net off share of losses amounting to ₹ 0.07 crore till the date on which EDWPCPL ceased to be a subsidiary and became an associate) [7,839 (March 31, 2015: 7,839) equity shares of ₹ 10 each, fully paid up]	0.07		
	Less: Share of losses	(0.07)	-	0.06
C.	**In Equity shares of body corporates - Trade**			
	GMR Holding (Malta) Limited ('GHML')			
	[Nil (March 31, 2015: 58) equity shares of EURO 1 each] (₹ Nil (March 31, 2015: ₹ 3,924))		-	0.00
	PT DSSP Power Sumsel			
	[125 (March 31, 2015: 125) equity shares with nominal value of Indonesia Rupiah 1,000,000 each, Group's share being 30%]		0.01	0.01
	PT Manggala Alam Lestari ('MAL')			
	[12,939 (March 31, 2015: 12,939) equity shares with nominal value of Indonesia Rupiah 1,000,000 each, Group's share being 30%]		0.01	0.03
D.	**In Debentures of companies - Trade**			
	Kakinada Infrastructure Holdings Private Limited ('KIHPL') ***			
	[100 (March 31, 2015: 100) 0.10% cumulative optionally convertible Debentures of ₹ 10,000,000 each]		100.00	100.00
E.	**In Equity shares of companies - Other than trade**			
	Business India Publications Limited			
	[5,000 (March 31, 2015: 5,000) equity shares of ₹ 10 each, fully paid up]		0.01	0.01
	Ujjivan Financial Services Private Limited			
	[Nil (March 31, 2015: 50,000) equity shares of ₹ 10 each, fully paid up]		-	0.05
	Total (A+B+C+D+E)		**201.64**	**210.86**
	Less: Current portion of non-current investments (March 31, 2015: ₹ 3,924) (refer note 16)		(68.70)	(0.00)
			132.94	**210.86**

\# Pursuant to the divestments of its investments in JEPL, UEPL and EDWPCPL by the Group during the year ended March 31, 2014 and in GOSEHHHPL during the year ended March 31, 2016, these entities ceased to be subsidiaries and have become associates.

* Refer note 41(iv) as regards investments in UEPL

** Refer note 30(a) as regards investments in GOSEHHHPL

*** During the year ended March 31, 2011, GSPHPL had invested ₹ 100.00 crore in KIHPL, a shareholder in KSPL, through cumulative optionally convertible debentures with coupon rate of 0.10% p.a. GSPHPL is entitled to exercise the option of conversion of the aforesaid debentures into equity shares of KIHPL at a mutually agreed valuation at any time not exceeding 36 months from the date of execution of the debenture agreement (March 18, 2011). This period had been extended by 18 months with effect from March 18, 2014. During the year ended March 31, 2016, this period has been further extended by 36 months from September 18, 2015. In the event GSPHPL does not exercise the option to convert the debentures into shares within the said period, the debentures shall be compulsorily converted by KIHPL into equity shares on expiry of the aforementioned period.

Notes:

1. Aggregate amount of non-current unquoted investments (excluding current portion of non-current investments) - ₹ 132.94 crore (March 31, 2015: ₹ 210.86 crore)
2. Aggregate provision for diminution in the value of non current investments - ₹ 0.05 crore (March 31, 2015: ₹ 0.05 crore)

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

13 LOANS AND ADVANCES

	Non-current		Current	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Capital advances				
Unsecured, considered good	1,080.76	1,221.64	-	-
(A)	**1,080.76**	**1,221.64**	**-**	**-**
Security deposit				
Unsecured, considered good	107.20	64.40	39.14	49.04
Unsecured, considered doubtful	0.31	0.31	-	-
	107.51	**64.71**	**39.14**	**49.04**
Provision for doubtful deposits	(0.31)	(0.31)	-	-
(B)	**107.20**	**64.40**	**39.14**	**49.04**
Advances recoverable in cash or kind				
Unsecured, considered good	161.36	211.79	575.63	362.45
Unsecured, considered doubtful	16.04	16.24	1.58	1.96
	177.40	**228.03**	**577.21**	**364.41**
Provision for doubtful advances	(16.04)	(16.24)	(1.58)	(1.96)
(C)	**161.36**	**211.79**	**575.63**	**362.45**
Other loans and advances				
Unsecured, considered good				
Advance income-tax (net), including paid under protest	345.12	299.40	-	-
MAT credit entitlement	162.31	153.00	-	-
Prepaid expenses	15.10	9.70	70.23	70.28
Loan to others	218.65	209.40	30.34	47.43
Loans to employees	1.15	3.40	12.63	9.17
Deposits / balances with statutory / government authorities	215.09	212.02	59.86	48.82
	957.42	**886.92**	**173.06**	**175.70**
Unsecured, considered doubtful				
Loans to others	49.32	49.32	-	-
Balances with statutory / government authorities	6.23	6.23	-	-
Loans to employees	-	-	3.80	-
	55.55	**55.55**	**3.80**	**-**
Provision for doubtful advances	(55.55)	(55.55)	(3.80)	-
(D)	**957.42**	**886.92**	**173.06**	**175.70**
Total (A+B+C+D)	**2,306.74**	**2,384.75**	**787.83**	**587.19**
Capital advances includes advances to related parties:				
GMR Projects Private Limited ('GPPL')	640.00	690.00	-	-
Polygon Enterprises Private Limited ('Polygon')	22.90	22.90	-	-
Security deposit includes deposits with related parties:				
GMR Family Fund Trust ('GFFT')	21.01	7.75	17.91	31.24
Corporate Infrastructure Services Limited ('CISL')	-	8.59	-	-
Raxa Security Services Limited ('RSSL')	-	6.13	-	0.60
G Varalakshmi	0.09	0.09	-	-
B Ramadevi	0.02	0.02	-	-
GPPL	-	0.02	-	-
Asia Pacific Flight Training Sdn Bhd ('APFTSB')	0.04	-	-	-
Advances recoverable in cash or kind includes advances to related parties:				
AAI	-	-	6.80	9.05
GFFT	-	-	-	0.21
GHPL	-	-	-	2.87
GMR Bannerghatta Properties Private Limited ('GBPPL')	1.11	1.11	-	-
RSSL	-	-	-	1.18
GPPL	-	-	-	0.53
WAISL	2.09	2.09	3.42	0.52
GMCAC	-	-	0.18	0.21
GEOKNO India Private Limited ('GEOKNO')	-	-	-	0.37
DAFF	-	-	0.11	0.11
TIM	-	-	0.13	0.04
CDCTM	-	-	0.12	0.05
DASPL	-	-	0.07	0.04
TFS	-	-	0.07	0.04

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

	Non-current		Current	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Yalorvin Limited (YL)	-	-	0.12	0.23
Loan to others includes loans to related parties:				
GWT	115.00	115.00	-	-
GPPL	-	10.00	10.00	-
Limak	-	-	-	0.24
RSSL	-	-	-	1.16
UEPL	74.43	74.43	-	-
JEPL	4.50	4.50	-	-
GOSSEHPL	20.08	-	-	-
GMR Varalakshmi Foundation ('GVF')	-	-	-	8.64
Laqshya	4.55	4.55	-	0.55

14 TRADE RECEIVABLES

	Non-current		Current	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Outstanding for a period exceeding six months from the date they are due for payment				
Unsecured, considered good	38.45	47.33	658.05	545.82
Unsecured, considered doubtful	1.72	7.64	34.00	31.97
	40.17	**54.97**	**692.05**	**577.79**
Provision for doubtful trade receivables	(1.72)	(7.64)	(34.00)	(31.97)
(A)	**38.45**	**47.33**	**658.05**	**545.82**
Other receivables				
Unsecured, considered good	4.72	49.83	1,810.27	1,078.45
Unsecured, considered doubtful	-	-	-	0.04
	4.72	**49.83**	**1,810.27**	**1,078.49**
Provision for doubtful trade receivables	-	-	-	(0.04)
(B)	**4.72**	**49.83**	**1,810.27**	**1,078.45**
Total (A+B)	**43.17**	**97.16**	**2,468.32**	**1,624.27**

15 OTHER ASSETS

	Non-current		Current	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Unsecured, considered good unless stated otherwise				
Non-current bank balances (refer note 18)	1,806.83	2,283.68	-	-
(A)	**1,806.83**	**2,283.68**	**-**	**-**
Unamortised expenditure				
Ancillary cost of arranging the borrowings	305.71	424.86	132.23	116.56
(B)	**305.71**	**424.86**	**132.23**	**116.56**
Others, unsecured considered good unless stated otherwise				
Interest accrued on fixed deposits	7.37	7.67	52.04	65.51
Interest accrued on current investments	-	-	0.61	0.18
Development fund receivable (refer note 39)	-	106.35	83.99	456.20
Non trade receivables	1,228.08	1,126.85	101.72	91.10
Non trade receivables, considered doubtful	137.47	130.99	29.75	27.27
Grant receivable from authorities	-	-	0.04	0.04
Unbilled revenue	-	-	402.32	369.39
	1,372.92	**1,371.86**	**670.47**	**1,009.69**
Provision for doubtful non trade receivables [refer note 41(iii)]	(137.47)	(130.99)	(29.75)	(27.27)
(C)	**1,235.45**	**1,240.87**	**640.72**	**982.42**
Total (A+B+C)	**3,347.99**	**3,949.41**	**772.95**	**1,098.98**

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

16 CURRENT INVESTMENTS

		March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
	Other than trade, quoted (valued at lower of cost and fair value)		
A.	**Investment in equity shares of companies**		
	Caracara Silver Inc.		
	[Nil (March 31, 2015: 2,116,451) unlimited common shares without par value]	-	0.06
	Western Uranium Corporation		
	[Nil (March 31, 2015: 14,861) common shares without par value]	-	0.36
	(i)	**-**	**0.42**
	Trade, unquoted		
A.	**Investment in equity shares of associates (refer note 12 for details)**		
	UEPL [68,783,615 (March 31, 2015: Nil) equity shares of ₹ 10 each, fully paid up]	32.50	-
	GOSEHHHPL [82,823,000 (March 31, 2015: Nil) equity shares of ₹ 10 each, fully paid up]	36.20	-
B.	**In Equity shares of body corporates**		
	GHML (refer note 12)	-	0.00
	(ii)	**68.70**	**0.00**
	Other than trade, unquoted		
A.	**Investment in mutual funds**		
	ICICI Prudential - Super Institutional Plan - Growth Option		
	[2,525,763 (March 31, 2015: 352,962) units of ₹ 100 each]	56.41	7.30
	Birla Sun Life Cash Plus - Institutional Premium Growth		
	[5,600,206 (March 31, 2015: 879,921) units of ₹ 100 each]	135.45	19.72
	Birla Sunlife Cash Plus - Growth - Regular Plan		
	[884,594 (March 31, 2015: 1,273,179) units of ₹ 100 each]	21.30	28.41
	IDFC Cash Fund - Growth - Regular Plan		
	[291,507 (March 31, 2015: 259,782) units of ₹ 1,000 each]	53.48	44.03
	SBI Premier Liquid Fund - Regular Plan - Growth		
	[1,040,238 (March 31, 2015: 572,784) units of ₹ 1,000 each]	246.02	125.49
	Axis Liquid Fund Growth		
	[833,505 (March 31, 2015: 686,364) units of ₹ 1,000 each]	138.89	106.09
	ICICI Prudential Liquid Regular Plan Growth		
	[15,076,863 (March 31, 2015: 1,230,627) units of ₹ 100 each]	334.60	25.40
	Sundaram Money Fund - Regular - Growth		
	[17,236,983 (March 31, 2015: 3,974,725) units of ₹ 10 each]	54.91	11.70
	IDFC Cash Fund-Super Institutional Plan C-Daily Dividend		
	[1,839 (March 31, 2015: 577,587) units of ₹ 1,000 each]	1.20	95.00
	Baroda Pioneer Liquid Fund - Plan A - Growth Option		
	[51,967 (March 31, 2015: 285,607) units of ₹ 1,000 each]	9.00	45.67
	Tata Liquid Fund Plan A - Growth		
	[Nil (March 31, 2015: 62,345) units of ₹ 1,000 each]	-	16.04
	Axis Liquid Institutional - Growth Option		
	[102,446 (March 31, 2015: Nil) units of ₹ 1,000 each]	17.15	-
	Kotak Liquid Fund Institutional Premium - Growth		
	[55,500 (March 31, 2015 : Nil) units of ₹ 1,000 each]	17.01	-
	HDFC Liquid Fund		
	[381,495 (March 31, 2015 : Nil) units of ₹ 1,000 each]	112.03	-
	Kotak Liquid Scheme		
	[204,512 (March 31, 2015 : Nil) units of ₹ 1,000 each]	62.60	-
	DSP Mutual Fund		
	[155,807 (March 31, 2015 : Nil) units of ₹ 1,000 each]	33.27	-
	DHFL Pramerica Liquid fund - Growth		
	[569,302 (March 31, 2015 : Nil) units of ₹ 100 each]	11.13	-
	SBI Treasury Advance Fund - Direct Plan - Growth		
	[17,928 (March 31, 2015 : Nil) units of ₹ 1,000 each]	3.00	-
	SBI Short Term Debt Fund		
	[6,242 (March 31, 2015 : Nil) units of ₹ 1,000 each]	1.26	-

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

		March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
B.	**Investments in venture capital funds:**		
	Faering Capital India Evolving Fund		
	[Nil (March 31, 2015: 90,358) units of ₹ 1,000 each]	-	9.15
	SREI Alternative Investment Managers Limited		
	[1,590,022 (March 31, 2015: Nil) units of ₹ 100 each]	16.06	-
	SREI Infrastructure Resurrection Fund		
	[1,935,000 (March 31, 2015: Nil) units of ₹ 100 each]	19.35	-
	SREI Infrastructure Project Development Capital		
	[2,000,000 (March 31, 2015: Nil) units of ₹ 100 each]	20.00	-
	Bharat Nirman Fund		
	[Nil (March 31, 2015: 1,500,000) units of ₹ 100 each]	-	15.00
C.	**Investment in hedge funds:**		
	Haussmann Holdings		
	[32 (March 31, 2015: 32) units of USD 2,555 each]	0.53	0.52
	Star Emerging Asia Fixed Income Fund		
	[9,998 (March 31, 2015: 9,998) units of USD 1,000 each]	67.64	63.06
	Harrington Capital Emerging Market Bonds Fund		
	[9,997 (March 31, 2015 : Nil) units of USD 1,000 each]	65.22	-
	Ilya Multisector Strategy Fund		
	[100,000 (March 31, 2015: 100,000) units of USD 100 each]	67.44	63.06
	Shs OPES Investments Limited Regular		
	[10,000 (March 31, 2015: Nil) units of USD 1,000 each]	65.40	-
D.	**Investment in other funds:**		
	CNC Global Opportunities Fund SPC		
	[Nil (March 2015: 63,500) Units of USD 1,000 each]	-	400.43
	Harrington Master		
	[4,863 (March 31, 2015 : 4,863) units of USD 1,000 each]	33.32	30.74
	Shs Global Emerging Strategies Fund Limited - The Amara Fund		
	[50,000 (March 2015: 50,000) Units of USD 100 each]	34.75	31.53
	Capital Emerging Markets Bond Fund		
	[Nil (March 31, 2015 : 9,998) units of USD 1,000 each]	-	63.06
	(iii)	**1,698.42**	**1,201.40**
E.	**Commercial Papers**		
	SREI Infrastructure Finance Limited		
	[1500 units (March 2015 : Nil) Units of ₹ 500,000 each]	74.01	-
	(iv)	**74.01**	**-**
	Total - (v) = (i)+(ii)+(iii) +(iv)	**1,841.13**	**1,201.82**

Notes:

1. Aggregate market value of current quoted investments - ₹ Nil (March 31, 2015: ₹ 0.42 crore)
2. Aggregate amount of current unquoted investments (including current portion of non-current investments) - ₹ 1,841.13 crore (March 31, 2015: ₹ 1,201.40 crore)
3. Aggregate provision for diminution in the value of current investments ₹ Nil (March 31, 2015: ₹ 0.80 crore)

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

17 INVENTORIES (VALUED AT LOWER OF COST AND NET REALISABLE VALUE)

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Raw materials (refer note 22)	189.62	95.08
Traded goods / finished goods	160.51	127.70
Stores, spares and components	119.17	82.07
	469.30	**304.85**

18 CASH AND BANK BALANCES

	Non-current		Current	
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Cash and cash equivalents				
Cheques / drafts on hand	-	-	18.76	8.49
Cash on hand/ credit card collection	-	-	8.23	9.81
Balances with banks:				
– On current accounts ^^ **	0.28	10.18	693.41	1,206.26
– Deposits with original maturity of less than three months	-	-	887.84	473.56
	0.28	**10.18**	**1,608.24**	**1,698.12**
Other bank balances				
– Deposits with original maturity for more than 12 months	6.10	11.39	-	15.38
– Deposits with original maturity for more than 3 months but less than 12 months	103.60	-	472.57	822.39
– Restricted deposits * ^	1,696.85	2,262.11	1,040.51	1,368.15
	1,806.55	**2,273.50**	**1,513.08**	**2,205.92**
Amount disclosed under non-current assets (refer note 15)	1,806.83	2,283.68	-	-
	-	**-**	**3,121.32**	**3,904.04**

* Includes fixed deposits in GICL of ₹ 457.71 crore (March 31, 2015: ₹ 609.15 crore) with Eurobank, Cyprus. The Republic of Cyprus is presently facing economic difficulties. The management is of the view that in spite of such economic difficulties the amount held as fixed deposit with Eurobank is good for recovery though withdrawal of the amount from the Republic of Cyprus would be subject to restriction as may be imposed by the Central Bank of Cyprus. Accordingly, the amount of deposit has been considered as non current.

** Includes balances in Exchange Earner's Foreign Currency ('EEFC') Accounts

^^ Includes unclaimed dividend of ₹ 0.27 crore (March 31, 2015: ₹ 0.27 crore) and ₹ 0.01 crore (March 31, 2015: ₹ 9.91 crore) towards DSRA maintained by the Company with ICICI. Includes ₹ Nil (March 31, 2015: ₹ 347.65 crore) towards share application money for issue of rights shares. The funds are received in an escrow account and are restricted till the allotment of equity shares pursuant to the right issue. Refer note 3(g).

^ Restricted deposits includes margin money deposit and deposits with banks that are pledged by the Group with the Government and other authorities and with lenders against long-term and short-term borrowings availed by the Group.

Refer note 5 and note 8 as regards restriction on balances with banks arising in connections with the borrowings made by the Group.

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

19 SALES / INCOME FROM OPERATIONS

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Sale of products		
Power segment:		
Income from sale of electrical energy	4,280.51	3,067.99
Income from mining activities	511.22	455.70
	4,791.73	**3,523.69**
Traded goods		
Power segment:		
Income from sale of electrical energy	387.79	532.56
Income from coal trading	273.19	337.80
	660.98	**870.36**
Airport segment:		
Non-aeronautical		
Duty free items	1,019.20	859.65
	1,019.20	**859.65**
Sale of services / others		
Power segment:		
Electrical energy transmission charges	69.79	56.53
	69.79	**56.53**
Airport segment:		
Aeronautical	3,749.23	3,074.31
Non-aeronautical	1,359.81	1,094.71
Cargo operations	312.28	326.70
Income from commercial property development	100.06	108.36
	5,521.38	**4,604.08**
Roads segment:		
Annuity income from expressways	367.40	366.82
Toll income from expressways	394.01	374.92
	761.41	**741.74**
EPC segment:		
Construction revenue	179.13	86.84
	179.13	**86.84**
Others segment:		
Income from hospitality services	55.96	49.70
Income from management and other services	188.60	142.66
	244.56	**192.36**
Sales / income from operations	**13,248.18**	**10,935.25**

20 OTHER OPERATING INCOME

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Interest income on		
Bank deposits	99.17	116.37
Current investments	-	6.61
Sale of certified emission reductions	-	0.35
Dividend income on current investments	-	0.04
Net gain on sale of current investments	7.95	24.58
Others	2.36	4.48
	109.48	**152.43**

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

21 OTHER INCOME

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Interest income on		
Bank deposits	153.06	136.49
Others	59.45	31.60
Provisions no longer required, written back	41.58	21.45
Net gain on sale of current investments	132.15	36.49
Exchange differences (net)	19.42	-
Profit on sale of fixed assets (net)	0.21	2.03
Lease income	8.77	8.51
Income from management fees	11.84	41.00
Miscellaneous income [net of expenses directly attributable to such income are of ₹ 0.25 crore (March 31, 2015: ₹ Nil)]	27.79	49.89
	454.27	**327.46**

22 COST OF MATERIALS CONSUMED

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Inventory at the beginning of the year	95.08	114.02
Add: Purchases	133.10	27.87
	228.18	**141.89**
Less: Inventory at the end of the year (refer note 17)	189.62	95.08
	38.56	**46.81**

23 PURCHASE OF TRADED GOODS

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Purchase of electrical energy	211.21	427.45
Purchase of coal for trading	232.15	257.31
Purchase of duty free items	396.66	359.42
	840.02	**1,044.18**

24 (INCREASE) / DECREASE IN STOCK IN TRADE

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Stock as at April 1,	127.70	107.70
Less: Stock as at March 31,	160.51	127.70
	(32.81)	**(20.00)**

25 EMPLOYEE BENEFITS EXPENSES

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Salaries, wages and bonus	575.79	544.18
Contribution to provident and other funds	42.06	36.69
Gratuity expenses (refer note 46)	8.69	8.20
Staff welfare expenses	38.26	30.58
	664.80	**619.65**

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

26 OTHER EXPENSES

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Consumption of stores and spares	67.86	64.93
Electricity and water charges	248.07	207.37
Prompt payment rebate	39.52	26.32
Open access charges paid	149.89	107.02
Airport service charges / operator fees	138.60	128.42
Cargo handling charges	16.85	14.36
Freight	17.64	20.73
Rent [includes land lease rentals of ₹ 9.46 crore (March 31, 2015: ₹ 10.20 crore)]	70.26	84.33
Rates and taxes	71.66	76.24
Insurance	45.52	42.32
Repairs and maintenance		
Plant and machinery	179.76	160.71
Buildings	42.63	31.99
Others	142.44	138.28
Manpower hire charges	70.60	52.24
Advertising and sales promotion	27.01	32.13
Transmission and distribution charges	115.33	169.49
Travelling and conveyance	55.26	54.13
Communication costs	10.10	9.99
Printing and stationery	6.78	6.08
Legal and professional fees	327.98	356.10
Directors' sitting fees	2.71	1.96
Adjustments to the carrying amount of current investments	0.82	3.72
Adjustments to the carrying amount of long term investments	-	0.05
Loss on derivative contracts (including provisions for mark-to-market loss)	-	27.25
Provision / write off of doubtful advances and trade receivables	10.21	33.64
Exchange differences (net)	-	52.90
Donation (includes corporate social responsibility expenditure)	35.88	40.18
Fixed assets written off / loss on sale of fixed assets	4.55	4.05
Office maintenance	35.23	39.68
Security expenses	16.43	30.91
Logo fees	3.03	5.00
Impairment of intangible assets under development	-	2.37
Miscellaneous expenses	83.19	96.08
	2,035.81	**2,120.97**

27 DEPRECIATION AND AMORTISATION EXPENSES

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Depreciation of tangible assets	1,918.26	1,514.84
Amortisation of intangible assets	347.90	297.69
	2,266.16	**1,812.53**

28 FINANCE COSTS

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Interest	3,802.57	3,255.34
Bank charges	159.63	147.71
Amortisation of ancillary borrowing costs	93.87	168.81
Mark to market loss on derivative instruments	1.62	-
	4,057.69	**3,571.86**

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

29 EXCEPTIONAL ITEMS - (LOSSES) / GAINS

	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Provision for dimunition in value of investments in an associate [refer note 41(iv)]	(39.22)	-
Loss on impairment of assets in subsidiaries [refer note 42(i)(a), note 42(xiii), note 40(iii), note 42(iv) and 42(ix)]	(164.30)	(115.74)
Reimbursement of expenses pertaining to earlier years received by a subsidiary [refer note 37 (iv)]	51.42	-
Profit on sale of subsidiaries / jointly controlled entities [refer note 30(a) and note 30(f)]	2.31	34.44
Breakage cost of interest rate swap [refer note 40 (x)]	-	(91.83)
Loss on account of provision towards claims recoverable (including prior period expenditure of ₹ 124.43 crore) [refer note 41(iii)]	-	(130.99)
	(149.79)	**(304.12)**

30. DISCONTINUING OPERATIONS

a. During the year ended March 31, 2016, the Company along with its subsidiary GMRHL entered into a Share Purchase Agreement with Oriental Structural Engineers Private Limited, Oriental Tollways Private Limited and Orbit Infraventures LLP for divestment of 117,300,000 equity shares of ₹ 10 each, representing their 51.00% stake in GOSEHHHPL for a sale consideration of ₹ 59.14 crore. As at March 31, 2016, 34,477,000 shares have been transferred and the Group has realized a profit of ₹ 2.31 crore on such sale of shares, which has been disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2016. Further, as at March 31, 2016, the Group has provided an interest free loan of ₹ 20.08 crore which is repayable by August 31, 2016. Pursuant to the aforesaid transfer the Group has accounted for the remaining investment in GOSEHHHPL as an associate in accordance with AS-13 'Accounting for Investments'.

The statement disclosed in note 30(g) of these consolidated financial statements includes the revenue and expenses, the carrying amounts of total assets and liabilities and cash flows of discontinuing operations with regards to GOSEHHHPL.

b. During the year ended March 31, 2016, GEL has entered into an MOU for divestment of its 100% equity stake in MTSCL and ATSCL for a consideration of ₹ 100.35 crore. The consideration is subject to certain working capital and debt related adjustments. The management of the Group is confident of completion of the transaction in the immediate future and is of the view that the consideration (after necessary adjustments) will be higher than the carrying value of the net assets in these companies and accordingly, no adjustments have been made to the accompanying consolidated financial statements for the year ended March 31, 2016.

The statement disclosed in note 30(g) of these consolidated financial statements includes the revenue and expenses, the carrying amounts of total assets and liabilities and cash flows of discontinuing operations with regards to MTSCL and ATSCL.

c. During the year ended March 31, 2016, under a Framework for Revitalising Distressed Assets in the Economy, Reserve Bank of India ('RBI') has issued SDR, under which the lenders have to collectively hold 51% or more of the equity shares in the Company with distressed assets. In respect of GREL, due to the operations at sub optimal level of Plant Load Factor ('PLF') based on e-RLNG gas, the current operational income was not sufficient for servicing the entire debt obligations. In view of the same, the lenders' consortium decided to invoke SDR to convert part of the debt outstanding into equity and to undertake flexible structuring of balance debt post conversion as a Corrective Action Plan for improving viability and revival of the project. Pursuant to the scheme, borrowings aggregating to ₹ 1,308.57 crore and interest accrued thereon amounting to ₹ 105.42 crore has been converted into equity shares of GREL subsequent to the year ended March 31, 2016 for 55% stake in equity share capital of GREL.

Post conversion, balance external borrowings would be subject to flexible structuring (5/25 scheme) for repayment of the same over a period of 20.50 years comprising of moratorium period of 1.75 years and structured quarterly repayment period of 18.75 years.

The statement disclosed in note 30(g) of these consolidated financial statements includes the revenue and expenses, the carrying amounts of total assets and liabilities and cash flows of discontinuing operations with regards to GREL.

d. GMIAL entered into an agreement on June 28, 2010 with Maldives Airports Company Limited ('MACL') and Ministry of Finance and Treasury ('MoFT'), Republic of Maldives for the Rehabilitation, Expansion, Modernization, Operation and Maintenance of Male International Airport ('MIA') for a period of 25 years ('the Concession Agreement'). On November 27, 2012, MACL and MoFT issued notices to GMIAL stating that the concession agreement was void ab initio and that neither MoFT nor MACL had authority under the laws of Maldives to enter into the agreement. It was also stated that MACL would take over the possession and control of MIA within 7 days of the said letter.

Though GMIAL denied that the contract was void ab initio, MACL took over the possession and control of the MIA and GMIAL vacated the airport effective December 8, 2012. This has resulted in GMIAL's principal activity becoming impossible from the date of takeover. The matter is currently

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

under arbitration and the procedural meeting was held on April 10, 2013. On June 18, 2014, the tribunal delivered its award declaring that the Concession Agreement was not void ab initio and is valid and binding on the parties. Further, the tribunal declared that the Government of Maldives ('GoM') and MACL are jointly and severally liable to GMIAL for loss caused by repudiation of the contract. The quantum of the damages is yet to be decided and the damages are limited to the sum which would have been recovered under clause 19.4.3 (b) had the concession agreement been terminated on grounds of public interest pursuant to clause 19.2.1 (h). On November 26, 2014, GoM and MACL, served a letter on the tribunal and on GMIAL asserting that the parties to the arbitration have different interpretations of the limitation in Paragraph 167(1)(g) of the aforesaid award of the tribunal ('preliminary issue') and the timetable had been agreed by the parties for hearing of the preliminary issue in the first half of 2015.

On June 17, 2015, the tribunal issued its decision, in respect of the preliminary issue stating that the limit to damages recoverable in the aforementioned award was intended to apply from the date of concession agreement has been repudiated and also that the limit to recoverable damages identified in the aforementioned award means all damages recoverable by GMIAL and not only contractually contemplated damages. Accordingly, on October 1, 2015, GMIAL served the amended schedule of loss to the tribunal and a five day hearing has now been set for the quantum hearing from August 8 to August 12, 2016. In view of the aforesaid matter, GMIAL continues to reflect assets amounting to ₹ 1,594.68 crore (USD 23.88 crore) including claim recoverable of ₹ 1,273.14 crore (USD 19.08 crore) at their carrying values as at March 31, 2016, net of assets written off of ₹ 202.61 crore during the year ended March 31, 2013. GMIAL's ability to continue its future business operations and consequential impact on net assets / guarantees given by the Company and GIML, is solely dependent on the outcome of arbitration and / or a negotiated settlement. However, financial statements of GMIAL as at and for the year ended March 31, 2016 have been prepared and accordingly consolidated on a going concern basis.

Further, GMIAL had executed work construction contracts with GADLIL and other service providers for rehabilitation, expansion, modernization of MIA. Pursuant to the aforesaid takeover of airport, GMIAL has terminated the contracts with GADLIL and these service providers. As per the terms of contracts, in the event of discontinuation of construction, GMIAL is required to pay termination payment to the service providers. GMIAL has received claims of around USD 8.00 crore as at March 31, 2016 from GADLIL and other service providers. However, no such claims relating to the termination of contracts have been recognised as at March 31, 2016 since the amounts payable are not certain.

Based on the aforesaid award by the tribunal, internal assessment and a legal opinion obtained by GMIAL, the management of the Group is confident that GMIAL would be entitled for compensation under the concession agreement atleast to the extent of the carrying value of the assets taken over by the GoM / MACL and the subsequent expenditure incurred by GMIAL as at March 31, 2016 and accordingly, the consolidated financial statements of the Group do not include any adjustments that might result from the outcome of this uncertainty.

The statement disclosed in note 30(g) of these consolidated financial statements includes the revenue and expenses, the carrying amounts of the total assets and liabilities and cash flows of discontinuing operations with regard to GMIAL.

e. During the year ended March 31, 2014, the Group has completed the divestment of key coal mines held by certain subsidiaries and jointly controlled entities of HEGL after obtaining the requisite approvals. Subsequently, GEL has received a letter bearing number FE.CO.OID/15542/19.07.433/2014-15 dated March 31, 2015 from RBI, whereby RBI has provided approval for divestment of GEL's entire stake in HEGL subject to the compliance with all other provisions of Regulation 16 of the Foreign Exchange Management Act ('FEMA') regulations and reporting to RBI within 30 days from the date of divestment in the prescribed form along with the relevant documents. GEL is in the process of ensuring requisite compliances with the requirements of the aforementioned letter from RBI.

The statement disclosed in note 30(g) of the consolidated financial statements includes the revenue and expenses, the carrying amounts of the total assets and liabilities and cash flows of discontinuing operations with regard to HEGL and its subsidiaries.

f. DSSHPL has been merged with DFSPL w.e.f. April 1, 2013. During the year ended March 31, 2015, the Group divested 26% of its stake in DCSCPL and 40% of its stake in DFSPL and realised a profit of ₹ 34.44 crore on such divestment, which is disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2015.

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

g). 1) **PROFIT / (LOSS) FROM DISCONTINUING OPERATIONS**

(₹ in crore)

Particulars	GOSEHHHPL		GREL		MTSCL		ATSCL		DCSCPL	DFSPL	HEGL		GMIAL		Consolidation adjustments		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Income																		
Revenue from operations:																		
Sales / income from operations	119.42	106.42	342.68	-	45.04	39.50	24.75	17.03	25.10	16.27	-	-	-	-	-	-	531.89	204.32
Other income	0.76	0.37	3.10	-	1.99	0.26	1.15	0.20	0.24	1.44	49.95	0.23	0.04	25.05	-	-	56.99	27.79
Total	**120.18**	**106.79**	**345.78**	**-**	**47.03**	**39.76**	**25.90**	**17.23**	**25.34**	**17.71**	**49.95**	**0.23**	**0.04**	**25.05**	**-**	**-**	**588.88**	**232.11**
Expenses																		-
Consumption of fuel	-	-	278.75	-	-	-	-	-	-	-	-	-	-	-	-	-	278.75	-
Cost of materials consumed	-	-	-	-	-	-	-	-	-	3.87	-	-	-	-	-	-	-	3.87
Sub-contracting expenses	2.43	5.59	2.86	-	1.15	1.08	-	-	-	-	-	-	-	-	-	-	6.44	6.67
Employee benefits expenses	1.91	3.40	2.99	-	0.44	0.18	0.58	0.65	5.79	2.78	-	0.84	6.28	7.92	-	-	12.20	21.56
Other expenses	7.34	4.21	24.35	0.54	3.83	2.60	6.28	1.88	4.70	2.97	-	23.68	11.88	29.63	-	-	53.68	70.21
Depreciation and amortisation expenses	23.71	18.51	95.10	-	11.66	11.61	6.74	4.80	4.50	1.14	-	-	0.21	0.11	-	-	137.42	40.67
Finance costs	122.91	117.78	198.81	3.79	23.18	22.66	14.49	9.49	5.80	0.53	-	0.07	4.25	0.01	-	-	363.64	160.13
Total	**158.30**	**149.49**	**602.86**	**4.33**	**40.26**	**38.13**	**28.09**	**16.82**	**20.79**	**11.29**	**-**	**24.59**	**22.62**	**37.67**	**-**	**-**	**852.13**	**303.11**
(Loss) / profit before exceptional items, tax expenses and minority interest	**(38.12)**	**(42.70)**	**(257.08)**	**(4.33)**	**6.77**	**1.63**	**(2.19)**	**0.41**	**4.55**	**6.42**	**49.95**	**(24.36)**	**(22.58)**	**(12.62)**	**-**	**-**	**(263.25)**	**(71.00)**
Exceptional items - (losses) / gains																		
Provision for dimunition in value of investments in an associate [refer note 41(iv)]	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(39.22)	-	(39.22)	-
Profit on sale of subsidiaries / jointly controlled entities [refer note 30(a) and note 30(f)]	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2.31	34.44	2.31	34.44
(Loss) / profit before tax expenses and minority interest	**(38.12)**	**(42.70)**	**(257.08)**	**(4.33)**	**6.77**	**1.63**	**(2.19)**	**0.41**	**4.55**	**6.42**	**49.95**	**(24.36)**	**(22.58)**	**(12.62)**	**(36.91)**	**34.44**	**(300.16)**	**(36.56)**
Tax expenses																		
Current taxes	-	-	-	-	1.35	0.32	-	0.08	-	-	-	-	-	0.01	-	-	1.35	0.41
Tax adjustments for prior years	-	-	-	-	-	-	-	-	0.05	-	-	-	-	-	-	-	-	0.05
Less: MAT credit entitlement	-	-	-	-	-	-	-	-	0.16	-	-	-	-	-	-	-	-	0.16
Deferred tax expenses/ (credit)	-	-	-	-	-	-	-	-	-	-	-	-	-	0.03	-	-	-	0.03
(Loss) / profit after tax expenses and before minority interest	**(38.12)**	**(42.70)**	**(257.08)**	**(4.33)**	**5.42**	**1.31**	**(2.19)**	**0.33**	**4.34**	**6.42**	**49.95**	**(24.36)**	**(22.58)**	**(12.66)**	**(36.91)**	**34.44**	**(301.51)**	**(37.21)**
Minority interest - share of (profit) / loss	21.53	21.88	-	0.04	-	(0.10)	-	0.22	(1.56)	(4.89)	-	-	10.39	2.91	-	-	31.92	18.50
Net (loss) / profit after minority interest	**(16.59)**	**(20.82)**	**(257.08)**	**(4.29)**	**5.42**	**1.21**	**(2.19)**	**0.55**	**2.78**	**1.53**	**49.95**	**(24.36)**	**(12.19)**	**(9.75)**	**(36.91)**	**34.44**	**(269.59)**	**(18.71)**

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

2) **The carrying amounts of the total assets and liabilities attributable to the discontuning operations are as follows:**

(₹ in crore)

Particulars	GOSEHHHPL		GREL		MTSCL		ATSCL		DCSCPL	DFSPL	HEGL		GMIAL		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Total Assets	-	1,257.73	4,997.11	4,367.46	284.36	289.63	169.85	169.79	-	-	-	2.50	1,195.17	1,122.35	6,646.49	7,209.46
Total Liabilities	-	1,093.13	4,079.68	3,223.57	214.17	222.34	145.77	143.05	-	-	-	0.98	1,062.45	1,057.00	5,502.07	5,740.07
Net Assets	**-**	**164.60**	**917.43**	**1,143.89**	**70.19**	**67.29**	**24.08**	**26.74**	**-**	**-**	**-**	**1.52**	**132.72**	**65.35**	**1,144.42**	**1,469.39**

3) **Net cash flows attributable to the discontinuing operations are as tabulated below**

(₹ in crore)

Particulars	GOSEHHHPL		GREL		MTSCL		ATSCL		DCSCPL	DFSPL	HEGL		GMIAL		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2015	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Cash flow from / (used in) operating activities	105.09	95.53	(118.60)	(0.54)	28.61	32.64	9.45	(10.15)	2.66	(2.41)	-	(3.95)	(66.58)	(59.82)	(42.03)	53.96
Cash flow from / (used in) investing activities	1.24	(24.73)	(460.77)	(539.12)	1.81	(12.50)	1.15	7.10	(1.09)	(0.06)	-	(4.30)	29.75	(15.26)	(426.82)	(589.96)
Cash flow from / (used in) financing activities	(100.31)	(70.32)	682.44	393.61	(30.52)	(4.84)	(10.76)	14.30	(0.89)	2.35	-	(2.09)	33.53	36.86	574.38	368.98
Net cash inflows/ (outflows)	**6.02**	**0.48**	**103.07**	**(146.05)**	**(0.10)**	**15.30**	**(0.16)**	**11.25**	**0.68**	**(0.12)**	**-**	**(10.34)**	**(3.30)**	**(38.22)**	**105.53**	**(167.02)**

Notes

1) The disclosures with regard to net cashflows attributable to the discontinuing operations do not include net cash inflow on sale of stake in these entities.

2) The disclosures with regard to profit/ (loss) from discontinuing operations do not include share of loss from associates recognised during the year ended March 31, 2015.

3) The disclosures with regards to DCSCPL and DFSPLhave not been provided for the year ended March 31, 2016 as these entities have been disposed during the year ended March 31, 2015.

4) The disclousres with regard to cash flows attributable to the discontinuing operations are as disclosed in the audited financial statements of the respective entities.

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

31 (a) **CAPITAL WORK IN PROGRESS**

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Capital expenditure incurred on tangible assets	11,770.37	11,358.04
Salaries, allowances and benefits to employees	420.23	364.07
Contribution to provident and other funds	26.94	23.21
Staff welfare expenses	18.77	16.75
Rent [includes land lease rentals of ₹ 4.60 crore (March 31, 2015: ₹ 2.29 crore)]	101.98	98.43
Repairs and maintenance		
Buildings	6.07	5.65
Others	47.51	36.91
Rates and taxes	43.68	42.76
Insurance	51.43	37.74
Legal and professional fees	669.55	552.79
Travelling and conveyance	148.10	140.86
Communication costs	11.61	10.16
Depreciation of tangible assets	27.28	19.85
Amortisation of intangible assets	4.36	4.95
Interest costs	5,324.50	4,108.70
Amortisation of ancillary borrowing costs	80.46	87.50
Bank charges	360.45	299.00
Printing and stationery	4.05	3.68
Exchange differences (net)	232.48	190.10
Trial run costs	192.68	117.25
Power and Fuel	11.13	8.42
Community development expenses	31.84	22.05
Security charges	34.10	29.33
Miscellaneous expenses	69.66	63.48
(i)	**19,689.23**	**17,641.68**
Less: Other income		
Interest income on bank deposits	161.77	150.94
Net gain on sale of current investments	41.41	40.99
Revenue from sale of infirm power	60.94	-
Miscellaneous income [net of expenses directly attributable to such income ₹ Nil (March 31, 2015: ₹ Nil)]	9.24	11.29
(ii)	**273.36**	**203.22**
Total - (iii) = (i) - (ii)	**19,415.87**	**17,438.46**
Less: Apportioned over the cost of tangible assets	15,298.27	598.16
Less: Provision for impairment during the year [refer note 42 (xiii)]	64.14	-
Less: Sale of Joint Controlled entities during the year	-	1.31
(iv)	**15,362.41**	**599.47**
Total - (v) = (iii) - (iv)	**4,053.46**	**16,838.99**

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

31 (b) INTANGIBLE ASSETS UNDER DEVELOPMENT

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Capital expenditure incurred on intangible assets	174.94	623.03
Salaries, allowances and benefits to employees	137.72	120.92
Contribution to provident and other funds	8.38	5.34
Staff welfare expenses	5.76	6.78
Rent	3.73	3.64
Repairs and maintenance		
Others	6.13	5.28
Rates and taxes	4.59	3.79
Insurance	0.54	1.63
Legal and professional fees	139.16	128.65
Travelling and conveyance	20.85	19.06
Communication costs	3.65	3.25
Depreciation of tangible assets	0.93	0.83
Amortisation of intangible assets	0.18	0.20
Interest costs	63.05	108.03
Amortisation of ancillary borrowing costs	13.36	14.44
Bank charges	25.85	17.37
Printing and stationery	0.12	0.17
Miscellaneous expenses	33.62	29.62
(i)	**642.56**	**1,092.03**
Less: Other income		
Interest income on bank deposits	-	0.10
Net gain on sale of current investments	-	1.48
Miscellaneous income [net of expenses directly attributable to such income ₹ Nil (March 31, 2015: ₹ Nil)]	6.21	0.03
(ii)	**6.21**	**1.61**
Total (iii) = (i) - (ii)	**636.35**	**1,090.42**
Less: Government grant received [Refer Note 31(b)(i)]	11.71	177.13
Less: Apportioned over the cost of intangible assets (net of grant adjusted)	-	414.01
Less: Accumalated impairment	2.47	2.37
Less: Provision for claims recoverable (refer note 41(iii)]	95.48	88.43
Less: Sale of jointly controlled entities during the year	-	0.03
(iv)	**109.66**	**681.97**
Total (v) = (iii) - (iv)	**526.69**	**408.45**

Note 31(b)(i) - GCORRPL is entitled to a grant of ₹ 300.00 crore as project support fund by way of a grant, which is to be disbursed on a quarterly basis based on the progress of the project and the expenditure incurred by the concessionaire on the civil works as per the disbursement methodology of the project fund as specified in clause 30.2.1 of the concession agreement entered into by GCORRPL with the Government of Tamil Nadu ('GoTN'). As at March 31, 2016, GCORRPL has received ₹ 282.63 crore, of which ₹ 270.92 crore has been netted off against the cost of carriageways and ₹ 11.71 crore has been netted off agianst the cost of Intangible assets under development.

32 EARNINGS PER SHARE ('EPS')

Particulars	March 31, 2016	March 31, 2015
Nominal value of equity shares (₹ per share)	1.00	1.00
Weighted average number of equity shares used in computing earnings per share	5,66,30,23,512	4,23,28,05,171
(Loss) / profit after minority interest from continuing and discontinuing operations (₹ in crore)	(2,161.00)	(2,733.29)
EPS - Basic and diluted (₹ per share)	(3.82)	(6.46)
(Loss) / profit after minority interest from continuing operations (₹ in crore)	(1,891.41)	(2,714.58)
EPS - Basic and diluted (₹ per share)	(3.34)	(6.41)
(Loss) / profit after minority interest from discontinuing operations (₹ in crore)	(269.59)	(18.71)
EPS - Basic and diluted (₹ per share)	(0.48)	(0.04)

Notes:

1. Considering that the Company has incurred losses during the year ended March 31, 2015 and March 31, 2016, the allotment of shares against share warrants, share application money pending allotment, and conversion option in case of FCCBs would decrease the loss per share for the respective years and accordingly has been ignored for the purpose of calculation of diluted earnings per share
2. Refer note 3(c) pertaining to the terms / rights attached to CCPS.
3. Refer note 3(g) and note 3(i) as regards further issue of shares during the year ended March 31, 2016 and March 31, 2015.

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

33. a) CONTINGENT LIABILITIES

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Corporate guarantees	2,961.12	3,118.17
Bank guarantees outstanding / Letter of credit outstanding	2,647.49	2,106.74
Land Lease rent payable	-	0.50
Bonds issued to custom authorities	112.00	112.00
Fixed deposits pledged for loans taken by enterprises where key management personnel and their relatives exercise significant influence	21.00	21.00
Fixed deposits pledged for loans taken by Welfare trust for GMR Group Employees ('WTGGE')	130.50	130.50
Claims against the Group not acknowledged as debts	716.68	730.05
Matters relating to income tax under dispute*	337.34	116.06
Matters relating to indirect taxes duty under dispute	162.18	848.47
Arrears of cumulative dividends on preference share capital issued by subsidiary	76.17	55.52

* A search under Section 132 of the IT Act was carried out at the premises of the Company and certain entities of the Group by the Income Tax Authorities on October 11, 2012, followed by search closure visits on various dates during the year ended March 31, 2013 to check the compliance with the provisions of the IT Act. The Income Tax Department has subsequently sought certain information / clarifications. During the year ended March 31, 2015 and March 31, 2016, block assessments have been completed for some of the companies of the Group and appeals have been filed with the Income Tax Department against the disallowances made in the assessment orders. The management of the Group believes that it has complied with all the applicable provisions of the IT Act with respect to its operations.

b) Others in addition to 33(a) above:

i. During the year ended March 31, 2010, GVPGL was granted a refund of customs duty of ₹ 69.10 crore which was paid earlier towards the import of plant and machinery. Considering that the cost of plant and machinery included the customs duty, the refund was adjusted to the cost of the asset and related depreciation expense of ₹ 11.19 crore, charged from the date of capitalisation till the date of grant of such refund, was credited to the statement of profit and loss during the year ended March 31, 2010. GVPGL received a refund of ₹ 59.11 crore.

a. During the year ended March 31, 2011, GVPGL had received an intimation from the Office of the Joint Director General of Foreign Trade ('DGFT') for cancellation of duty drawback refund order received in 2009-10 to the extent of ₹ 9.99 crore, in view of which, GVPGL had restored the capitalisation of customs duty and adjusted the cost of the asset and the related depreciation expense of ₹ 2.39 crore, chargeable from the date of capitalisation till the date of cancellation of such refund, was adjusted with the depreciation for the year ended March 31, 2011.

b. During the year ended March 31, 2012, GVPGL had received a further intimation from DGFT for cancellation of duty drawback refund order of ₹ 59.11 crore received in 2009-10, thereby seeking refund of the amount GVPGL received earlier. Based on an expert's opinion, the management of the Group is confident that the duty drawback refund granted earlier was appropriate and that the cancellation of the duty drawback refund is not tenable. Accordingly, no adjustment has been made with regard to the refund of ₹ 59.11 crore already received by GVPGL in these consolidated financial statements of the Group.

c. GVPGL has filed a writ petition with the Hon'ble High Court of Delhi in November 2011. During the year ended March 31, 2015, the matter has been transferred to the Hon'ble Supreme Court of India and will be concluded along with other similar cases and is pending finalization as at March 31, 2016.

ii. During the year ended March 31, 2011, GPCL had received a refund of customs duty of ₹ 29.57 crore which was paid earlier towards the import of the plant and machinery and which was passed on to Tamil Nadu Generation and Distribution Corporation Limited ('TAGENDCO') (formerly known as Tamil Nadu Electricity Board 'TNEB') as a pass through as per the terms of the PPA. During the year ended March 31, 2012, GPCL received an intimation for cancellation of the duty draw back refund received earlier. The Group does not foresee any liability in respect of the same demand as a liability, if any, is to be recovered from TAGENDCO, the ultimate beneficiary of the refund received earlier. However pending settlement of the matter, the same has been considered as a contingent liability in these consolidated financial statements of the Group.

iii. During the year ended March 31, 2015, in respect of matter detailed in note 42(vi), TAGENDCO has claimed ₹ 285.00 crore before Tamil Nadu Electricity Regulatory Commission ('TNERC') against GPCL.

iv. During the year ended March 31, 2012, GVPGL had received a demand of ₹ 48.21 crore for the period September 2006 to November 2011 from the Chief Electrical Inspectorate, GoAP, whereby GoAP had imposed electricity duty on generation and sale of electrical energy calculated at the rate of six paise for each electricity unit generated by GVPGL since commencement of commercial operations. Based on

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

an internal assessment and an expert opinion, the management of the Group is confident that the provisions of Electricity Duty Act and Rules, 1939 ('Electricity Rules') in respect of payment of electricity duty are not applicable to GVPGL. Accordingly electricity duty liability of ₹ 61.82 crore (March 31, 2015: ₹ 58.30 crore) for the period September 2006 to March 2016 has been considered as a contingent liability in these consolidated financial statements of the Group.

v. During the year ended March 31, 2012, GEL received an intimation from the Chief Electrical Inspectorate, GoAP, whereby GoAP had demanded electricity duty on generation and sale of electrical energy amounting to ₹ 11.06 crore calculated at the rate of six paise for each electricity unit generated by GEL for the period from June 2010 to December 2011. GEL filed a writ petition with the Hon'ble High Court of Judicature of Andhra Pradesh at Hyderabad against the intimation by GoAP and it was granted a stay order on deposit of 1/3rd of the duty demanded within a stipulated time. GEL had not made the requisite deposit and accordingly the interim stay was automatically vacated.

However, based on an internal assessment and a legal opinion obtained by GEL, the management is confident that the provisions of Electricity Rules in respect of payment of electricity duty are not applicable to GEL and accordingly electricity duty liability of ₹ 14.61 crore (March 31, 2015: ₹ 14.61 crore) for the period from June 2010 to March 2016 has been considered as a contingent liability and accordingly no adjustments have been made in these consolidated financial statements of the Group for the year ended March 31, 2016.

vi. As at March 31, 2016, the South Delhi Municipal Corporation ('SDMC') (earlier known as Municipal Corporation of Delhi ('MCD')) has demanded property tax of ₹ 105.18 crore on the land and properties at Indira Gandhi International Airport, New Delhi ('Delhi Airport'). DIAL had filed a writ petition in the Hon'ble High Court of Delhi challenging the applicability of the Delhi Municipal Corporation (Amendment) Act, 1957 on the land and properties at the Delhi Airport and had deposited an amount of ₹ 30.66 crore (paid in earlier years) under protest against these demands as at March 31, 2016. SDMC has brought the 'Airports & Airports properties' within the purview of property tax w.e.f the financial year 2013-14. Accordingly, from 2013-14, DIAL has started paying property tax and the same has been charged to Statement of profit and loss of respective years/ periods.

The Hon'ble High Court of Delhi vide its order dated September 13, 2013, directed DIAL to make a proposal to the SDMC for settlement of property tax dues. Consequently, SDMC vide its order dated February 10, 2015, revised its demand of property tax to ₹ 60.96 crore and also levied interest of ₹ 24.99 crore for assessment years 2006-07 to 2012-13.

DIAL provided for ₹ 60.96 crore till March 31, 2016 (March 31, 2015: ₹ 60.96 crores). Further, till March 31, 2016 interest of ₹ 24.99 crore had also been provided (March 31, 2015: ₹ 24.99 crores) making the total provision of ₹ 81.87 crore (March 31, 2015: ₹ 81.87 crores) [net of self-assessment tax paid of ₹ 4.08 crores in earlier years]. DIAL is still contesting on the tax and interest demand. The matter is pending with the Hon'ble High Court of Delhi and is now listed for hearing on July 12, 2016.

Accordingly no further adjustments have been made to these consolidated financial statements of the Group.

vii. GEL had entered into a PPA with Karnataka Power Transmission Corporation Limited for supply of energy during the period December 15, 1997 to July 7, 2008. GEL had a Fuel Supply Agreement ('FSA') with a fuel supplier towards purchase of Naptha for generation of electricity during the aforementioned period. The FSA provided for payment of liquidated damages to the fuel supplier in the event that there was a shortfall in the purchase of the annual guaranteed quantity.

During the year ended March 31, 2013, GEL received a notice for Good Faith Negotiation under erstwhile FSA entered into between GEL and the fuel supplier with respect to dispute regarding liquidated damages amounting to ₹ 296.16 crore along with an interest of ₹ 5.55 crore towards failure of GEL to purchase the annual guaranteed quantity for the period from November 21, 2001 to June 6, 2008. GEL vide its letter dated October 31, 2012 had disputed the demand from the fuel supplier towards the aforementioned damages.

During the year ended March 31, 2014, the fuel supplier had filed a petition in the Hon'ble High Court of Karnataka seeking appointment of a sole arbitrator for the resolution of the dispute. GEL filed its reply on January 8, 2014, and as per the High Court order dated September 11, 2014 arbitrators have been appointed. During the year ended March 31, 2015, the fuel supplier submitted its statement of claim amounting to ₹ 272.63 crore (after adjusting dues of ₹ 29.08 crore payable to GEL) towards liquidated damages and interest at the rate of 15% per annum on such liquidated damages. Further, GEL filed its statement of defense and counter claim amounting to ₹ 35.96 crore along with interest at the rate of 18% per annum. The final outcome of the arbitration is pending conclusion. However based on its internal assessment and a legal opinion, the management of the Group is confident that the claim of the fuel supplier towards such liquidated damages is not tenable and accordingly no adjustments have been made in these consolidated financial statements of the Group and the claim from the fuel supplier has been considered as a contingent liability as at March 31, 2016.

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

viii. In case of DIAL, w.e.f. June 1, 2007, the AAI has claimed service tax on the monthly annual fee payable to them considering the same as rental from immovable property w.e.f June 1, 2007. DIAL has disputed the grounds of the levy under relevant provisions of the OMDA and based on a legal opinion obtained in this regard, is of the view that transaction between AAI and DIAL is neither a franchisee agreement nor a renting of immovable property, which are specified taxable services under Section 65(105) of Finance Act. DIAL has filed a writ petition with Hon'ble High Court of Delhi and was heard on November 17, 2015 and judgment has been reserved. Based on an internal assessment and legal opinion obtained, the management of the Group is of the view that no adjustments are required in these consolidated financial statements of the Group.

ix. DIAL and GHIAL have been utilizing Passenger Service Fees (Security Component) ('PSF (SC)') towards capital expenditure and cost of maintenance of such capital asset as per the provisions of Standard Operating Procedure ('SOP'), guidelines and clarifications issued by Ministry of Civil Aviation ('MoCA') from time to time. MoCA has issued the order vide order no. AV 13024 /03/2011-AS (Pt. I) dated February 18, 2014 requiring the airport operators to reverse the expenditure since inception to till date, towards procurement and maintenance of security systems / equipments and on creation of fixed assets out of PSF (SC) escrow account opened and maintained by DIAL and GHIAL in a fiduciary capacity.

As at March 31, 2016, DIAL and GHIAL have incurred ₹ 296.90 crore and ₹ 92.29 crore (March 2015: ₹ 296.90 crore and ₹ 91.26 crore) (excluding related maintenance expenses and interest thereon), respectively towards capital expenditure out of the PSF (SC) escrow account as per SOPs, guidelines and clarification issued by MoCA from time to time on the subject of utilisation of PSF (SC) funds.

In the opinion of the management of DIAL and GHIAL, the above order is contrary to and inconsistent with SOPs, guidelines and clarification issued by MoCA from time to time in this regard and as such had challenged the said order before Hon'ble High court of Delhi and Hon'ble High Court of Judicature of Andhra Pradesh respectively. In case of DIAL, the Hon'ble High Court, vide its order dated March 14, 2014, stayed recovery of amount already utilized by DIAL from PSF (SC) Escrow Account till date. The matter is now listed for hearing on July 8, 2016. In case of GHIAL, the Hon'ble High Court of Hyderabad, vide its Order dated March 3, 2014 followed by further clarification dated April 8, 2014 and December 24, 2014 stayed the MoCA order with an undertaking that, in the event the decision of the writ petition goes against GHIAL, it shall reverse all the expenditure incurred from PSF (SC).

Based on an internal assessment, the management of the Group is of the view that no adjustments are required to be made to these consolidated financial statements for the year ended March 31, 2016.

x. MoCA issued a Circular No.AV 13028/001/2009-AS dated January 8, 2010, giving fresh guidelines regarding the expenditure which could be met out of the PSF(SC) and was subsequently clarified by MoCA vide order dated April 16, 2010. Based on the said circular, DIAL is not debiting aforesaid security expenditure to PSF (SC) escrow account. Further, vide circular No.AV 13024/43/2003-SS (AD) dated May 17, 2012, it was further directed that any such expenditure already debited was required to be credited back to PSF (SC) account. However, security expenditure amounting to ₹ 24.48 crore was already incurred prior to April 16, 2010 and was debited to PSF (SC) account.

DIAL has filed a writ petition with the Hon'ble High Court of Delhi challenging the applicability of the said circulars/letters issued by MoCA. The Hon'ble High Court of Delhi, vide its order dated December 21, 2012 has restrained MoCA from taking any coercive measures in the form of initiation of criminal proceedings against DIAL and the matter is now listed for hearing on July 8, 2016.

Based on an internal assessment and the aforesaid order of the Hon'ble High Court, the management is confident that no liability in this regard would be payable and as such no provision has been made in these consolidated financial statements of the Group.

xi. The Director General of Central Excise Intelligence, New Delhi has issued a Show Cause Notice F. NO. 574/CE/41/2014/Inv./PT.II/11327 dated October 10, 2014 on DIAL, proposing a demand of service tax of ₹ 59.91 crore (excluding interest and penalty) considering Advance Development Costs ('ADC') collected by DIAL from the Commercial Property Developers under the service tax category 'Renting of Immovable Property'. However, based on an internal assessment and legal opinions obtained by DIAL in this regard, the management is of the view that service tax is not leviable on ADC as these are collected for development of certain infrastructure facilities for the common use and not for the exclusive use of any developer.

Further, the management of DIAL has replied to the show cause notice referred to above with appropriate authority on April 17, 2015 and is of the view that no adjustments are required to be made to these consolidated financial statements for the year ended March 31, 2016.

xii. HMACPL has accrued customs officers' salaries stationed at air cargo terminal based on debit notes raised by the customs department on GHIAL as the ultimate cost has to be borne by the custodian i.e. HMACPL. GHIAL had filed a writ petition under Article 226 of the Constitution of India in the Hon'ble High Court of Judicature of Andhra Pradesh at Hyderabad against the demand raised by customs department. During

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

the year ended March 31, 2013, GHIAL had received an order from the Hon'ble High Court of Judicature of Andhra Pradesh at Hyderabad (Single Judge), stating that the grounds on which the levy was made by customs department were wholly unsustainable and accordingly, HMACPL had reversed the accrued cost of custom's authorities amounting to ₹ 14.02 crore for the period from March 23, 2008 to March 31, 2012.

Subsequent to the above order, the customs department preferred an appeal against the same and on November 2, 2012, a bench of two judges of the Hon'ble High Court of Judicature of Andhra Pradesh at Hyderabad passed an order for interim suspension of the said order passed by the Hon'ble Single Judge. The management, based on internal assessment/legal opinion, is confident that there is no financial impact of this interim suspension order and accordingly, no further adjustment has been made to these consolidated financial statements of the Group.

xiii. In respect of ongoing land acquisition process of KSPL, there are claims of different types pending before various judicial forums such as, disputes between claimants, or writ petitions filed against property acquisitions, of land etc. As these cases are subject to judicial verdicts which are pending settlement and accordingly, no adjustments have been made to these consolidated financial statements of the Group for the year ended March 31, 2016.

xiv. The Deputy Commissioner of Commercial Taxes, Bhubaneshwar demanded ₹ 176.71 crore (March 31, 2015: ₹ 171.61 crore) for non-payment of entry tax on imported plant and machinery from outside India as per Orissa Entry Tax Act, 1999. GKEL has deposited ₹ 26.77 crore (March 31, 2015: ₹ 23.62 crore) under protest and has filed an appeal before Appellate authorities and Special Leave Petition ('SLP') before Hon'ble Supreme Court of India. However, based on an internal assessment, the management of the Group is of the view that the demand of entry tax is not tenable and accordingly, no further adjustments have been made in these consolidated financial statements and the same has been considered as a contingent liability as at March 31, 2016.

xv. During the year ended March 31, 2014, the Company along with its subsidiaries GIGL and GIOL entered into a definitive agreement ('SPA') with Malaysia Airport MSC Sdn Bhd ('the buyer') for sale of their 40% equity stake in jointly controlled entities Istanbul Sabiha Uluslararasi Havalimani Yatirim Yapim Ve Isletme Anonim Sirketi ('ISG') and LGM Havalimani Isletmeleri Ve Turizm Anonim Sirketi ('LGM') for a sale consideration of EURO 20.90 crore (Net of equity gap adjustment of Euro 1.60 crore and subject to debt and other working capital adjustments).

Pursuant to the SPA entered with the buyer, the group had provided a guarantee of Euro 4.50 Crore towards tax claims, as specified in the SPA for a period till May 2019.

xvi. Refer note 34(a). The environmental clearance for Talabira – 1 Coal Mine vested to the Group from Hindalco Industries Limited in terms of the Vesting Order received from the Nominated Authority, Ministry of Coal, GOI has been challenged at the National Green Tribunal, Eastern Bench, Kolkata. The said dispute is continuing from the time of Hindalco industries Limited and is pending as on the date, However, the management of the Group is of the opinion that the dispute raised does not have any legal validity and accordingly no adjustments are required to be made in these consolidated financial statements for the year ended March 31, 2016.

xvii. Refer note 38(ii) for details of contingent liabilities on issue of non-cumulative compulsorily convertible non-participatory preference shares by GAL to Investor I and Investors II.

xviii. Refer note 38(i) for details of contingent liabilities on issue of fully paid up compulsorily convertible cumulative preference shares ('CCCPS') by GEL.

c) Litigations provided for:

i. Provision for customs duty including interest thereon on imports made by the Group ₹ 11.36 crore (March 31, 2015: ₹ 11.36 crore).

ii. Provision made in respect of disputes towards utilisation of duty entitlement pass book scrips ₹ 0.19 crore (March 31, 2015: ₹ 0.21 crore).

iii. Provision made for excise duty being disputed by the central excise authorities with regard to refund of excise duty ₹ 4.60 crore (March 31, 2015: ₹ 4.60 crore).

iv. Provision made with regard to service tax matters ₹ 2.44 crore (March 31, 2015: ₹ 2.44 crore).

v. Refer note 33(b)(vi) with regard to provision of property tax in case of DIAL.

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

34. a) CAPITAL COMMITMENTS

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Estimated value of contracts remaining to be executed on capital account, not provided for (net of advances) *	2,139.92	2,003.47

* Includes ₹ 43.89 crore (March 31, 2015: ₹ 111.90 crore) payable towards certain coal mines allocated to the Group in terms of the Coal Mines (Special Provision) Ordinance 2014 read with Coal Mines (Special Provision) Second Ordinance, 2014 promulgated and the Coal Mines (Special Provision) Rules, 2014 framed for auction and allotment of coal blocks.

b) Other commitments

i. Entities in roads sectors have entered into various Concession agreements with concessionaires for periods ranging from 17.5 years to 25 years from achievement of date of COD / Appointed Date as defined in the respective Concession agreements, whereby these entities have committed to comply with certain key terms and conditions pertaining to construction of roads / highways in accordance with the timelines and milestones as defined in the respective Concession agreements, COD as per the respective Concession agreements, construction, management, payment of fees (including revenue share), operation and maintenance of roads / highways in accordance with the respective Concession agreements, performance of the obligations under the respective financing agreements, non-transfer or change in ownership without the prior approval of the concessionaire and transfer of the roads / highways projects on termination of relevant agreements or in case of defaults as defined in the respective Concession agreements and utilisation of grants received as per the requirements of the respective concession agreements.

ii. Entities in airports sector have entered into various agreements with Concessionaires for periods ranging from 25 years to 30 years extendable by another 30 years in certain cases on satisfaction of certain terms and conditions of respective Concession agreements from dates as defined in the respective agreements for development, rehabilitation, expansion, modernisation, operation and maintenance of various airports in and outside India. Pursuant to these agreements, these entities have committed to comply with various terms of the respective agreements which pertains to payment of fees (including revenue share), development / expansion of Airports in accordance with the timelines and milestones as defined in the respective agreements, achievement of COD as per the respective agreements, development, management, operation and maintenance of airports in accordance with the respective agreements, performance of various obligations under the respective financing agreements, non-transfer or change in ownership without the prior approval of respective airport concessionaires, compliance with the applicable laws and permits as defined in the respective agreements, transfer of airports on termination of agreements or in case of defaults as defined in the respective agreements.

iii. Certain entities in power sector have entered into PPAs with customers, pursuant to which these entities have committed to sell power of contracted capacity as defined in the respective PPAs, make available minimum PLF over the period of tariff year as defined in the respective PPAs. The PPAs contain provision for disincentives and penalties in case of certain defaults.

iv. Certain entities in power sector have entered into fuel supply agreements with suppliers whereby these entities have committed to purchase and suppliers have committed to sell contracted quantity of fuel for defined period as defined in the respective fuel supply agreements, including the fuel obtained through the suppliers outside India.

v. One of the overseas entities in power sector and the Government of Indonesia (Government) have entered into Coal Sale agreement for a defined period pursuant to which the entity is required to pay to the Government, amount equivalent to a specified percentage of proceeds from sale of the coal by the entity. Further, based on a regulation of the Government, all Companies holding mining rights have an obligation to pay an exploitation fee equivalent to certain percentage, ranging from 3% - 5% of sales, net of selling expenses.

vi. One of the overseas entities in power sector (as the buyer) and its jointly controlled entity (as the seller) in power sector have entered into a Coal Sales Agreement for Sale and Purchase of Coal, whereby the buyer entity and seller entity have committed to, respectively, take delivery and to deliver, minimum specified percentage of the Annual Tonnage as specified in the Agreement for each Delivery Year, based on the agreed pricing mechanism. The buyer entity is also committed to use the coal for the Agreed Use, provided that it shall not sell any Coal to any person domiciled or incorporated in the country in which the seller entity operates.

vii. Certain entities in the power sector have entered into Long Term Assured Parts Supply and Maintenance Agreements with sub-contractors whereby these entities have committed to pay fixed charges in addition to variable charges based on operating performance as defined in the agreements. The entities have also committed to pay incentives on attainment of certain parameters by the sub-contractors.

viii. One of the entities in airports sector is committed to pay every year a specified percent of previous year's gross revenue as operator fee to the airport operator for the period specified in the Airport operator agreement.

ix. One of the entities in airports sector has entered into a tripartite MSA with the service provider and the holding company of the service provider, whereby this entity is committed to pay annually to the service provider if the receivable of the service provider falls short of

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

subsistence level (as defined in the said MSA). Also in case of delay in payment of dues from customers to the service provider, this entity would fund the deficit on a temporary basis till the time the service provider collects the dues from aforementioned customers.

As at March 31, 2016, this entity has funded ₹ 10.03 crore (March 31, 2015: ₹ 9.62 crore) towards shortfall in collection from the customers.

x. The Group has entered into agreements with the lenders of certain subsidiaries wherein it has committed to hold at all times at least 51% of the equity share capital of these subsidiaries and not to sell, transfer, assign, dispose, pledge or create any security interest except pledge of shares to the respective lenders as covered in the respective agreements with the lenders.

xi. The Group has provided commitment to fund the cost overruns over and above the estimated project cost or cash deficiency, if any, to the lenders of its project stage subsidiaries, to the extent as defined in the agreements executed with the respective lenders.

xii. Certain entities in power sector have made a commitment towards expenditure on corporate social responsibilty activities amounting to ₹ 66.42 crore (March 31, 2015: ₹ 71.05 crore) and towards land lease rentals as per the long term land lease agreements entered into by the entities amounting to ₹ 9.43 crore (March 31, 2015: ₹ 9.84 crore).

xiii. In respect of Group's investments in certain jointly controlled entities, other joint venture partners have the first right of refusal in case any of the joint venture partners intend to sell its stake subject to other terms and conditions of respective joint venture agreements.

xiv. In respect of Group's investments in jointly controlled entities, the Group cannot transfer / dispose its holding for a period as specified in the respective joint venture agreements.

xv. During the year ended March 31, 2015, the Group has been allocated certain coal mines for GCHEPL. The Group has undertaken not to pass on certain mining cost to the customers.

xvi. Refer note 42(i)(a) as regards deferred consideration payable to the erstwhile shareholders of PTDSU.

xvii. Refer note 47 for commitments relating to lease arrangements.

xviii. Refer note 36 as regards negative grant payable to concessionaries of road entities.

xix. Refer note 38 for commitments arising out of convertible preference shares.

xx. Shares of the certain subsidiaries / jointly controlled entities have been pledged as security towards loan facilities sanctioned to the Group.

xxi. Refer note 5(6), for commitments relating to FCCB.

35. FOREIGN CURRENCY TRANSACTIONS

The MCA, Government of India ('GoI') vide its Notification No GSR 225 (E) dated March 31, 2009 prescribed certain changes to AS - 11 on 'The Effects of Changes in Foreign Exchange Rates'.

The Group has, pursuant to adoption of such prescribed changes to the said Standard, exercised the option of recognizing the exchange differences arising in reporting of foreign currency monetary items at rates different from those at which they were recorded earlier, in the original cost of such depreciable assets in so far such exchange differences arose on foreign currency monetary items relating to the acquisition of depreciable assets. Accordingly,

i. Exchange loss amounting to ₹ 505.32 crore (March 31, 2015: ₹ 147.34 crore) have been adjusted to the cost of depreciable assets in these consolidated financial statements of the Group.

ii. Exchange loss of ₹ 0.88 crore (March 31, 2015: exchange loss of ₹ 2.42 crore), net of amortisation, on long term monetary asset has been accumulated in the 'Foreign currency monetary item translation difference account' and is being amortised in the statement of profit and loss over the balance period of such long term monetary asset. The unamortised balance as at March 31, 2016 amounts to exchange loss of ₹ 0.93 crore (March 31, 2015: exchange loss of ₹ 0.05 crore).

36. NEGATIVE GRANT

In accordance with the terms of the Concession agreement entered into with NHAI by GACEPL dated November 16, 2005, GACEPL has an obligation to pay an amount of ₹ 174.75 crore by way of Negative Grant to NHAI. GACEPL has paid an amount of ₹ 108.34 crore (March 31, 2015: ₹ 108.34 crore) and the balance amount of ₹ 66.41 crore (March 31, 2015: ₹ 66.41 crore) has been disclosed as negative grant under 'Long term borrowings' in these consolidated financial statements of the Group. Refer note 41(i) regarding the details of arbitration pursuant to which the arbitration tribunal has stayed the payment of negative grant of GACEPL during the years ended March 31, 2014, March 31, 2015 and March 31, 2016.

(₹ in crore)

Name of the subsidiary	Date of Concession Agreement	Total negative grant	Repayment details	Payable as at March 31, 2016	Payable as at March 31, 2015
GACEPL	November 16, 2005	174.75	Unequal yearly installments over next 2 years	66.41	66.41

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

37. TRADE RECEIVABLES

i. As at March 31, 2016, GPCL has receivables from TAGENDCO aggregating to ₹ 132.25 crore (March 31, 2015: ₹ 320.83 crore). Based on an internal assessment, collections by the Group from TAGENDCO during the year ended March 31, 2016 and various discussions that the Group had with TAGENDCO, the management of the Group is confident of recovery of such receivables and accordingly, no adjustment has been made in these consolidated financial statements of the Group.

ii. a) GKEL has committed to sell upto 262.5 MW of energy for twenty five years to GRIDCO Limited ('GRIDCO') under long term PPAs for tariff to be determined in accordance by the appropriate authorities. GKEL had made an application under Section 79 of the Electricity Act, 2003 ('Electricity Act') to CERC for determining the tariff of the generating station of the petitioner under Section 62 read with Section 79(1)(b) in Petition No. 77/GT/2013.

CERC passed an Order on January 3, 2014 on the maintainability of the Tariff Petition filed by GKEL. CERC, inter alia, held GKEL is an inter-state generating station having a composite scheme for generation and supply of electricity to more than one State in terms of Section 79(1)(b) of the Electricity Act and it has jurisdiction to determine the tariff for supply of power to GRIDCO. GRIDCO had filed an appeal before the Hon'ble APTEL challenging the CERC order dated January 03, 2014 with respect to its jurisdiction to determine tariff and stay the Order. The Hon'ble APTEL concluded the hearing in the main appeals on January 11, 2016 and passed its judgement on April 7, 2016 and held that the CERC has the jurisdiction to determine the tariff under section 79(1)(b) of the Electricity Act.

CERC after considering the submissions by both the parties vide its Order dated November 12, 2015, arrived at tariff for the year 2013-14 in terms of 2009-14 tariff order regulations. GKEL computed tariff as per the project cost approved in accordance with CERC Regulations and submitted supplementary bills to GRIDCO during the year for differential tariff over and above the provisional tariff of ₹ 2.75/kwh for Financial Year 2013-14, 2014-15 and 2015-16 (upto November 2015) amounting to ₹ 4.55 crore, ₹ 95.69 crore and ₹ 133.58 crore respectively and aggregating to ₹ 233.82 crore as determined by the Order. GKEL has also raised regular bills aggregating to ₹ 204.33 crore for the period from December 2015 to March 2016 based on the tariff decided as per CERC tariff order. The billing for the period from 2014-15 has been done in terms of Regulation 7(8)(i) of CERC tariff regulations 2014-19 ('CERC tariff regulations 2014-19'). The said bills have been duly acknowledged by GRIDCO and are presently under verification at their end.

GKEL has done truing up of tariff working for billings already done for Financial Year 2014-15 and 2015-16 considering truing up petition filed by GKEL based on CERC tariff regulations 2014-19. In terms of the same, the income billed to the extent of ₹ 27.17 crore and ₹ 45.73 crore for Financial Year 2014-15 and 2015-16 respectively aggregating to ₹ 72.90 crore has been reversed on the basis of prudence during the year ended March 31, 2016.

b) GKEL has committed to sell up to 300 MW to Uttar Haryana Bijli Vidyut Nigam Limited and Dakshin Haryana Bijli Vidyut Nigam Limited ("Haryana Discoms") through PTC India Limited under Section 63 of the Electricity Act (i.e competitive bidding). GKEL filed a petition before CERC claiming additional tariff considering the change in law impact on various variable cost components. CERC, after considering the submission by both the parties vide its Order dated February 3, 2016 allowed GKEL's claim towards royalty on coal, levy of clean energy cess, excise duty on coal and short fall in the quantum of linkage coal. GKEL submitted supplementary invoices for FY 2013-14, FY 2014-15 and FY 2015-16 of ₹ 1.42 crore, ₹ 49.34 crore and ₹ 65.18 crore respectively aggregating to ₹ 115.94 crore (net of margin) to PTC India Limited for compensation against various Change in Law events and have recognised the same as revenue from operations. The said invoices have been duly acknowledged by PTC India Limited and are presently under verification at their end.

c) GKEL has raised bill for capacity charges to PTC India Limited based on declared availability and recognised capacity charges accordingly. During the year ended March 31, 2016, GKEL has calculated capacity charges based on scheduled availability as per minutes of the meeting dated October 23, 2013 and reversed the excess capacity charges billed during the financial year ('FY') 2014-15 of ₹ 7.80 crore and FY 2015-16 of ₹ 6.02 crore (net of margin) from the revenue of the current year ended March 31, 2016. Further, GKEL has accounted for the revenue sharing on surplus revenue earned on sale of power to third parties over and above the scheduled power and reversed 50% of surplus revenue relating to FY 2013-14 of ₹ 2.08 crore, FY 2014-15 of ₹ 7.46 crore and FY 2015-16 ₹ 3.66 crore aggregating to ₹ 13.20 Crore.

Further, GKEL claimed ₹ 0.23 paise from Bihar State Power (Holding) Company Limited (erstwhile Bihar State Electricity Board) ('BSEB') towards Change in Law as per Clause 10.4.1 of the PPA with BSEB dated November 11, 2011. BSEB allowed claim to the extent of ₹ 0.138 paise (i.e., 60% of ₹ 0.23 paise) towards GKEL's claim relating to taxes etc. vide its letter no. 27/MISC-Trans/O&M-IS-299/2013/84 dated October 16, 2015. In view of the same, GKEL, during the year ended March 31, 2016, has raised supplementary invoices on BSEB for FY 2014-15 of ₹ 10.43 crore and for FY 2015-16 of ₹ 23.22 crore aggregating to ₹ 33.65 crore, which has been recognised as revenue from operations.

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

iii. DIAL has a receivable (including unbilled revenue) of ₹ 516.37 crore as at March 31, 2016 (March 31, 2015: ₹ 405.57 crore) from Air India and its subsidiaries. In view of continuing "Airport Enhancement and Financing Service Agreement" with The International Air Transport Association for recovery of dues from Air India and its subsidiaries, DIAL considers its dues from Air India and its subsidiaries as good and fully recoverable.

iv. GWEL entered into a PPA with Maharashtra State Electricity Distribution Company Limited ('MSEDCL') on March 17, 2010 for sale of power for an aggregate contracted capacity of 200 MW, wherein power was required to be scheduled from power plant's bus bar. MSEDCL disputed place of evacuation of power with Maharashtra Electricity Regulatory Commission ('MERC'), wherein MERC has directed GWEL to construct separate lines for evacuation of power through State Transmission Utility ('STU') though GWEL was connected to Central Transmission Utility ('CTU'). Aggrieved by the MERC Order, GWEL preferred an appeal with APTEL. APTEL vide its interim Order dated February 11, 2014 directed GWEL to start scheduling the power from GWEL's bus bar and bear transmission charges of inter-state transmission system towards supply of power. GWEL in terms of the interim order scheduled the power from its bus bar from March 17, 2014 and paid inter-state transmission charges. APTEL vide its final Order dated May 8, 2015 upheld GWEL's contention of scheduling the power from bus bar and directed MSEDCL to reimburse the inter-state transmission charges hitherto borne by GWEL as per its interim order. Accordingly as at March 31, 2016, GWEL has raised claim of ₹ 130.46 crore towards reimbursement of transmission charges from March 17, 2014 till March 31, 2016. MSEDCL preferred an appeal with Hon'ble Supreme Court of India and also applied for stay proceedings for the above order of APTEL, which was rejected by the Hon'ble Supreme Court of India. MSEDCL on rejection of stay Order by the Hon'ble Supreme Court of India paid an amount of ₹ 108.86 crore towards such reimbursements for the period March 17, 2014 to December 31, 2015.

In view of the favorable Order from APTEL, rejection of stay petition of MSEDCL by the Hon'ble Supreme Court of India, receipt of substantial amount towards reimbursement of transmission charges and also considering the legal opinion received from legal counsel that GWEL has good tenable case with respect to the appeal filed by MSEDCL against the said Order which is pending before Hon'ble Supreme Court of India, GWEL has recognized the reimbursement of transmission charges of ₹ 79.04 crore relating to the period from April 1, 2015 to March 31, 2016 as reduction from transmission expenses and ₹ 51.42 crore as an 'exceptional item' in the consolidated financial statements for year ended March 31, 2016, as the said recovery pertains to the period prior to April 1, 2015.

38. PREFERENCE SHARES ISSUED BY SUBSIDIARIES

Preference shares issued by subsidiaries include the following:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
CCCPS issued by GEL	588.07	588.07
Non-cumulative compulsorily convertible non-participatory preference shares issued by GAL	396.18	396.18
Total	**984.25**	**984.25**

i. During the year ended March 31, 2011, GEL had issued 13,950,000 CCCPS of ₹ 1,000 each. These preference shares were held by Claymore Investments (Mauritius) Pte Limited, IDFC Private Equity Fund III, Infrastructure Development Finance Company Limited, IDFC Investment Advisors Limited, Ascent Capital Advisors India Private Limited, and Argonaut Ventures (collectively called as Investors).

During the year ended March 31, 2014, GEL entered into an amended and restated share subscription and shareholders agreement ('Amended SSA') with the investors, GIL and other GMR group companies. The Investors continued to hold 6,900,000 CCCPS in GEL and a new investor GKFF Capital subscribed to additional 325,000 CCCPS of ₹ 1,000 each (collectively referred to as 'Portion B securities').

As per the Amended SSA and Share Purchase Agreement ('SPA') between the investors, GEL and other GMR Group Companies, 7,050,000 CCCPS with a face value of ₹ 705.00 crore ('Portion A Securities') have been bought by GREEL and GEPML for a consideration of ₹ 1,169.17 crore. Portion A Securities were convertible into equity shares of the Company as per the terms prescribed in clause 5 of the SPA not later than the date of conversion of Portion B Securities. As defined in the terms of Amended SSA, GEL was to provide an exit to the Portion B Securities investors within 30 months from last return date (November 29, 2013) at the agreed price of ₹ 1,278.67 crore ("Investor exit amount"). In case of non-occurrence of QIPO within 24 months from the last return date, GMR Group was to give an exit to Portion B Securities investors at investor exit amount by notifying them the intention to purchase the preference shares within 30 days from the expiry of the 24th month. In case of non-occurrence of QIPO or no notification from GMR group companies as stated aforesaid, the Portion B Securities investors had the sole discretion to exercise the various rights under clause 10 of the Amended SSA.

During the year ended March 31, 2016, the Investors have not exercised various rights under clause 10 of the Amended SSA and the management of the Group is currently negotiating with the Investors to amend the Amended SSA. Prior to the completion of the transaction as per the Subscription Agreement as detailed in Note 42(v), the Portion B Securities held by the Investors need to be converted into a fixed number of equity shares of the Company along with the Portion A Securities held by GEPML and GREEL.

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

ii. During the year ended March 31, 2011, GAL issued 2,298,940 non-cumulative compulsory convertible non-participatory preference shares (‘CCPS 1’) bearing 0.0001% dividend on the face value of ₹ 1,000 each fully paid up amounting to ₹ 229.89 crore at a premium of ₹ 2,885.27 each totaling to ₹ 663.31 crore to Macquaire SBI Infrastructure Investments 1 Limited, (‘Investor I’) for funding and consolidation of airport related investments by the Group. Further, during the year ended March 31, 2012 GAL issued 1,432,528 non-cumulative compulsory convertible non-participatory preference shares (‘CCPS 2’) bearing 0.0001% dividend on the face value of ₹ 1,000 each fully paid up amounting to ₹ 143.25 crore at a premium of ₹ 3,080.90 each totaling to ₹ 441.35 crore to Standard Chartered Private Equity (Mauritius) III Limited, JM Financial - Old Lane India Corporate Opportunities Fund I Limited, JM Financial Trustee Company Private Limited and Build India Capital Advisors LLP (‘Investors II’). The Company and GAL have provided Investor I and Investors II various conversion and exit options at an agreed internal rate of return as per the terms of the Restructuring Options Agreements and Investment agreements executed between the Company, GAL, Investor I and Investors II.

During the year ended March 31, 2015, DSPL purchased 84,398 CCPS 2 from one of the Investors for a consideration of ₹ 47.83 crore and accordingly an amount of ₹ 13.39 crore representing consideration paid in excess of face value of CCPS 2 has been adjusted against accumulated deficit in the statement of profit and loss in the consolidated financial statements for the year ended March 31, 2015.

Further , as per the terms of CCPS 1 and CCPS 2, these were either convertible into equity shares on or before April 6, 2015 or the Company had an option to exercise the call options anytime between July 5, 2014 to April 5,2015 requiring the investors to transfer these shares in favour of the Company. On the basis of the Investor Agreement, the Company, vide its letter dated April 1, 2015 has exercised the call Option to acquire CCPS 1 and CCPS 2, at a Call Price to be computed in the manner provided in the respective agreements entered between the investors and the Company. The payment of call price is subject to the prior approval of the Reserve Bank of India.

GIL and the Investors thereafter, basis mutual discussions, decided to restructure the investments; (which is subject to prior approval of RBI) and have filed a joint application to the Reserve Bank of India on October 01, 2015. As per the revised understanding, Class A CCPS will be converted into equity shares in two tranches ending on June 2017. Pending approval of RBI, GIL and the Class A CCPS Shareholders and the Company have signed an ‘Amended and Restated Investment Agreement’ on December 24, 2015 which shall be effective upon receipt of approval from RBI.

Further, the Company has also entered into a Share Purchase Agreement with JM Financials Trustee Private Limited (‘JMFI’) and Build India Capital Advisors (‘BICA’) on December 21, 2015 to buy out their Class A CCPS. Share transfer is yet to be completed.

As per the terms of Non-cumulative Compulsory Convertible Non-participatory Bonus Preference shares (CCPS) Class B, each CCPS of Class B shall convert simultaneously at the time of conversion of CCPS of Class A.

39. DEVELOPMENT FUND (‘DF’) ORDER

Airport Economic Regulatory Authority (‘AERA’) DF Order No. 28/2011-12, 30/ 2012-13 and AERA tariff order No. 03/2012-13 on determination of Aeronautical Tariff; issued on November 14, 2011, April 24, 2012 and December 28, 2012 respectively.

i. DIAL has accrued DF amounting to ₹ 350.00 crore during the year ended March 31, 2013 earmarked for construction of Air Traffic Control (‘ATC’) tower, which is currently under progress as at March 31, 2016. DF amounting to ₹ 345.85 crore (March 31, 2015: ₹ 308.83 crore) has been adjusted against the expenditure on construction of ATC tower incurred till March 31, 2016 and balance DF amounting to ₹ 4.15 crore (March 31, 2015: ₹ 41.17 crore), pending utilization, has been disclosed under ‘other current liabilities’.

ii. While calculating such additional DF amount:

a) In accordance with the earlier SOP approved and issued by the AAI dated February 19, 2009 read with the MoCA order dated February 9, 2009, DIAL was adjusting collection charges against DF receipts. However, AERA vide its subsequent order no. 28/2011-12 issued on November 14, 2011 has observed that in terms of Section 22A of the AAI Act, 1994 (amended from time to time) as well as Section 13(1)(b) of the AERA Act, 2008, the function of AERA is limited only to determining the rate/amount of DF and manner of collection and administration cost incurred thereupon is an issue, which has already been prescribed by way of rules by the Central Government. In view of the fact that DF rules notified by the MoCA dated August 2, 2011 do not prescribe adjustment of collection charges from the DF receipts; DIAL has capitalized DF collection charges aggregating to ₹ 27.07 crore till the year ended March 31, 2016 (March 31, 2015: ₹ 22.06 crore).

b) AERA has passed an order vide Order No 03/2012-13 dated December 28, 2012 in respect of levy of Development fee at Delhi Airport. As per the said order, the rate of Airport Development Fee (‘ADF’) has been reduced from ₹ 200 to ₹ 100 and from ₹ 1,300 to ₹ 600 per embarking domestic and international passenger respectively. Further, as per the said order, such revised rates have come into force with effect from January 1, 2013 and estimated DF collection period has been extended up to April 2016. Further, AERA has issued order No.47/2015-16 dated January 25, 2016, restricting cutoff date for collection of ADF up to April 30, 2016. As per the order, AERA has granted AAI six months’ time after cutoff date (April 30, 2016) to reconcile and close the account, and to arrive at the over recovery / under recovery of ADF, which will be accounted for on final reconciliation of ADF by AAI.

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

40. MATTERS RELATED TO CERTAIN AIRPORT SECTOR ENTITIES

i. In case of GHIAL, AERA vide its powers conferred by section 13(1) (a) of AERA Act, 2008, passed an Aeronautical tariff order No.38 issued on February 24, 2014, in respect of control period from April 1, 2011 to March 31, 2016. The said order determined the Passenger Service Fee (Facilitation Component) ('PSF (FC)') and User Development Fee ('UDF') charges for embarking passengers. Further, the UDF for the period from April 1, 2014 to March 31, 2016 has been determined to be ₹ Nil. This had significantly impacted the cash flows of GHIAL and GHIAL had to restructure its rupee term loan which was backed up by the corporate guarantee from the Company.

Aggrieved by the aforesaid AERA order, GHIAL had filed a writ petition challenging the Single Till adopted by AERA in its order with the Hon'ble High Court at Hyderabad for the State of Telangana and for the State of Andhra Pradesh. Based on an order from the Hon'ble High Court, the MoCA vide its order dated June 11, 2015 under section 42(2) of AERA Act, 2008, issued policy direction to AERA to adopt "Shared Till" with 30% cross subsidisation for the tariff determination of GHIAL.

Based on the aforesaid direction from the MoCA, GHIAL filed another writ petition with the Hon'ble High Court to restore the UDF and PSF(FC) charges at the rates existing before April 01, 2014 at the airport and the same was permitted by the Hon'ble High Court vide its order dated October 06, 2015. Based on the said permission from the Hon'ble High Court, the MoCA through Director General of Civil Aviation ('DGCA') vide its letter dated November 3, 2015, restored the UDF and PSF (FC) at the rate existing before April 1, 2014. Accordingly, revenue from operations for the year ended March 31, 2016 includes income from UDF and PSD (FC) charges amounting to ₹ 143.45 crore and ₹ 15.81 crore respectively. Restoration of UDF and PSF (FC) has improved the cash flows of GHIAL and GHIAL will be able to meet its operational and financial requirements.

Additionally, GHIAL has also filed the appeal challenging other issues in the aforesaid AERA order with the Airports Economic Regulatory Authority Appellate Tribunal ('AERAAT'). Due to non-constitution of AERAAT Bench, GHIAL had filed a writ petition with the Hon'ble High Court at Hyderabad for the State of Telengana and for the State of Andhra Pradesh, which is yet to be heard.

ii. During the year ended March 31, 2016, as required under direction no. 5/2010-11 dated February 28, 2011 issued by AERA for determination of Tariff for Airport Operators, GHIAL has filed an application with AERA for determination of Aeronautical Tariff in respect of Second Control period from April 1, 2016 to March 31, 2021 including true up for shortfall of receipt vis a vis entitlement for the First Control period. Pending determination of Aeronautical Tariff, AERA vide its order no. 50 dated March 31, 2016 has allowed to continue to charge the Aeronautical tariff as prevailed on March 31, 2016 for a period of 6 months w.e.f. April 1, 2016 or till determination of tariff for the aforesaid period whichever is earlier.

iii. During the year ended March 31, 2016, GATL has incurred a net loss of ₹ 55.91 crore and has accumulated losses of ₹ 351.04 crore as at March 31, 2016, which has resulted in erosion of entire net worth of GATL. The Group entered into a definitive agreement with the joint venture partner of GAEL, the Holding Company of GATL, for termination of the joint venture agreement and towards purchase of the remaining equity stake in GAEL for a purchase consideration of USD 1, consequent to which, the Group had made a provision of ₹ 35.94 crore during the year ended March 31, 2015 towards impairment in the carrying value of net assets, which has been disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2015.

GATL has incurred losses/ cash losses in the year ended March 31, 2016 and in the previous year and its current liabilities exceeded its current assets as at March 31, 2016. Though the networth of GATL is fully eroded, the losses have reduced and are ₹ 55.91 crore for the year ended March 31, 2016 vis-a-vis losses of ₹ 68.66 crore for the year the ended March 31, 2015. Further, the management of the Group expects that there will be a significant increase in the operations of GATL that will lead to improved cash flows and long term sustainability. The Group has undertaken to provide such financial support as necessary, to enable GATL to meet the operational requirements as they arise and to meet its liabilities as and when they fall due. Accordingly, management of the Group believes that the carrying value of net assets of GATL as at March 31, 2016 is appropriate.

iv. As per the advice from the Ministry of Home Affairs and the Standard Operating Procedures ('SOP') issued by Ministry of Civil Aviation ('MoCA') on March 6, 2002, GHIAL, through its wholly owned subsidiary, Hyderabad Airport Security Services Limited ('HASSL') constructed residential quarters for Central Industrial Security Forces ('CISF') deployed at the Hyderabad airport. After completion of such construction, the total construction cost including the cost of land amounting to ₹ 69.91 crore was debited to the Passenger Service Fee (Security Component) Fund [PSF(SC) Fund] with intimation to MoCA. The CAG, during their audits of PSF (SC) Fund, observed that, GHIAL had not obtained prior approval from MoCA for incurring such cost from the PSF(SC) Fund as required by the guidelines dated January 8, 2010 and April 16, 2010 issued by MoCA. However, management of the Group is of the opinion that these guidelines were issued subsequent to the construction of the said residential quarters and approached MoCA for approval to debit such costs to the PSF (SC) Fund account and also, made an application for increase in PSF (SC) tariff to recover these dues and to meet the shortfall in discharging other liabilities from PSF (SC) Fund.

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

During the year ended March 31, 2015, MoCA responded that, it is not in a position to consider the request for enhancement in the PSF (SC) tariff. As a result, GHIAL requested MoCA to advice the AERA for considering the cost of land/ construction and other related costs with regard to the aforesaid residential quarters in determination of Aeronautical Tariff for the Hyderabad airport. Pending final conclusion of the same, residential quarters continue to be accounted in the PSF(SC) Fund and no adjustments have been made to these consolidated financial statements of the Group for the year ended March 31, 2016.

v. DIAL has accumulated losses of ₹ 233.03 crore as at March 31, 2016 (March 31, 2015: ₹ 741.95 crore) which has resulted in part erosion of net worth of DIAL as at the year end. However DIAL has earned profits during the year ended March 31, 2016 and March 31, 2015 and has met all its obligations as at March 31, 2016.

AERA vide its powers conferred by Section 13(1) (a) of the AERA Act, 2008 passed an Aeronautical tariff order Viz. 03/2012-13 issued on April 24, 2012 which determined the Aeronautical tariff to be levied at Delhi Airport for the fourth and fifth year of tariff period of first five year control period (i.e. 2009 - 2014). The first five year control period referred to above ended on March 31, 2014.

DIAL had filed a writ petition before the Hon'ble High Court of Delhi seeking extension of existing tariff as allowed vide AERA order No. 03/2012-13 issued on April 24, 2012 till disposal of DIAL's appeal pending before AERAAT. Subsequently, Hon'ble High Court of Delhi vide its final order dated January 22, 2015 ordered that the tariff determined by AERA for the First Control Period vide Tariff Order No.03/2012-13 issued on April 24, 2012 shall continue till the disposal of the appeals pending against the said Tariff Order, by AERAAT.

AERA has filed a Special Leave Petition ("SLP") dated April 24, 2015 in the Hon'ble Supreme Court of India, seeking interim relief from the final order of Hon'ble High Court of Delhi dated January 22, 2015. AERA has also filed an application before Hon'ble Supreme Court seeking directions for the implementation of its tariff order for second control period. The pleadings of the parties are complete and now listed for arguments on SLP and applications in due course

Subsequently, AERA released the tariff order No. 40/2015-16 dated December 08, 2015 (issued on December 10, 2015) for second control period i.e. 2014 -2019, which as per AERA order would be implemented upon the final outcome of the legal proceedings attached to that order. As per AERA order, tariff for aeronautical revenue will be reduced by 89.40% of the existing tariff (i.e. tariff as compared to the first control period).

DIAL has filed an appeal against the AERA order No. 40/2015-16 dated December 08, 2015 with AERAAT on January 11, 2016. In view of above legal proceedings, the implementation of AERA order for second control period, the said order cannot be implemented till the disposal of all legal issues associated with the order. The revenue so collected by DIAL during this interim period will be adjusted from the aggregate revenue requirement for the second control period w.e.f. April 1, 2014.

In the opinion of the management, in view of the profits earned over the last three financial years, DIAL's business plans and cash flow projections for the next one year, DIAL expects to earn sufficient cash profits and does not foresee any difficulty in continuing its business / operations and meeting its financial obligations. Accordingly, financial statements of DIAL continue to be prepared and accordingly consolidated on a going concern basis.

vi. DIAL received advance development costs of ₹ 653.13 crore (March 31, 2015: ₹ 653.13 crore) from various developers at Commercial Property District towards facilitating the development of common infrastructure there in. As per the terms of the agreement, DIAL will facilitate the development of common infrastructure upon receipt of advance towards development cost in accordance with the instructions and specifications in the agreements. Further, DIAL has no right to escalate the development cost and in case any portion of the advance development cost is not utilized by DIAL towards development of any infrastructure facility, the same shall be returned to the developers upon earlier of the expiry of the initial term of agreement or upon termination of the development agreement. As at March 31, 2016, DIAL has incurred development expenditure of ₹ 433.72 crore (March 31, 2015: ₹ 383.87 crore) which has been adjusted against the aforesaid advance and balance amount is disclosed under long term and current liabilities.

vii. DIAL is collecting 'Marketing Fund' at a specified percentage from various concessionaires as per the agreements with the respective concessionaires and to be utilized towards sales promotional activities as defined in such agreements in accordance with the Marketing Fund policy adopted by DIAL. The financial statements of such marketing fund are being audited by one of the joint statutory auditors. As at March 31, 2016, DIAL had billed ₹ 71.04 crore (March 31, 2015: ₹ 51.86 crore) towards such Marketing Fund and has incurred expenditure amounting to ₹ 31.50 crore (net of income on temporary investments) till March 31, 2016 (March 31, 2015: ₹ 26.27 crore) from the amount so collected. The balance amount of ₹ 39.54 crore as at March 31, 2016 (March 31, 2015: ₹ 25.59 crore) pending utilization, against such sales promotion activities is included under 'Other Liabilities' as a specific fund to be used for the purposes to be approved by the Marketing Fund Committee constituted for this purpose.

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

viii. a) The consolidated financial statements of the Group do not include accounts for PSF (SC) of DIAL and GHIAL as the same are maintained separately in the fiduciary capacity by these entities on behalf of GoI and are governed by SOP issued vide letter number AV/13024/047/2003-SS/AD dated January 19, 2009 issued by MoCA, GoI.

b) The consolidated financial statements of the Group do not include billing to Airlines for DF by DIAL, as the management of the Group believes that DIAL's responsibility is restricted only to the billing on behalf of AAI in accordance with the provisions of AAI (Major Airports) Development Fee Rules, 2011 and DF SOP.

ix. The Comptroller and Auditor General of India ('CAG') had conducted the performance audit of Public Private Partnership ('PPP') project of AAI at Delhi Airport for the period 2006 to 2012. CAG had presented its report before the Rajya Sabha on August 17, 2012 wherein they had made certain observations on DIAL. The Public Accounts Committee ('PAC'), constituted by the Parliament of India, has examined the CAG report and submitted its observations and recommendations to Lok Sabha vide its ninety fourth report in February 2014. The management of the Group is of the opinion that the observations in the CAG report and the PAC report do not have any financial impact on these consolidated financial statements of the Group.

x. During the year ended March 31, 2015, DIAL has issued 6.125% senior secured notes due 2022 of USD 28.88 crore on February 3, 2015 to refinance its existing external commercial borrowings of USD 28.88 crore. As a result of such refinancing, certain Interest rate swap (IRS) which was outstanding on the existing external commercial borrowings of USD 28.88 crore prior to refinancing, were cancelled and DIAL paid ₹ 91.83 crore towards such cancellation of IRS. The same has been disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2015.

xi. In case of DIAL, AERA has passed the tariff order No. 40/2015-16 dated December 8, 2015 (issued on December 10, 2015) wherein Authority has decided to adjust DF of ₹ 3,241.37 crore out of allowed DF of ₹ 3,415.35 crore based on the actual expenditure spent towards project. The authority had decided to adjust the balance amount of DF of ₹ 173.98 crore as on March 31, 2014 on utilization basis as and when it is incurred. However, DIAL availed ₹ 3,415.35 crore of loan based on the DF Orders and DF collected from passengers is used for payment of interest and principal till March 31, 2016. Accordingly, the differential interest i.e. paid by DIAL on DF loans and considered on actual spent amounting to ₹ 47.90 crore is required to be absorbed by DIAL. Accordingly, interest expense of ₹ 47.90 crore has been provided in these consolidated financial statements of the Group for the year ended March 31, 2016.

Further, DIAL has incurred a sum of ₹ 17.29 crore towards interest from December 2011 to February 2012 which is not allowed by AERA and accordingly interest expense of ₹ 17.29 crore (March 31, 2015: ₹ Nil) has also been provided in these consolidated financial statements of the Group for the year ended March 31, 2016.

41. MATTERS RELATED TO CERTAIN ROAD SECTOR ENTITIES

i. The Group has an investment of ₹ 394.17 crore (including loans and interest accrued thereon of ₹ 149.47 crore and investments in equity / preference shares of ₹ 244.70 crore made by the Company and its subsidiaries) in GACEPL as at March 31, 2016. GACEPL has been incurring losses since the commencement of its commercial operations. The management of the Group believes that these losses are primarily attributable to the loss of revenue arising as a result of diversion of partial traffic on parallel roads. The matter is currently under arbitration and the arbitration tribunal has passed an interim order staying the payment of negative grant which was due during the years ended March 31, 2014, March 31, 2015 and March 31, 2016 till further orders. Based on an internal assessment and a legal opinion, the management of the Group is confident that it will be able to claim compensation from relevant authorities for the loss it has suffered due to such diversion of traffic and accordingly, the carrying value of net assets of ₹ 184.62 crore (after providing for losses till date of ₹ 209.55 crore) as regards investments in GACEPL as at March 31, 2016 is appropriate.

ii. The Company along with its subsidiary has investments of ₹ 680.10 crore (including loans of ₹ 378.07 crore and investments in equity / preference shares of ₹ 302.03 crore made by the Company and its subsidiary) in GHVEPL. GHVEPL has been incurring losses since the commencement of its commercial operations. The management believes that these losses are primarily due to loss of revenue arising as a result of drop in commercial traffic on account of bifurcation of State of Andhra Pradesh and ban imposed on sand mining in the region. The management of the Group based on its internal assessment and a legal opinion, believes that these events constitute a Change in Law as per the Concession Agreement and GHVEPL is entitled to a claim for losses suffered on account of the aforementioned reasons and accordingly filed its claim for the loss of revenue till the year ended March 31, 2015 with NHAI. During the year ended March 31, 2016, NHAI rejected the aforementioned claims and consequently GHVEPL has invoked dispute resolution process as per the provisions of the Concession Agreement. Subsequently, NHAI has intimated GHVEPL

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that conciliation has failed and the management of GHVEPL is in the process of initiating the arbitration. The management of the Group is confident that it will be able to claim compensation from the relevant authorities for the loss it suffered due to aforementioned reasons and based on valuation assessment carried out by an external expert which is significantly dependent on the fructification of the aforesaid claims believes that the carrying value of net assets of ₹ 360.53 crore (after providing for losses till date of ₹ 319.57 crore) as regards investments in GHVEPL as at March 31, 2016, is appropriate.

iii. The Company along with its subsidiary has investments of ₹ 735.80 crore (including loans of ₹ 35.80 crore and investments in equity shares / preference shares of ₹ 700.00 crore made by the Company and its subsidiary) in GKUAEL, which is primarily utilised towards payment of capital advance of ₹ 590.00 crore to its EPC contractors and ₹ 137.47 crore towards indirect expenditure attributable to the project and borrowing costs ('project expenses'). The Group has also provided a bank guarantee of ₹ 269.36 crore to National Highways Authority of India ('NHAI').

GKUAEL had entered into a Concession Agreement with NHAI on November 30, 2011 for six laning of Kishangarh-Udaipur-Ahmedabad section of National Highways 79A, 79, 76 and 8. Pursuant to non-fulfillment of the mandatory 'Conditions Precedent' specified under the Concession Agreement within the due date, GKUAEL issued a notice to NHAI dated December 21, 2012 of its intention to terminate the Concession Agreement. In response, NHAI vide their letter dated January 1, 2013 termed the notice not maintainable both in law and in facts. NHAI in their letter dated January 17, 2013 to GKUAEL also indicated of making good the alleged defaults of NHAI within the cure period of 90 days. The management of GKUAEL had submitted the proposal for the continuance of the project subject to certain modifications in the financial and other terms in the Concession Agreement and held discussions with NHAI for revival of the project. Considering that the efforts for revival of the project did not succeed, GKUAEL issued a notice of dispute to NHAI dated February 16, 2015 invoking arbitration provisions of the Concession Agreement. Both the parties have appointed their arbitrators and the arbitration process is pending commencement. In the meantime, GKUAEL had approached the Hon'ble High Court of Delhi seeking an injunction against invocation of the aforementioned performance bank guarantee by NHAI which has not been accepted by the Hon'ble High Court of Delhi.

Pursuant to the issue of notice of dispute, GKUAEL transferred the aforesaid project costs of ₹ 137.47 crore (including ₹ 6.48 crore for the year ended March 31, 2016) incurred upto March 31, 2016 to claims recoverable. Based on its internal assessment, the Group made a provision for such claims recoverable (including ₹ 130.99 crore for the year ended March 31, 2015) which was disclosed as an 'exceptional item'.

In addition, GKUAEL awarded the EPC contract to GMR Projects Private Limited ('GPPL') to whom GKUAEL has given an advance of ₹ 590.00 crore as stated above. Pursuant to the issue of notice of dispute as stated above, GKUAEL terminated the contract on May 15, 2015. During the year ended March 31, 2016, GKUAEL has received a claim of ₹ 840.76 crore from the EPC contractor, however no such claim relating to the termination of contract has been recognized by GKUAEL as at March 31, 2016 as the amounts payable are not certain.

The termination of concession agreement with NHAI, initiation of arbitration proceedings and its consequential impact on the operations, indicate the existence of a material uncertainty that may cast a significant doubt about the going concern of the GKUAEL and the consequential impact on the net assets / bank guarantee given by the Group and is solely dependent on the outcome of arbitration.

Based on an internal assessment and a legal opinion, the management of GKUAEL is confident that it will be able to claim compensation from NHAI for the loss it has suffered due to termination of contract for reasons as stated aforesaid and accordingly considers, that no further adjustments have been considered necessary as at March 31, 2016.

iv. During the year ended March 31, 2016, the Company along with its subsidiaries GMRHL and GEL entered into a Share Purchase Agreement ('SPA') with India Infrastructure Fund for divestment of their entire 26% equity stake in their associate, UEPL, for a sale consideration of ₹ 32.50 crore. As at March 31, 2016, the sale transaction has not been completed, however, the Group has made a provision for diminution in the value of its investments in UEPL amounting to ₹ 39.22 crore based on the said SPA, which has been disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2016.

42. MATTERS RELATED TO CERTAIN POWER SECTOR ENTITIES

i. a) The Company through its subsidiaries has investments of ₹ 414.44 crore (USD 6.21 crore) including loan and interest accrued thereon in PTDSU as at March 31, 2016. The Group acquired PTDSU for a consideration of USD 4.00 crore and a deferred consideration to be determined and paid on achievement of certain conditions as specified in the share purchase agreement. PTDSI, a step down subsidiary of PTDSU had pledged 60% shares of PTBSL with the sellers of PTDSU. The achievement of aforementioned conditions for settlement of deferred consideration had been under dispute and pursuant to a settlement agreement dated June 25, 2014, the deferred consideration of USD 2.00 crore was agreed with the sellers of PTDSU. As per the settlement agreement, the Group has paid USD 0.50 crore and the

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balance USD 1.50 crore was to be paid in 16 equal quarterly instalments, commencing from June 30, 2015. Further the Group has pledged 35% shares of PTBSL as a security towards the payment of the balance instalments.

The consolidated financial statements of PTDSU and its subsidiaries PTBSL and PTDSI as at March 31, 2016 have accumulated losses of ₹ 30.67 crore (USD 0.50 crore). PTBSL, a coal property company commenced coal production on a trial basis and achieved a production of 28,000 MT during the year ended March 31, 2015. Though, these entities are currently unable to produce coal in view of limitations on transportation of coal due to water levels in Musi River, the management is hopeful of resuming production once the water levels are stabilized. In addition, the coal prices have significantly declined from May 2015 onwards. The management believes that the inability to produce coal as referred above and decline in the prices is expected to be temporary and as such do not have a significant impact on the ability of these entities to continue as a going concern. PTDSU and its subsidiaries are confident of raising finance as may be required for development of mines and continuance of their normal business operations. Based on these factors and a valuation assessment carried out by an external expert, management of the Group is of the view that the carrying value of the net assets in PTDSU and its subsidiaries after providing for impairment in the value of goodwill amounting to ₹ 100.16 crore is appropriate as at March 31, 2016. The aforesaid impairment has been disclosed as an 'exceptional item' in these consolidated financial statements of the Group for the year ended March 31, 2016.

b) The Company through its subsidiary GCRPL has investments of ₹ 3,384.71 crore (USD 50.69 crore) in PTGEMS as at March 31, 2016. PTGEMS along with its subsidiaries is engaged in the business of coal mining and trading activities. The Group has a Coal Supply Agreement ('CSA') with PTGEMS whereby the Group is entitled to offtake stated quantity of coal as per the terms of the CSA at a predefined discount. The Group has not significantly commenced the offtake of the coal under the CSA, however the management of the Group is of the view that the same will not have an impact on their total entitlement of offtake of coal under the CSA. The management of the Group is also negotiating certain terms of the CSA which are pending conclusion. The coal prices have significantly declined from May 2015 onwards. However, the management of the Group believes that such decline in the prices is expected to be temporary and such decline has been compensated by favorable currency movements in Indonesia and cost efficiency measures in mining activities in PTGEMS. The Group along with GCRPL is also in active discussion with the lenders to restructure its loans. Based on these factors and valuation assessment carried out by an external expert, the management of the Group believes that the carrying value of the net assets in PTGEMS as at March 31, 2016 is appropriate.

ii. a) In view of lower supplies / availability of natural gas to the power generating companies in India, the Company's subsidiaries GEL, GVPGL and GREL are facing shortage of natural gas supply and delays in securing gas linkages. As a result, GEL has not generated and sold electrical energy since April 2013 and GVPGL has not generated and sold electrical energy since May 2013 till March 31, 2015 and have been incurring losses including cash losses on account of the aforesaid shortage of natural gas supply, thereby resulting in erosion of net worth. GREL had not commenced commercial operations pending linkages of natural gas supply from the Ministry of Petroleum and Natural Gas till the period ended September 30, 2015 and accordingly,the consortium of lenders had approved the reschedulement of Commercial Operation Date ('COD') of GREL to October 22, 2015 and repayment of project loans and have agreed for further funding of ₹ 707.00 crore to meet its cost overruns on account of delays in commissioning of its power plant.

In March 2015, the Ministry of Power, Government of India ('GoI') issued a scheme for utilization of the gas based power generation capacity for the years ended March 31, 2016 and 2017. The scheme envisages supply of imported spot RLNG 'e-bid RLNG' to the stranded gas based plants as well as plants receiving domestic gas, upto the target PLF, selected through a reverse e-bidding process and also intervention / sacrifices to be collectively made by all stakeholders. The aforementioned gas based power plants of the Group are included in the list of stranded gas based power plants and are entitled to participate in the e-bidding process. GVPGL and GREL emerged as successful bidders in the auction process organised by the Ministry of Power in May 2015, September 2015 and March 2016 and have been awarded the Letter of Intent for gas allocation for 4 months period ended September 2015, for 6 months period ended March 2016 and September 2016, respectively, which has facilitated the operations of both GREL and GVPGL at varying capacity and accordingly GVPGL and GREL have commenced operations on an intermittent basis from August 2015 and October 2015 respectively. There has been a significant decline in the price of imported gas and in view of the proposed amendment to the Central Sales Tax Act with regard to gas sold or purchased and transported through a common carrier pipeline or any other common transportation distribution systems, the management of the Group believes that these would result in significant reduction in the costs of imported gas.

The Group and the Association of Power Producers continue to monitor the macro situation and are evaluating various approaches / alternatives to deal with the situation and the management of the Group is confident that GoI would take further necessary steps /

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initiatives in this regard to improve the situation regarding availability of natural gas from alternate sources in the foreseeable future. The management of the Group carried out valuation assessment of these gas based companies which includes certain assumptions relating to availability and pricing of domestic and imported gas, future tariff and other operating parameters, which it believes reasonably reflect the future expectations from these projects. The management of the Group will monitor these aspects closely and take actions as are considered appropriate and is confident that these gas based entities will be able to generate sufficient profits in future years and meet their financial obligations as they arise. Based on the aforementioned reasons, business plans and a valuation assessment carried out by an external expert, the management of the Group considers that the going concern assumption and the carrying value of the net assets of the aforesaid entities as at March 31, 2016 is appropriate and these consolidated financial statements of the Group do not include any adjustments that might result from the outcome of this uncertainty. In the meantime, the Company has also committed to provide necessary financial support to these companies as may be required for continuance of their normal business operations.

b) In respect of gas based power plant at Rajahmundry, pending securing supply of requisite natural gas, the Group had put on hold active construction work of the plant from the period July 2012 to June 2015. Considering that GREL has emerged as a successful bidder in the auction process organized by the Ministry of Power and has been awarded the Letter of Intent for gas allocation till March 2016, GREL has completed the construction of the plant and has declared its COD during the quarter ended December 31, 2015. The management of the Group believes that the indirect expenditure attributable to the construction of the project and borrowing costs incurred during the period of uncertainty around securing gas supplies qualifies for capitalisation under paragraphs 9.3 and 9.4 of AS -10 and paragraphs 18 and 19 of AS -16. GREL had approached the Ministry of Corporate Affairs ('MCA') seeking clarification / relaxation on applicability of the aforementioned paragraphs to the gas availability situation referred in 42(ii)(a) above. MCA vide its General Circular No. 35/2014 dated August 27, 2014 on capitalisation under AS-10 and capitalisation of borrowing cost during extended delay in commercial production has clarified that only such expenditure which increases the worth of the assets can be capitalised to the cost of the fixed assets as prescribed by AS 10 and AS 16. Further the circular states that costs incurred during the extended delay in commencement of commercial production after the plant is otherwise ready does not increase the worth of fixed assets and therefore such costs cannot be capitalised. The Group approached MCA seeking further clarification on the applicability of the said Circular to its Rajahmundry plant and pending receipt of requisite clarification, the Group has capitalised the aforesaid expenses of ₹ 1,238.20 crore incurred during the period July 2012 to June 2015 (including ₹ 133.28 crore for the current year)

iii. The Company through its subsidiary has investments of ₹ 1,191.84 crore (including investments in equity / preference share capital, subordinate loans and interest accrued thereon) in GWEL as at March 31, 2016 and has also provided corporate / bank guarantee towards loans taken by GWEL from the project lenders. GWEL is engaged in the business of generation and sale of electrical energy from its coal based power plant of 600 MW situated at Warora. GWEL has accumulated losses of ₹ 1,084.16 crore as at March 31, 2016, which has resulted in erosion of GWEL's entire net worth. GWEL has achieved the COD of Unit I in March 2013 and of Unit II in September 2013 and has tied up entire power supplies capacity with customers and has completed the refinancing of its term and other loans with the lenders which has resulted in the reduction in the rate of interest and extended repayment period. Though the net worth of GWEL is fully eroded, the losses have reduced and are ₹ 158.05 crore for the year ended March 31, 2016 vis-a-vis losses of ₹ 370.61 crore for the year ended March 31, 2015. Accordingly, the management of GWEL expects that the plant will generate sufficient profits in the future years and based on business plans and valuation assessment carried out by an external expert, the management of the Group considers that the carrying value of the net assets in GWEL as at March 31, 2016 is appropriate.

iv. During the year ended March 31, 2015, based on a valuation assessment of its investments including unsecured loans in GGSPPL, the Group has made an impairment provision of ₹ 18.00 crore towards the carrying value of the net assets of GGSPPL, which has been disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2015.

v. Pursuant to the approval of the Management Committee, the Company along with GIL and its certain subsidiaries has entered into a Subscription and Shareholders Agreement dated May 9, 2016 with Tenaga Nasional Berhard ('Tenaga') and its affiliate, Power and Energy International (Mauritius) Limited ('Investors') whereby the investors will acquire 30% equity stake in a select portfolio of GEL assets on a fully diluted basis for a consideration of USD 30.00 Crore through primary issuance of equity shares of GEL. The transaction is subject to the satisfactory completion of the various precedent conditions by both parties and is expected to be completed in 3-6 months. Further, investments in certain subsidiaries / jointly controlled entities of GEL are to be transferred from GEL to a subsidiary of the Company subject to obtaining necessary approvals of the lenders and regulatory authorities and the management of the Group is confident of obtaining the requisite approvals.

vi. GPCL approached TNERC to resolve the claims / counterclaims arising out of the PPA and Land Lease Agreement ('LLA') in respect of the dues recoverable from TAGENDCO on account of sale of energy including reimbursement towards interest on working capital, Minimum Alternate Tax

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('MAT'), rebate, start / stop charges and payment of land lease rentals to TAGENDCO. GPCL received a favourable Order from TNERC on April 16, 2010 and in pursuance of the Order, GPCL filed its claim on April 30, 2010 amounting to ₹ 481.68 crore and recognised ₹ 79.55 crore as income in the books of account.

TAGENDCO filed a petition against TNERC Order in APTEL. In terms of an interim Order on November 19, 2010 from APTEL, TAGENDCO deposited ₹ 537.00 crore including interest on delayed payment of the claim amount. APTEL vide its Order dated February 28, 2012, upheld the claim of GPCL and further directed GPCL to verify and pay counterclaims of TAGENDCO in respect of the benefits earned if any, by GPCL with regard to the delayed payment towards fuel supply that are not as per the terms of the FSA. GPCL had appealed to the Hon'ble Supreme Court in Civil Appeals seeking certain interim relief with respect to the benefits pointed out by APTEL on credit period of Fuel Supplies in terms of the FSA. The Hon'ble Supreme Court vide its order dated April 24, 2014, has referred the dispute to TNERC for examining the claim of the contesting parties in so far as the quantum of amount is concerned. GPCL and TAGENDCO have filed their respective petitions before TNERC during August 2014.

GPCL was availing tax holiday under Section 80IA of the IT Act in respect of its income from power generation. Considering that the substantial amount, though under protest, has been received by GPCL, based on an expert opinion, GPCL offered the claims upto March 31, 2014 as income in its tax returns and claimed the deduction as available under Section 80IA of the IT Act.

In accordance with the above, the amount received towards the above mentioned claims after the date of Order is being disclosed as advance from the customer in the books of account. Further, GPCL has been legally advised that pending adjudication of petition, the entire matter is now sub-judice and has not attained the finality.

Hence, in accordance with the Group's accounting policy, pending acceptance of claims by TAGENDCO and pending adjudication of petition before the Hon'ble Supreme Court, the Group has not recognised such balance claim in the books of account.

vii. The Company through its subsidiary has investments of ₹ 164.98 crore in the equity share capital of GPCL. The PPA entered into by GPCL with TAGENDCO for 15 years expired on February 14, 2014 and was extended till February 14, 2015. There has been no further renewal of the PPA post the aforementioned date and as a result GPCL has not generated and sold electricity subsequent to February 14, 2015. The going concern assumption of GPCL is significantly dependent upon its PPA arrangements, achievement of business plans and continued availability of funds. The management of GPCL is in discussion with TAGENDCO and is confident of entering into power supply agreements and raising funds to meet its financial commitments. In view of these aspects and a valuation assessment carried out by a technical expert, the management of the Group believes that the carrying value of its net assets in GPCL as at March 31, 2016 is appropriate.

viii. a) As at March 31, 2016, the Company through its subsidiary has investments of ₹ 3,411.83 crore (including investments in equity share capital, preference share capital, share application money pending allotment, subordinate loans and interest accrued thereon) in GCHEPL and has also provided corporate / bank guarantee towards loan taken by GCHEPL from the project lenders.

GCHEPL has experienced certain delays and incurred cost overruns in the completion of the project including additional claims from EPC contractors. As per the management of GCHEPL, additional claims from EPC contractors are not expected to be material. GCHEPL has obtained provisional Mega Power status certificate from the Ministry of Power, GoI, vide letter dated September 8, 2011 and accordingly has availed an exemption of customs and excise duty against bank guarantees and pledge of deposits. The management of GCHEPL is certain of obtaining Mega Power status, pending which cost of customs and excise has not been considered as cost of the project. During the year ended March 31, 2015, GCHEPL was allotted two coal mines to meet its fuel requirements. GCHEPL has declared commercial operations of Unit I and coal mine on November 1, 2015 and Unit II of its 1,370 MW coal based thermal power plant at Raipur district, Chhattisgarh on March 31, 2016.

GCHEPL does not have PPAs currently and is taking steps to tie up the power supply through power supply agreements on a long/medium term basis with various customers including State Electricity Boards. Though the COD for Unit I was declared from June 1, 2015, GCHEPL commenced generation of power on November 1, 2015 and sold power on a merchant basis. As a result, during the year, GCHEPL has incurred a loss of ₹ 454.50 crore and has accumulated losses of ₹ 494.84 crore as at March 31, 2016.

GCHEPL's future revenues, profitability of operations and servicing of its debts is dependent upon tying up of its entire generation capacity for profitable rates through long term and medium term PPAs in a power scarce market, achievement of higher PLF and refinancing of existing loans with lower interest rates with banks and successful gains from the government announced initiatives of tolling linkage. Considering the improvement in the power market in India, GCHEPL is hopeful of tying up its significant generation through profitable long term PPAs, tolling linkage and also obtaining Mega Power Status along with refinancing of loans and reduction in interest rates on

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borrowings. GCHEPL is in active discussion with the lenders to restructure its loans and towards funding of cost overruns. Due to these reasons and based on business plans and valuation assessment carried out by an external expert, the management of the Group is of the view that the carrying value of the net assets in GCHEPL as at March 31, 2016 is appropriate. In estimating the future cash flows, the management has, in the absence of long term / medium term PPAs, made certain key assumptions relating to the future revenues based on externally available information, restructuring of loans to the lenders, continued financial support by the Company and operating parameters which the management believes reasonably reflect the future expectations of these items. In view of the above, the Group will monitor these assumptions closely on a periodic basis and take action as is considered appropriate.

b) GCHEPL had not capitalised Unit 1 of its power plant from the declared date of commercial operation, which is June 1, 2015. During the year ended March 31, 2015, GCHEPL was allotted two coal mines to meet its fuel requirements. The management is of the view that these coal mines have become integral part of the power plant and Unit 1 of the power plant is linked to one of the coal mines for the purpose of its operations and it will commence production once the coal mine becomes operational. The said mine had started extraction from August 1, 2015, however the coal extracted was not sufficient to consider the coal mine operational to run Unit 1 of its power plant on a continuous basis. Post ramp-up of coal production, GCHEPL has started commercial generation of power from Unit 1 of the power plant from November 01, 2015 and has declared COD of Unit 1 along with one of its mines w.e.f. October 31, 2015. In view of the same, cost of Unit 1 of the power plant and one of its coal mines is considered as project costs and accordingly the Group capitalised indirect expenditure and borrowing costs incurred during the period June 1, 2015 to October 31, 2015 amounting to ₹ 43.36 crore and ₹ 219.01 crore respectively and has also not charged depreciation with effect from June 1, 2015 of ₹ 106.72 crore in these consolidated financial statements for the year ended March 31, 2016.

ix. The Group through its subsidiary has investments of ₹ 65.00 crore (including goodwill of ₹ 61.80 crore) in equity share capital of SJK as at March 31, 2016. SJK is in the early stage of developing a 2*660 MW imported coal based power plant at Village Lalapur, Madhya Pradesh. During the year ended March 31, 2015, based on an internal assessment, the Group has provided for impairment in the value of goodwill in full and has disclosed the same as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2015.

x. The Company through its subsidiary has investments of ₹ 2,530.93 crore (including investments in equity share capital, subordinate loans and interest accrued thereon) in GKEL as at March 31, 2016 and also provided corporate / bank guarantee towards loan taken by GKEL from the project lenders. GKEL is engaged in development and operation of 3*350 MW under Phase I and 1*350 MW under Phase II, coal based power project in Kamalanga village, Orissa and has commenced commercial operation of Phase I of the project. GKEL has a fuel supply agreement for 500 MW with Mahanadi Coal Fields Limited, a subsidiary of Coal India Limited. GKEL has accumulated losses of ₹ 1,613.03 crore which has resulted in substantial erosion of GKEL's net worth due to operational difficulties faced during the early stage of its operations. However, the losses have reduced and are ₹ 269.67 crore for the year ended March 31, 2016 vis-a-vis losses of ₹ 853.78 crore for the year then ended March 31, 2015. Further, pursuant to the RBI's framework for revitalizing distressed assets in the economy (including strategic debt restructuring scheme), the consortium of bankers have amended the rupee term loan agreement on June 29, 2015 and accordingly loan is to be repaid in 66 quarterly structured instalments from October 1, 2017. During the year ended March 31, 2016, GKEL has received favourable orders with regard to its petitions for 'Tariff Determination' in case of PPA with GRIDCO and for 'Tariff Revision' in case of PPAs with Haryana DISCOMs through PTC India Limited from CERC as detailed in notes 37(ii)(a), 37(ii)(b) and 37(ii)(c) respectively. In view of these matters, business plans, valuation assessment carried out by an external expert and continued financial support by the Company, the management of the Group is of the view that the carrying value of the net assets in GKEL as at March 31, 2016 is appropriate.

xi. As at March 31, 2016, the Company along with its subsidiary has investments of ₹ 369.80 crore (including investments in equity share capital and subordinate loan and interest accrued thereon) in GBHPL. GBHPL is in the process of setting up 300 MW hydro based power plant in Alaknanda river, Chamoli District of Uttarakhand. The Hon'ble Supreme Court of India, while hearing a civil appeal in the matters of Alaknanda Hydro Power Company Limited, directed vide its order dated May 7, 2014 that no further construction work shall be undertaken by the 24 projects coming up on the Alaknanda and Bhagirathi basins until further orders. Further, during the year ended March 31, 2016, Ministry of Environment Forest and Climate Chnage (MoEF) has represented to the Supreme Court of India that of the six hydro projects in Uttarakhand, two projects including GBHPL requires certain design modifications as per the policy stipulations. However, based on its internal assessment and a legal opinion, the management of the Group is confident of obtaining the requisite clearances and based on business plan and a valuation assessment carried out by an external expert, the management of the Group is of the view that the carrying value of net assets of ₹ 258.62 crore of GBHPL as at March 31, 2016 is appropriate.

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xii. During the year ended March 31, 2015, GKEL has invoked the bank guarantees of its EPC Contractors (herein after called "party") amounting to ₹ 579.26 crore (March 31, 2015: ₹ 579.26 crore) on November 12, 2014 for liquidated damages, non-payment of debit notes issued by GKEL and outstanding liabilities to sub-contractors of EPC contractor. The matter is presently sub-judice with the Hon'ble District Court, Dhenkenal, and the Hon'ble High Court of Odisha, Cuttack. The said amount and accruals if any, have been disclosed under the current liabilities pending settlement of the litigation.

xiii. During the year ended March 31, 2016, based on an internal assessment of its investments in certain power entities, the Group has made an impairment provision of ₹ 64.14 crore towards the carrying value of the net assets in such entities, considering that there have not been any significant development / construction activities in such projects. Such provision for impairment has been disclosed as an 'exceptional item' in the consolidated financial statements of the Group for the year ended March 31, 2016.

43. MATTERS RELATED TO CERTAIN EPC SECTOR ENTITIES

i. GADLIL is re-registered in the Republic of Maldives for upgrading of existing terminal and construction of new terminal at MIA. As per the work construction contract dated October 25, 2010 entered into with GMIAL, the expected substantial completion date of the construction was July 01, 2014, and GADLIL's registration in the Republic of Maldives is valid till December 31, 2016. Pursuant to the takeover of MIA by MACL, GMIAL has terminated the work construction contract with GADLIL on December 10, 2012. These conditions indicate the existence of a material uncertainty about the going concern of GADLIL which is fully dependent on the outcome of the arbitration process between GMIAL and GoM and MACL. However, based on internal assessment and business plans the financial statements of GADLIL as at and for the year ended March 31, 2016 have been prepared and accordingly consolidated on a going concern basis.

44. MATTERS RELATED TO CERTAIN OTHER SECTOR ENTITIES

i. The Company has given an interest free loan of ₹ 115.00 crore (March 31, 2015: ₹ 115.00 crore) to Welfare Trust of GWT during the year ended March 31, 2011 for the purpose of an employee benefit scheme. Based on the confirmation received from GWT, the trust has utilised the proceeds of the loan received from the Company in the following:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Equity shares of GIL	101.55	101.55
Equity shares of GAL	11.28	11.28
Others	2.17	2.17
Total	**115.00**	**115.00**

SEBI had issued Circular CIR/CFD/DIL/3-2013 dated January 17, 2013 prohibiting listed companies from framing any employee benefit scheme involving acquisition of its own securities from the secondary market. SEBI had issued Circular CIR/CFD/POLICYCELL/14/2013 dated November 29, 2013 extending the date of compliance to June 30, 2014. The management of the Company submitted the details of the GWT to the stock exchanges. SEBI has issued a Notification dated October 28, 2014 notifying "The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014" ("SEBI Regulations") whereby the Companies having existing schemes to which these regulations apply are required to comply with these regulations within one year of the effective date of the regulations and the trusts holding shares, for the purposes of implementing general employee benefit schemes, which exceed ten percent of the total value of the assets of the trusts, shall have a period of five years to bring down trusts' holding in such shares to the permissible limits. Recently, SEBI published Frequently Asked Question ("FAQ") on SEBI Regulations and clarified that appropriation of shares towards ESPS/ESOP/SAR/General Employee Benefits Scheme/ Retirement Benefit Schemes by October 27, 2015 would be considered as compliance with proviso to regulation 3(12) of the SEBI Regulations. The Company may appropriate towards individual employees or sell in the market during next four years so that no unappropriated inventory remains thereafter. The shareholders have approved the revised terms and conditions of the scheme by passing a special resolution in the annual general meeting of the Company held on September 23, 2015 and the Company will ensure compliance with other applicable provisions of the new regulations within the permissible time period. Further, as per the trust deed, GWT is constituted for undertaking only employee benefit schemes and hence the Group has not consolidated the financial statements of GWT in these consolidated financial statements of the Group.

ii. During the year ended March 31, 2016, GHRL has incurred net loss of ₹ 16.63 crore during the year ended March 31, 2016 (March 31, 2015: ₹ 20.65 crore) and has accumulated losses of ₹ 145.82 crore as at March 31, 2016 (March 31, 2015: ₹ 129.19 crore), which has resulted in complete erosion of GHRL's net worth and its current liabilities exceeded its current assets as at March 31, 2016. The management of the Group expects that there will be significant increase in the operations of GHRL that will lead to improved cash flows and long term sustainability. The Group has undertaken to provide such financial support as necessary, to enable GHRL to meet the operational requirements as they arise and to meet its liabilities as and

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

when they fall due. Accordingly, these consolidated financial statements of the Group do not include any adjustments relating to the recoverability of carrying amount of net assets if GHRL were unable to continue as a going concern

iii. As at March 31, 2016, GICL has fixed deposits of ₹ 457.71 crore (March 31, 2015: ₹ 609.16 crore) with Eurobank, Cyprus. The Republic of Cyprus is presently facing economic difficulties. The management is of the view that inspite of such economic difficulties the amount held as fixed deposit with Eurobank is good for recovery though withdrawal of the amount from the Republic of Cyprus would be subject to restriction as may be imposed by the Central Bank of Cyprus. Accordingly, the amount of deposit has been considered as restrictive deposits and disclosed under 'Other non-current assets' in these consolidated financial statements of the Group.

iv. a) KSPL is acquiring land for implementing a Multi-Product Special Economic Zone within the meaning of Special Economic Zone Act, 2005. KSPL has obtained an initial notification from the Ministry of Commerce, GoI vide notification no. 635(E) dated April 23, 2007 to the extent of 1,035.67 hectares, the formal approval for which was initially granted for three years from June 2006. The said formal approval has been extended till August 2016. KSPL, has obtained further notification from GoI vide notification no. 342(E) dated February 6, 2013 to the extent of 1,013.64 hectares and the formal approval was initially granted for 3 years from February 2012, which on application by KSPL has been extended further by one year upto February 2016. KSPL proposal for merger of both SEZ notification has been approved by Ministry of Commerce in December, 2015. The extension for the formal approvals for the merged SEZ is subsumed in the notification approving clubbing of both the SEZ's and commencement of SEZ's operations. A residual extent of about 79 hectares is under consideration of KSPL for SEZ utlization subject to statutory approvals post receipt of this scattered and fragmented extents of land. KSPL upon completion of acquisition of the desired land plans to apply for an appropriate notification, pending which the entire land that has been acquired till date by KSPL is treated as land acquired for the purpose of implementation of Special Economic Zone awaiting notification. The management is confident of obtaining further extensions of the aforesaid consents, if necessary and also getting the balance area notified for SEZ development as per the required regulations.

b) KSPL has acquired land for development of Special Economic Zone and initiated various rehabilitation and resettlement initiatives thereafter for relocating the inhabitants residing on the land acquired. The amount of expenditure incurred by KSPL towards rehabilitation and resettlement initiatives amounting to ₹ 66.84 crore (March 31, 2015: ₹ 65.88 crore) has been treated as part of the land acquisition cost and is classified under capital work-in-progress. Considering that negotiations with the beneficiaries towards obtaining possession of land necessitating the rehabilitation is in progress, no further provision has been made towards the potential cost that is likely to be incurred.

c) Land acquisition for SEZ project comprises direct purchases, land acquired from Andhra Pradesh Industrial Infrastructure Corporation Limited, and Land awarded by GoAP through notification. Cost of the land acquired through awards by GoAP includes, payment towards structures, standing crops, solatium and interest from the date of notification till the date of award. All the above costs are treated as part of land acquisition cost.

45. DERIVATIVE INSTRUMENTS

a. IRS outstanding as at the balance sheet date:

i. In case of DIAL, as per the conditions precedent to disbursement of External Commercial Borrowing ('ECB') loan, DIAL has entered into an IRS agreement from floating rate of interest to fixed rate of interest against its foreign currency loan of USD 8.65 crore (March 31, 2015: USD 9.02 crore).

<table>
<tr><th>Particulars of Derivatives</th><th colspan="4">Purpose</th></tr>
<tr><td rowspan="4">IRS outstanding as at balance sheet date: USD 8.65 crore (March 2015: USD 9.02 crore)</td><td colspan="4">Hedge of variable interest outflow on ECB. Swap to pay fixed rate of interest as mentioned below tranche wise and receive a variable rate equal to 6 months' LIBOR:</td></tr>
<tr><th>March 31, 2016</th><th>March 31, 2015</th><th>March 31, 2016</th><th>March 31, 2015</th></tr>
<tr><td>ECB amount (USD in crore)</td><td>ECB amount (USD in crore)</td><td>Interest Rate</td><td>Interest Rate</td></tr>
<tr><td>8.65</td><td>9.02</td><td>1.94%</td><td>1.94%</td></tr>
</table>

However, the IRS of USD 8.65 crore (March 31, 2015: USD 9.02 crore) (1.94% p.a. on notional amount payable semi-annually and receive USD 6 months LIBOR, semi-annually) are effective from June 30, 2015.

Since the critical terms of the IRS and the principal terms of the loan are same, based on the internal assessment carried out by the management of the Group, the net impact of the mark to market valuation of the IRS, net of gain / loss on the underlying loan is not

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

expected to be material and accordingly no adjustment has been made in these consolidated financial statements of the Group.

ii. GAPL has entered into an IRS contract from floating rate of interest to fixed rate of interest against its foreign currency loan amounting to USD 0.59 crore (March 31, 2015: USD 0.88 crore) covering the period from October 12, 2010 to October 06, 2017. The outstanding balance of foreign currency loan as at March 31, 2016 is ₹ 39.38 crore (March 31, 2015: ₹ 55.67 crore). Based on the internal assessment carried out by the management of the Group, the net impact of the mark to market valuation of the IRS, net of gain/ loss on the underlying loan is not expected to be material and accordingly no adjustment has been made in these consolidated financial statements of the Group.

iii. In case of GHIAL, as per the conditions precedent to disbursement of foreign currency loan of USD 12.50 crore (March 31, 2015: USD 12.50 crore), GHIAL has entered into swap agreement from floating rate of interest to fixed rate of interest covering the period of the foreign currency loan from September 10, 2007 to April 01, 2024. The outstanding balance of foreign currency loan as at March 31, 2016 is ₹ 548.18 crore (March 31, 2015: ₹ 574.16 crore). Since the critical terms of the IRS and the principal terms of the loan are same, based on the internal assessment carried out by the management of the Group, the net impact of the mark to market valuation of the IRS, net of gain / loss on the underlying loan is not expected to be material and accordingly no adjustment has been made in these consolidated financial statements of the Group.

iv. During the year ended March 31, 2013, ATSCL has entered into an IRS contract from floating rate of interest to fixed rate of interest against its foreign currency loan amounting to USD 1.66 crore covering the period from December 7, 2012 to December 7, 2017. The outstanding balance of foreign currency loan as at March 31, 2016 is ₹ 110.77 crore (March 31, 2015: ₹ 104.62 crore). Since the critical terms of the IRS and the principal terms of the loan are same, based on the internal assessment carried out by the management of the Group, the net impact of the mark to market valuation of the IRS, net of gain / loss on the underlying loan is not expected to be material and accordingly no adjustment has been made in these consolidated financial statements of the Group.

v. During the year ended March 31, 2014, MTSCL has entered into an IRS contract from floating rate of interest to fixed rate of interest against its foreign currency loan amounting to USD 1.66 crore covering the period from May 8, 2013 to May 8, 2018. The outstanding balance of foreign currency loan as at March 31, 2016 is ₹ 111.00 crore (March 31, 2015: ₹ 104.84 crore). Since the critical terms of the IRS and the principal terms of the loan are same, based on the internal assessment carried out by the management of the Group, the net impact of the mark to market valuation of the IRS, net of gain/ loss on the underlying loan is not expected to be material and accordingly no adjustment has been made in these consolidated financial statements of the Group.

vi. During the year ended March 31, 2014, GKEL has entered into an IRS from floating rate of interest to fixed rate of interest and a cross currency swap contract against its foreign currency loan amounting to USD 5.43 crore (March 31, 2015: USD 5.48 crore) covering the period from October 1, 2014 to December 1, 2017. The outstanding balance of foreign currency loan as at March 31, 2016 is ₹ 362.69 crore (March 31, 2015: ₹ 346.07 crore). Based on the internal assessment carried out by the management of the Group, the net impact of the mark to market valuation of the IRS, net of gain/ loss on the underlying loan is not expected to be material and accordingly no adjustment has been made in these consolidated financial statements of the Group.

vii. GMIAL had entered into IRS agreement for swapping floating rate of interest to fixed rate of interest against the loan of USD 14.50 crore covering the period December 31, 2011 to December 31, 2015. GMIAL has not entered into any IRS agreement subsequent to the period ended December 31, 2015.

Since the critical terms of the IRS and the underlying foreign currency loan were the same, based on the internal assessment carried out by the management of the Group, the impact of the mark to market valuation of the IRS, net of gain / loss on the underlying loan, was considered to be immaterial and accordingly no adjustment had been made in these consolidated financial statements of the Group.

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

b. Un-hedged foreign currency exposure for monetary items is as follows:

(Foreign currencies and Indian ₹ in crore)

Currency	Cash and balances with banks	Fixed Assets, non-current investments and current Investments	Trade receivables, inventories, long-term and short-term advances and other non-current and current assets	Trade payables, other long term and current liabilities and long term and short term provisions	Long term borrowings, short-term borrowings and current maturities of long term borrowings
Canadian Dollar	-	-	-	-	-
	(0.01)	(0.01)	(0.01)	(0.02)	-
Swiss Franc	0.00	-	0.00	0.00	-
	(0.00)	-	(0.01)	(0.03)	-
Chinese Yuan	0.00	-	-	-	-
	(0.00)	-	-	-	-
Euro	0.01	0.00	0.05	0.16	-
	(0.03)	(0.00)	(0.06)	(0.12)	-
Great British Pound	0.05	0.00	0.05	0.06	-
	(0.03)	(0.12)	(0.10)	(0.13)	-
Indonesian Rupiah	6,995.17	57,856.87	20,634.21	12,050.17	-
	(18,463.83)	(36,830.14)	(16,965.18)	(9,434.48)	-
Nepalese Rupee	3.14	213.23	1.03	3.46	65.00
	(3.40)	(168.36)	(0.33)	(1.12)	(10.00)
Singapore Dollar	0.01	-	0.15	0.04	-
	(0.02)	-	(0.09)	(0.02)	-
Turkish Lira	0.01	-	-	-	-
	(0.05)	-	-	-	-
Philippines Pesos	69.42	644.76	112.18	43.48	544.73
	(5.93)	(599.65)	(79.17)	(23.03)	(451.73)
United States Dollar	22.95	55.50	26.41	29.07	174.85
	(28.21)	(64.01)	(23.05)	(29.44)	(156.27)
Australian Dollar	-	-	-	-	-
	-	-	-	(0.02)	-
Maldive Rufiyaa	0.37	-	-	-	-
	(0.69)	-	-	-	-
Amount in ₹	1,673.77	5,030.25	2,037.97	2,083.65	12,486.64
	(1,894.38)	(5,191.84)	(1,671.82)	(1,962.07)	(10,501.52)

Note: Previous year figures are mentioned in brackets.

Forward contract outstanding as at balance sheet date:

Particulars	Entity	Currency	Amount in foreign currency in crore	
			March 31, 2016	March 31, 2015
Forward cover for hedging of loan availed	MTSCL	USD	1.66	1.66
	ATSCL	USD	1.66	1.66
	GCHEPL	USD	0.72	0.72
Forward cover for hedging of interest on FCCB	GIL	USD	2.25	-

46. EMPLOYEE BENEFITS

a) Defined contribution plan

Contributions to provident and other funds included in capital work-in-progress (note 31(a)), intangible assets under development (note 31(b)) and employee benefits expenses (note 25) are as under:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Contribution to provident fund	22.86	20.20
Contribution to superannuation fund	12.86	12.06
	35.72	**32.26**

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

b) Defined benefit plan

Provident Fund

Contribution to provident fund by DIAL included in capital work in progress (note 31(a)) and employee benefits expenses (note 25) are as under:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Contribution to provident fund	5.51	5.66
	5.51	**5.66**

The Guidance on Implementing of Accounting Standard 15, Employee Benefits (revised 2005) issued by Accounting Standard Board (ASB) of the Institute of Chartered Accountants of India, states that benefits involving employer established provident funds, which require interest shortfalls to be re-compensated, are to be considered as defined benefit plans.

The details of the fund and plan asset position are as follows:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Plan assets at the year end, at fair value	82.23	76.41
Present value of benefit obligation at the year end	82.23	76.41
Net (liability) / asset recognized in the balance sheet	-	-

Assumptions used in determining the present value obligation of the interest rate guarantee under the Deterministic Approach:

Particulars	March 31, 2016	March 31, 2015
Discount Rate	7.80%	7.80%
Fund Rate	9.30%	9.30%
EPFO Rate	8.60%	8.60%
Withdrawal Rate	5.00%	5.00%
Mortality	Indian Assured Lives Mortality (2006-08) (modified) Ult *	Indian Assured Lives Mortality (2006-08) (modified) Ult *

* As published by Insurance Regulatory and Development Authority ('IRDA') and adopted as Standard Mortality Table as recommended by the Institute of Actuaries of India effective April 1, 2013

Gratuity Plan

The Group has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance Company in the form of a qualifying insurance policy.

The following tables summaries the components of net benefit expenses recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for gratuity benefit.

Statement of profit and loss

Net employee benefit expenses

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Current service cost	8.21	6.02
Interest cost on defined benefit obligation	3.29	2.74
Expected return on plan assets	(3.35)	(2.89)
Net actuarial (gain) / loss recognised	1.78	4.72
Net benefit expenses	9.93	10.59

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Actual return on plan assets	3.00	1.84

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

Balance sheet

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Present value of defined benefit obligation	50.50	40.12
Fair value of plan assets	37.99	32.68
Plan asset / (liability)	(12.51)	(7.44)

Changes in the present value of the defined benefit obligation

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Opening defined benefit obligation	40.12	30.45
New acquisitions	4.94	0.42
Interest cost	3.29	2.74
Current service cost	8.21	6.02
Benefits paid	(6.59)	(2.69)
Adjustment on transfer from related parties	(0.90)	(0.49)
Actuarial (gains) / losses on obligation	1.43	3.67
Closing defined benefit obligation	50.50	40.12

Changes in the fair value of plan assets

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Opening fair value of plan assets	32.68	27.12
New acquisitions	0.09	0.72
Expected return on plan assets	3.35	2.89
Contributions by employer	9.02	5.69
Benefits paid	(6.59)	(2.69)
Actuarial gains / (losses) on plan assets	(0.35)	(1.05)
Adjustment on transfer from related parties	(0.21)	-
Closing fair value of plan assets	37.99	32.68

The Group expects to contribute ₹ 9.03 crore (March 31, 2015: ₹ 4.73 crore) towards gratuity fund in next year.

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

Particulars	March 31, 2016	March 31, 2015
Investments with insurer managed funds	100%	100%

The principal assumptions used in determining gratuity obligation:

Particulars	March 31, 2016	March 31, 2015
Discount rate	7.80%	7.80%
Expected rate of return on assets	9.40%	9.40%
Expected rate of salary increase	6.00%	6.00%
Employee turnover	5.00%	5.00%
Mortality Rate	Refer note (iii) below	Refer note (iii) below

Notes :

i. The long term estimate of the expected rate of return on fund assets has been arrived at based on the prevailing yields on these assets. Assumed rate of return on assets is expected to vary from year to year reflecting the returns on matching government bonds.

ii. The estimates of future increase in compensation levels, considered in the actuarial valuation, have been taken on account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

iii. As per Indian Assured Lives Mortality (2006-08) (modified) Ult. (March 31, 2015: As per Indian Assured Lives Mortality (2006-08) (modified) Ult)

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

Amounts for the current and previous four years are as follows:

Particulars	Gratuity				
	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Present value of defined benefit obligation	50.50	40.12	30.45	28.30	21.08
Fair value of plan assets	37.99	32.68	27.12	27.01	16.36
Surplus / (deficit)	(12.51)	(7.44)	(3.33)	(1.29)	(4.72)
Experience adjustments on plan liabilities	1.43	3.67	(3.78)	1.01	2.64
Experience adjustments on plan assets	(0.35)	(1.05)	(0.41)	0.09	0.38

Other defined post-employment benefits:

Certain entities in the Group located outside India have defined unfunded post-employment benefits for its employees.

The following tables summaries the components of net benefit expenses recognised in the statement of profit and loss and amounts recognised in the balance sheet for these defined post-employment benefits.

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Current service cost	1.52	1.80
Interest cost on benefit obligation	0.27	0.50
Net actuarial (gains) / losses recognised	(0.96)	(1.77)
Net benefit expenses	0.83	0.53

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Opening defined benefit obligation	8.39	8.28
Interest cost	0.27	0.50
Current service cost	1.52	1.80
Benefits paid	(2.22)	(0.42)
Actuarial (gains) / losses on obligation	(0.96)	(1.77)
Closing defined benefit obligation	7.00	8.39

47. LEASES

a. Finance lease

The Group has entered into finance lease arrangements (as lessee) in respect of certain assets for periods of 3 to 5 years. The lease has a primary period, which is non-cancellable. The agreements provide for revision of lease rentals in the event of changes in taxes, if any, leviable on the lease rentals. There are no exceptional/ restrictive covenants in the lease agreements.

Particulars	Minimum lease payments	Present value of minimum lease payments	Minimum lease payments	Present value of minimum lease payments
	As at March 31, 2016		As at March 31, 2015	
(i) Payable not later than 1 year	0.76	0.68	0.34	0.31
(ii) Payable later than 1 year and not later than 5 years	0.04	0.03	0.41	0.32
(iii) Payable later than 5 years	-	-	-	-
Total – (i)+(ii)+(iii) = (iv)	0.80	0.71	0.75	0.63
Less: Future finance charges (v)	0.09	-	0.12	-
Present value of minimum lease payments [(iv) – (v)]	0.71	-	0.63	-

Lease payment made during the year ₹ 0.02 crore (March 31, 2015: ₹ 0.24 crore)

b. Operating leases

The Group has entered into certain cancellable operating lease agreements mainly for office premises and hiring equipments and certain non-cancellable operating lease agreements towards office premises and hiring office equipments. The lease rentals received during the year (included in note 21) and charged during the year (included in note 31(a), note 31(b) and note 26) and the maximum obligation on the long term non-cancellable operating lease payable as per the agreements are as follows:

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

Particulars	Year ended March 31, 2016 ₹ in Crore	Year ended March 31, 2015 ₹ in Crore
Payment:		
Lease rentals under cancelable and non-cancellable leases	72.22	86.88
Receipt:		
Lease rentals under cancelable leases	8.77	8.51
Obligations on non-cancelable leases:		
Not later than one year	21.09	21.30
Later than one year and not later than five years	70.33	67.15
Later than five years	59.80	65.41

48. DEFERRED TAX

Deferred tax (liability) / asset comprises mainly of the following:

(₹ in crore)

	Particulars	March 31, 2016		March 31, 2015	
		Deferred tax asset	Deferred tax liability	Deferred tax asset	Deferred tax liability
	Deferred tax liability:				
1	Depreciation	-	3,132.30	-	2,360.32
2	Carry forward losses / unabsorbed depreciation	2,960.72	-	2,166.14	-
3	Intangibles (Airport concession rights)	73.84	-	77.73	-
4	Others	16.74	-	43.09	-
	Sub – total (A)	**3,051.30**	**3,132.30**	**2,286.96**	**2,360.32**
	Deferred tax liability (net)		81.00		73.36
	Deferred tax asset:				
1	Depreciation	-	161.90	-	0.05
2	Carry forward losses / unabsorbed depreciation	196.09	-	12.54	-
3	Others	36.74	-	6.55	-
	Sub – total (B)	**232.83**	**161.90**	**19.09**	**0.05**
	Deferred tax asset (net)	70.93		19.04	
	Total (A+B)	**3,284.14**	**3,294.20**	**2,306.05**	**2,360.37**
	Deferred tax asset / (Deferred tax liability) (net)	(10.06)		(54.32)	
	Charge for the year		(44.26)		25.62
	Foreign currency translation reserve		(1.05)		0.02
	Deferred tax adjusted with the deficit in the statement of profit and loss		-		7.35
	Deferred tax asset/(liability) on account of acquisition during the year		-		-
	Charge/(credit) during the year		(45.31)		32.99

i. In case of certain entities, as the timing differences are originating and reversing within the tax holiday period under the provisions of section 80-IA of the IT Act, deferred tax has not been recognised by these companies.

ii. In case of certain entities, deferred tax asset has not been recognized on unabsorbed losses on the grounds of prudence in view of the management's assessment of future profitability. In such entities, deferred tax asset has been recognized only to the extent of deferred tax liability.

iii. In case of certain entities, the Group has recognized deferred tax asset on unabsorbed depreciation and carried forward losses as at March 31, 2016 and March 31, 2015, only to the extent of deferred tax liability as at March 31, 2016 as a matter of prudence.

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

49. PROVISIONS

(₹ in crore)

Particulars	As at April 1, 2015	Provision made during the year	Amount written back during the year (inclusive of exchange differences)	Amount used during the year	Deletion on disposal of subsidiaries	As at March 31, 2016
Provision for operations and maintenance (net of advances)	56.39	59.55	-	4.07	-	111.87
	(62.96)	(29.67)	-	(30.07)	(6.17)	(56.39)
Provision for voluntary retirement compensation	70.76	-	-	18.25	-	52.51
	(89.48)	-	-	(18.72)	-	(70.76)

Notes:

i. Previous year figures are mentioned in brackets.

ii. DIAL provided ₹ 288.82 crore (March 31, 2015: ₹ 288.82 crore) towards reimbursement of voluntary retirement compensation payable to AAI on expiry of the initial operational support period as per the terms and conditions of OMDA.

iii. The balance of provision of operations and maintenance as at March 31, 2016 includes ₹ 2.16 crore (March 31, 2015: ₹ 2.04 crore) for which commercial invoices have been received by GVPGL from the service provider.

50. INFORMATION ON JOINTLY CONTROLLED ENTITIES AS PER AS - 27

Name of the jointly controlled entities	Country of incorporation	Percentage of effective ownership (directly or indirectly) as on	
		March 31, 2016	March 31, 2015
CJV	Turkey	50.00%	50.00%
RCMEPL	India	16.10%	16.10%
TFS*	India	24.87%	20.98%
DAFF*	India	16.17%	13.64%
TIM*	India	31.03%	26.18%
WAISL*	India	16.17%	13.64%
CDCTM*	India	16.17%	13.64%
DASPL*	India	31.09%	26.23%
Laqshya	India	29.99%	29.99%
APFT	India	24.51%	24.51%
GMCAC	Philippines	40.00%	40.00%
MGCJV***	Philippines	50.00%	-
PTGEMS	Indonesia	27.89%	27.89%
RCI	Indonesia	27.62%	27.62%
BIB	Indonesia	27.36%	27.36%
KIM	Indonesia	27.89%	27.89%
KCP	Indonesia	27.89%	27.89%
BBU	Indonesia	27.89%	27.89%
BHBA	Indonesia	27.89%	27.89%
BNP	Indonesia	27.89%	27.89%
TBBU	Indonesia	27.89%	27.89%
TKS	Indonesia	19.52%	19.52%
BAS **	Indonesia	27.89%	22.31%
GEMSCR	Indonesia	27.89%	27.89%
PTGEI^^	Indonesia	27.89%	-
SJECL^^	China	27.89%	-

* Consequent to additional investment in DIAL, there has been an increase in the percentage of effective ownership in these jointly controlled entities

** Increase of stake in BAS during the current year

*** Jointly controlled entity incorporated during the year

^^ Subsidiaries of PTGEMS incorporated during the year.

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

The Group's aggregate share of each of the assets, liabilities, income and expenses, etc. (after elimination of the effect of transactions between the Group and the jointly controlled entities) related to its interests in the joint ventures, as included in these consolidated financial statements of the Group are as follows:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Non-current assets		
Tangible and intangible assets (including goodwill)	3,861.90	3,860.11
Capital work-in-progress and intangible assets under development	156.49	26.00
Non-current investments	0.03	0.04
Deferred tax asset (net)	19.92	9.45
Long-term loans and advances	181.01	122.48
Other non-current assets	42.21	55.26
Current assets		
Current investments	4.26	-
Inventories	36.79	21.12
Trade receivables	199.83	133.18
Cash and bank balances	231.15	150.17
Short-term loans and advances	173.39	57.11
Other current assets	33.10	25.30
Non-current liabilities		
Long-term borrowings	991.36	142.16
Trade payables	3.99	2.24
Deferred tax liabilities (net)	23.16	11.62
Other long-term liabilities	10.56	2.68
Long-term provisions	5.15	4.33
Current liabilities		
Short-term borrowings	14.08	654.68
Trade payables	154.64	149.22
Other current liabilities	112.23	76.68
Short-term provisions	10.42	5.68
Income		
Sales and operating income	881.90	965.94
Other income	12.73	23.90
Expenses		
Sub-contracting expenses	390.94	359.85
Cost of materials consumed	5.01	8.16
Purchase of traded goods	87.14	232.17
(Increase) / decrease in stock-in-trade	(13.61)	3.99
Employee benefits expenses	51.48	58.10
Other expenses	160.23	152.73
Finance cost	31.72	47.95
Depreciation and amortisation expenses	129.61	121.91
Tax expenses	27.80	19.57
Profit / (Loss) after tax	**24.31**	**(14.59)**
Other matters		
Capital commitments	630.72	0.59

Contingent liabilities:

i. Group's share of contingent liabilities of the jointly controlled entities ₹ 17.04 crore (March 31, 2015: ₹ 17.37 crore).

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

51. SEGMENT REPORTING

a) The segment reporting of the Group has been prepared in accordance with AS 17 on Segment Reporting, notified under section 133 of the Companies Act, 2013.

b) For the purpose of reporting, business segments are primary segments and the geographical segments are secondary segments.

c) The business segments of the Group comprise of the following:

Segment	Description of activity
Airports	Development and operation of airports
Power	Generation of power and provision of related services and exploration and mining activities
Roads	Development and operation of roadways
EPC	Handling of engineering, procurement and construction solution in the infrastructure sector
Others	Urban Infrastructure and other residual activities

d) Geographical segments are categorised as 'India' and 'Outside India' and are based on the domicile of the customers.

e) Various business segments comprise of the following companies:

Power Segment	
GEL	BAS
GPCL	PTGEI
GVPGL	GMAEL
GBHPL	GBEPL
GMEL	GRSPPL
GKEL	GHOEL
HHPPL	GGSPPL
GEML	KTCPL
GLEL	MTCPL
GUKPL	GINELL
GETL	GINPCL
GCSPL	GREEL
GCEPL	ATSCL
GBHHPL	MTSCL
GLHPPL	GEPML
GKEPL	GISPL
RCMEPL	EDWPCPL
GCHEPL	GPIL
GECL	GCRPL
PTDSU	RCI
PTDSI	BIB
PTBSL	KIM
GREL	KCP
SJK	BBU
PT	BHBA
GWEL	BNP
GENBV	TBBU
HEGL	TKS
SJECL	GEMSCR
PTGEMS	GCHEPL

Roads Segment	
GMRHL	UEPL
GTTEPL	GHVEPL
GTAEPL	GCORRPL
GACEPL	GOSEHHHPL
JEPL	GKUAEL
GPEPL	GHPPL

EPC Segment	
GADL	GADLML
GADLIL	CJV
GIL - EPC Segment	MGCJV

Airport Segment	
GHIAL	DCSCPL
GFIAL	DDFS
HMACPL	DAFF
HASSL	CDCTM
GHARML	DAPSL
HAPL	TIM
GHASL	GAL
GHMSL	GMRAML
GAEL	GMIAL
HDFRL	GMRPL
GATL	Laqshya
GAHSCL	GAGL
APFT	GHAPDL
DIAL	GALM
DASPL	DFSPL
DAPL	
TFS	
GMCAC	

Others Segment	
WAISL	PRPPL
GHRL	SRPPL
GAPL	GSPHPL
GKSEZ	GCAPL
APPL	DSPL
AKPPL	KSPL
AMPPL	GIML
BPPL	GICL
BOPPL	GIOSL
CPPL	GIUL
GPL	LPPL
LPPPL	GIOL
PPPL	HFEPL
HPPL	RPPL
IPPL	GBPSPL
KPPL	AREPL
LAPPL	GHICL
NPPL	GHEMCPL
PAPPL	NREPL
PUPPL	GIL - Others Segment
SPPL	SUPPL
EGPDCPL	RSSL
GUPL	Indo Tausch
GEGL	EPPL
GIGL	

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

f. **The details of segment information is given below**

Business segment

(₹ in crore)

Particulars	Power		Roads		Airports		EPC		Others		Discontinuing operations		Inter Segment and Inter Operations		Unallocated		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Revenue																		
Revenue from operations	5,110.08	4,394.05	686.71	660.56	6,542.89	5,421.44	179.13	86.66	197.48	168.22	531.89	204.32	-	-	-	-	13,248.18	10,935.25
Other operating revenue	-	3.91	-	-	-	-	-	-	109.48	148.52	-	-	-	-	-	-	109.48	152.43
Inter segment revenue	-	-	-	-	13.23	5.83	35.65	78.23	488.86	390.33	-	-	(537.74)	(474.39)	-	-	-	-
Total revenue (a)	**5,110.08**	**4,397.96**	**686.71**	**660.56**	**6,556.12**	**5,427.27**	**214.78**	**164.89**	**795.82**	**707.07**	**531.89**	**204.32**	**(537.74)**	**(474.39)**	**-**	**-**	**13,357.66**	**11,087.68**
Other income (excluding interest income) (b)	30.46	65.27	3.90	3.18	138.46	46.96	16.60	9.72	17.37	7.62	50.71	26.80	(15.74)	(0.18)	-	-	241.76	159.37
Expenditure																		
Revenue share paid/ payable to concessionaire grantors	-	-	82.36	79.34	2,329.93	1,985.52	-	-	-	-	-	-	-	-	-	-	2,412.29	2,064.86
Consumption of fuel	2,243.11	2,083.08	-	-	-	-	-	-	4.10	8.02	278.75	-	-	(0.04)	-	-	2,525.96	2,091.06
Cost of materials consumed	-	-	-	-	5.01	4.29	27.62	33.30	5.97	5.35	-	3.87	(0.04)	-	-	-	38.56	46.81
Purchase of traded goods and (increase) / decrease in stock in trade	429.71	688.63	-	-	377.46	335.55	-	-	0.04	-	-	-	-	-	-	-	807.21	1,024.18
Sub -contracting expenses	404.67	361.14	123.03	184.36	1.36	0.73	122.21	90.85	0.01	-	6.44	6.67	(29.33)	(78.24)	-	-	628.39	565.51
Employee benefits expenses	155.84	166.32	24.64	31.23	319.57	301.37	32.61	17.59	121.09	80.70	12.20	21.56	(1.15)	0.88	-	-	664.80	619.65
Other expenses	807.42	900.95	54.32	52.02	1,107.59	1,080.77	36.53	19.20	129.28	100.29	53.68	70.21	(153.01)	(102.47)	-	-	2,035.81	2,120.97
Utilisation fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation/amortisation	947.32	675.44	190.53	183.28	928.91	856.49	13.58	16.85	48.45	39.88	137.42	40.67	(0.05)	(0.07)	-	-	2,266.16	1,812.53
Total expenditure (c)	**4,988.07**	**4,875.55**	**474.88**	**530.23**	**5,069.83**	**4,564.72**	**232.55**	**177.79**	**308.94**	**234.24**	**488.49**	**142.98**	**(183.58)**	**(179.94)**	**-**	**-**	**11,379.18**	**10,345.57**
Segment results (a)+(b)-(c)	**152.47**	**(412.32)**	**215.73**	**133.51**	**1,624.75**	**909.51**	**(1.17)**	**(3.18)**	**504.25**	**480.45**	**94.11**	**88.14**	**(369.90)**	**(294.63)**	**-**	**-**	**2,220.24**	**901.48**
Unallocated income/(expense)																		
Finance cost	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,057.69)	(3,571.86)	(4,057.69)	(3,571.86)
Interest income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	212.51	168.09	212.51	168.09
Interest expenses(net)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(3,845.18)**	**(3,403.77)**	**(3,845.18)**	**(3,403.77)**
Exceptional items																		
Provision for dimunition in value of investments in an associate [refer note 41(iv)]	-	-	-	-	-	-	-	-	-	-	(39.22)	-	-	-	-	-	(39.22)	-
Loss on impairment of assets in subsidiaries [refer note 42(i)(a), note 42(xiii), note 40(iii), note 42(iv) and 42(ix)]	(164.30)	(79.80)	-	-	-	(35.94)	-	-	-	-	-	-	-	-	-	-	(164.30)	(115.74)
Reimbursement of expenses pertaining to earlier years received by a subsidiary [refer note 37 (iv)]	51.42	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	51.42	-
Profit on sale of subsidiaries / jointly controlled entities [refer note 30(a) and note 30(f)]	-	-	-	-	-	-	-	-	-	-	2.31	34.44	-	-	-	-	2.31	34.44
Breakage cost of interest rate swap [refer note 40 (x)]	-	-	-	-	-	(91.83)	-	-	-	-	-	-	-	-	-	-	-	(91.83)
Loss on account of provision towards claims recoverable (including prior period expenditure of ₹ 124.43 crore) [refer note 41(iii)]	-	-	-	(130.99)	-	-	-	-	-	-	-	-	-	-	-	-	-	(130.99)
Segment result/profit/(loss) before tax expenses and minority interest	**39.59**	**(492.12)**	**215.73**	**2.52**	**1,624.75**	**781.74**	**(1.17)**	**(3.18)**	**504.25**	**480.45**	**57.20**	**122.58**	**(369.90)**	**(294.63)**	**(3,845.18)**	**(3,403.77)**	**(1,774.73)**	**(2,806.41)**
Tax expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	224.21	152.81	224.21	152.81
Segment result/profit/(loss) before minority interest	**39.59**	**(492.12)**	**215.73**	**2.52**	**1,624.75**	**781.74**	**(1.17)**	**(3.18)**	**504.25**	**480.45**	**57.20**	**122.58**	**(369.90)**	**(294.63)**	**(4,069.39)**	**(3,556.58)**	**(1,998.94)**	**(2,959.22)**

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

(₹ in crore)

Particulars	Power		Roads		Airports		EPC		Others		Discontinuing operations		Inter Segment and Inter Operations		Unallocated		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Other information																		
Segment assets	32,037.48	31,693.78	5,550.60	5,708.48	16,560.35	16,254.34	1,112.63	814.22	19,499.68	17,598.99	7,224.74	7,595.50	(15,640.11)	(13,703.39)	-	-	66,345.37	65,961.92
Unallocated segment assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	826.42	850.64	826.42	850.64
Total Assets	**32,037.48**	**31,693.78**	**5,550.60**	**5,708.48**	**16,560.35**	**16,254.34**	**1,112.63**	**814.22**	**19,499.68**	**17,598.99**	**7,224.74**	**7,595.50**	**(15,640.11)**	**(13,703.39)**	**826.42**	**850.64**	**67,171.79**	**66,812.56**
Segment liabilities	8,385.10	7,683.17	1,709.83	1,706.97	1,888.70	1,822.42	869.32	536.14	1,233.56	1,022.99	805.93	286.14	(7,407.35)	(5,994.04)	-	-	7,485.09	7,063.79
Unallocated segment liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	52,098.09	50,089.04	52,098.09	50,089.04
Total Liabilities	**8,385.10**	**7,683.17**	**1,709.83**	**1,706.97**	**1,888.70**	**1,822.42**	**869.32**	**536.14**	**1,233.56**	**1,022.99**	**805.93**	**286.14**	**(7,407.35)**	**(5,994.04)**	**52,098.09**	**50,089.04**	**59,583.18**	**57,152.83**
Capital expenditure	1,281.72	2,049.23	8.71	2.59	306.06	1,310.93	-	2.58	550.99	233.98	460.73	424.14	-	-	-	-	2,608.21	4,023.45
Depreciation/amortisation	947.32	675.44	190.53	183.28	928.91	856.49	13.58	16.85	48.45	39.88	137.42	40.67	(0.05)	(0.07)	-	-	2,266.16	1,812.53
Other non cash expenses	172.55	105.32	1.23	131.08	7.42	78.26	-	-	0.32	0.64	39.22	-	-	-	-	-	220.74	315.30

The segment wise details of revenue, expenses, results, assets and liabilities of the discontinuing operations disclosed above are as below:

Discontinuing operations

(₹ in crore)

Particulars	Power		Roads		Airports		Others		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Total revenue	412.47	56.53	119.42	106.42	-	41.37	-	-	531.89	204.32
Other income (excluding interest income)	50.02	0.37	0.65	0.37	0.04	26.06	-	-	50.71	26.80
Total expenditure	434.73	47.86	35.39	31.71	18.37	63.41	-	-	488.49	142.98
Segment results	27.76	9.04	84.68	75.08	(18.33)	4.02	-	-	94.11	88.14
Segment assets	5,630.06	4,828.65	-	1,257.73	1,594.68	1,509.12	-	-	7,224.74	7,595.50
Segment liabilities	581.96	90.77	-	11.72	223.97	183.65	-	-	805.93	286.14

The Group has two geographical segments: India and outside India

Geographical segments

(₹ in crore)

Particulars	Revenue		Assets		Capital expenditure	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Continuing Operations:						
India	12,033.30	10,082.27	52,484.36	51,680.51	1,873.23	2,611.48
Outside India	792.47	801.09	7,462.69	7,536.55	274.25	987.83
Discontinuing Operations:						
India	531.89	204.32	6,029.30	6,470.65	460.73	424.14
Outside India	-	-	1,195.44	1,124.85	-	-
Total	**13,357.66**	**11,087.68**	**67,171.79**	**66,812.56**	**2,608.21**	**4,023.45**

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

52. DISCLOSURE IN TERMS OF AS - 7: CONSTRUCTION CONTRACTS

	Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
1	Contract revenue recognised during the year	179.13	86.84
2	Aggregate cost incurred and recognised profits (less recognised losses) up to the reporting date for contracts in progress	1,334.44	1,649.14
3	Amount of customer advances outstanding for contracts in progress	307.15	63.77
4	Retention money due from customers for contracts in progress	41.61	51.57
5	Gross amount due from customers for contract works as an asset	123.81	81.80

53. ACQUISITIONS AND DISPOSALS DURING THE YEAR

a. The Group has acquired following subsidiary during the year ended March 31, 2016:

o RSSL

b. The Group had acquired following subsidiaries / jointly controlled entities during the year ended March 31, 2015:

o LPPL	o SUPPL
o EGPDCPL	

c. The effect of the acquisition of subsidiaries / jointly controlled entities on the financial position for the respective years at the reporting date and the results for the reporting period.

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Reserves and surplus	(40.60)	(0.02)
Long term provisions	8.81	-
Trade payables	3.00	-
Short-term provisions (March 31, 2015: ₹ 5,000)	2.98	0.00
Other current liabilities	5.84	0.01
Goodwill on consolidation	197.10	-
Tangible assets	34.27	9.57
Long-term loans and advances	0.12	2.50
Inventories	1.08	-
Cash and bank balances	9.35	0.02
Trade receivables	27.42	-
Short-term loans and advances	8.45	0.01
Other current assets	1.87	-
Sales and operating income	21.30	-
Other income	0.38	-
Employee benefits expenses	47.99	-
Other expenses	11.75	0.02
Finance costs (March 31, 2015: ₹ 974)	1.91	0.00
Depreciation and amortization expenses	1.15	-
Tax expenses / (credit)	(0.52)	-
(Loss) / profit before and after tax	(40.60)	(0.02)

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

d. Disposals during the year:

i. The Group has disposed following subsidiaries and jointly controlled entities during the year ended March 31, 2016:

o	GOSEHHHP*

* During the year ended March 31, 2016, the Company along with its subsidiary GMRHL entered into a SPA with Oriental Structural Engineers Private Limited, Oriental Tollways Private Limited and Orbit Infraventures LLP for divestment of 117,300,000 equity shares of ₹ 10 each, representing their 51.00% stake in GOSEHHHPL. Refer note 30(a).

** Refer note 30(b) and 30(c) as regards ATSCL and MTSCL and GREL respectively.

ii. The Group had disposed off following subsidiaries and jointly controlled entities during the year ended March 31, 2015:

o	DFSP*	o	DCSCPL

* During the year ended March 31, 2015, DSSHPL, a jointly controlled entity got merged with DFSPL. Subsequently DFSPL got disposed off during the year, refer note 30(f).

iii. The financial position as at the date of sale of these entities and the results of these entities for the reporting period from the beginning of the financial year till the date of disposals for the respective years were as follows:

Particulars	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Long-term borrowings	1,069.20	45.69
Short-term borrowings	5.78	-
Other long-term liabilities (March 31, 2016: ₹ 37,500)	0.00	0.01
Long-term provisions	0.05	0.14
Short-term provisions	0.23	0.08
Trade payables	0.36	-
Other current liabilities	46.29	12.94
	1,121.91	**58.86**
Tangible assets	0.64	47.48
Intangible assets	1,211.87	0.05
Capital work-in-progress	-	0.34
Intangible assets under development	-	0.03
Current investments	0.12	-
Long term loans and advances	3.35	3.08
Other non-current assets	8.13	1.09
Inventories	0.22	0.53
Trade receivables	-	2.65
Cash and bank balances	10.16	2.91
Short-term loans and advances	6.10	0.75
Other current assets	3.99	0.18
	1,244.58	**59.09**
Sales and operating income	119.42	41.37
Other income	0.76	1.68
Cost of materials consumed	-	3.87
Sub-contracting expenses	2.43	-
Employee benefits expenses	1.91	8.57
Other expenses	7.34	7.67
Finance costs	122.91	6.33
Depreciation and amortization expenses	23.71	5.64
(Loss) / profit before tax expenses	(38.12)	10.97
Tax expenses	-	0.21
(Loss) / profit after tax	**(38.12)**	**10.76**

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

54. RELATED PARTY TRANSACTIONS

a. Names of the related parties and description of relationship:

Sl. No.	Relationship	Name of the parties
(i)	Holding Company	GHPL
(ii)	Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates	AAI
		Asia Pacific Flight Training Sdn Bhd ('APFTSB')
		Arcelormittal India Limited (AIL)
		Bharat Petroleum Corporation Limited (BPCL)
		Brindaban Man Pradhang
		Bird World Wide Flight Services India Private Limited (BWWFSIPL)
		Cambata Aviation Private Limited (CAPL)
		Cargo Service Center India Private Limited (CSCIPL)
		Celebi Ground Handling Delhi Private Limited (CELEBI GHDPL)
		Celebi Hava Servisis A.S. (CHSAS)
		Devyani International Limited (DIL)
		FAG
		GoAP
		GoT
		Greenwich Investments Limited (GRIL)
		Investment and Infrastructure fund (IIF)
		ILFS Renewable Energy Limited
		Indian Oil Corporation Limited (IOCL)
		KIHPL
		Lanco Group Limited (LGL)
		Laqshya Event IP Private Limited (LEIPL)
		Limak Insaat San. Ve Ticaret A.S. (LISVT)
		Laqshya Media Private Limited (LMPL)
		M/S G.S.Atwal & Co.
		Malaysia Airport Holding Berhad (MAHB)
		Malaysia Airport (Labuan) Private Limited (MALPL)
		Malaysia Airports Consultancy Services SDN Bhd (MACS)
		Malaysian Aerospace Engineering Sdn. Bhd. (MAE)
		Malaysian Airline System Bhd. (MAS)
		MAMPL
		Megawide Construction Corporation (MCC)
		Menzies Aviation Cargo (Hyderabad) Limited (MACHL)
		Menzies Aviation India Private Limited (MAIPL)
		Menzies Aviation PLC (UK) (MAPUK)
		Macquarie SBI Infrastructure Investments PTE Limited (MSIF)
		NAPC Limited (NAPC)
		Navabharat Power Private Limited (NBPPL)
		Nepal Electricity Authority (NEA)
		Odeon Limited (OL)
		Oriental Structures Engineers Private Limited (OSEPL)
		Oriental Tollways Private Limited (OTPL)
		PT Dian Swastatika Sentosa Tbk (PT Dian)
		PT Sinar Mas Cakrawala
		Punj Lyod Limited
		Reliance Industries Limited (RIL)
		Rushil Construction (India) Private Limited
		Sterlite Energy Limited (SEL)
		Tenega Parking Services (India) Private Limited (TPSIPL)
		Times Innovative Media Limited (TIML)

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

Sl. No.	Relationship	Name of the parties
		Tottenham Finance Limited (TFL)
		Travel Foods Services (Delhi) Private Limited (TFSDPL)
		Veda Infra-Holdings (India) Private Limited (VIHIPL)
		Wipro Limited (WL)
		WTGGE
		YL
(iii)	Enterprises where key management personnel and their relatives exercise significant influence	CISL
		GFFT
		GIVLLP
		GMR Varalakshmi DAV Public School (GVDPS)
		GREPL
		GVF
		GWT
		GBC
		Polygon
(iv)	Fellow subsidiary companies (where transactions have taken place)	Crossridge Investment Limited (CIL)
		GBPPL
		GEOKNO
		GHML
		GMR Hebbal Towers Private Limited (GHTPL)
		GPPL
		GSPL
		Ravi Verma Realty Private Limited (RRPL)
		RSSL***
(v)	Jointly controlled entities	APFT
		BAS
		BBU
		BHBA
		BIB
		BNP
		CDCTM
		CJV
		DAFF
		DAPSL**
		DASPL
		DCSCPL*
		DFSPL*
		GATL**
		GAEL**
		GEMSCR
		GMCAC
		KCP
		KIM
		Laqshya
		MGCJV
		PTGEI
		PTGEMS
		RCI
		RCMEPL
		SJECL
		TBBU
		TFS
		TIM
		TKS
		WAISL

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

Sl. No.	Relationship	Name of the parties
(vi)	Associates	EDWPCPL
		JEPL
		UEPL
		GOSEHHHPL****
(vii)	Key management personnel and their relatives	Mr. G.M. Rao (Chairman)
		Mrs. G.Varalakshmi
		Mr. G.B.S.Raju (Director)
		Mr. Grandhi Kiran Kumar (Managing Director)
		Mr. Srinivas Bommidala (Director)
		Mr. K.V.V.Rao
		Mr. B.V.Nageswara Rao
		Mr. O Bangaru Raju (Director)
		Mr. C.P. Sounderarajan (Company Secretary) (Resigned w.e.f. August 12, 2015)
		Mr. Adiseshavataram Cherukupalli (Company Secretary) (Appointed w.e.f August 13, 2015)
		Mr. Madhava Bhimacharya Terdal (Group CFO)
		Mrs. B.Ramadevi

* Ceased to be jointly controlled entity during the year ended March 31, 2015, and accordingly has not been considered as a related party as at March 31, 2015

** Consequent to acquisition of additional stake from the minority shareholders, DAPSL, GAEL and GATL have ceased to be jointly controlled entities during the previous year ended March 31, 2015 and accordingly have been considered as subsidiaries during the year ended March 31, 2015

*** Consequent to acquisition of stake from GHPL, RSSL has ceased to be a fellow subsidiary during the previous year ended March 31, 2016 and became a subsidiary during the year

**** Consequent to disposal of stakes in GOSEHHHPL, the company has ceased to be a subsidiary from March 23, 2016 and became an associate as on March 31, 2016

b. Summary of transactions with the above related parties are as follows:

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Purchase of investment in equity shares		
- Holding company		
GHPL	225.00	-
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
MAMPL	508.33	-
GRIL	-	65.31
Sale of investments in equity shares		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
DIL	-	4.12
IIF	-	28.60
OSEPL	17.38	-
- Fellow Subsidiaries		
GHML [Amounting to ₹ 3,924]	0.00	-
Sale of investments in Preference shares		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
DIL	-	0.80
Renouncіation of right issue entitlement by GHPL in favour of GBC		
- Enterprises where key management personnel and their relatives exercise significant influence		
GBC	-	215.00
Share application money received against rights issue		
- Enterprises where key management personnel and their relatives exercise significant influence		
GBC	-	674.57
Money received against share warrants		
- Enterprises where key management personnel and their relatives exercise significant influence		
GIVLLP	-	141.75

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Share warrants forfeited		
- Enterprises where key management personnel and their relatives exercise significant influence		
GIVLLP	141.75	-
Allotment of shares in right issue from share application money		
- Enterprises where key management personnel and their relatives exercise significant influence		
GBC	889.57	-
Share application money received		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
MALPL	-	16.31
Loans/ advances repaid by		
- Fellow Subsidiaries		
GHML	-	12.61
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
LISVT	0.24	-
- Jointly controlled entities		
Laqshya	0.55	-
- Enterprises where key management personnel and their relatives exercise significant influence		
GVF	8.64	11.70
Loans/ advances given to		
- Holding company		
GHPL	-	0.01
- Enterprises where key management personnel and their relatives exercise significant influence		
GVDPS	0.41	0.72
- Associates		
JEPL	-	4.50
- Fellow Subsidiaries		
GHML	-	12.61
Loans taken from		
- Holding company		
GHPL	-	215.00
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
WL	-	1.04
OSEPL	5.78	-
Loans repaid		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
MAIPL	0.20	0.10
LMPL	1.55	-
Conversion of share application money into loans		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
MAHB	26.11	-
Conversion of loans into share application money		
- Holding company		
GHPL	-	215.00
Liability written back		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
MAE	-	3.85

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Sale of fixed assets		
- Holding company		
GHPL	-	0.96
- Jointly controlled entities		
APFT [Amounting to ₹ 13,321]	0.00	-
WAISL	-	0.60
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
LMPL	0.03	-
Purchase of fixed assets/Services		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
WL	1.28	-
- Fellow Subsidiaries		
RSSL	-	0.12
GPPL	1.78	0.27
GEOKNO	0.03	-
Deposit received		
- Enterprises where key management personnel and their relatives exercise significant influence		
GVF	0.15	-
- Jointly controlled entities		
DAFF	-	1.68
DCSCPL	-	0.02
Laqshya	-	0.12
TFS	0.38	-
DASPL	0.04	-
CDCTM	7.13	-
Deposit repaid		
- Associates		
JEPL	-	0.20
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
APFTSB	-	0.06
- Enterprises where key management personnel and their relatives exercise significant influence		
GFFT	16.35	-
- Fellow Subsidiaries		
GPPL	0.02	-
Deposits given		
- Key management personnel and their relatives		
Mrs. B. Ramadevi	-	0.02
Mrs. G.Varalakshmi	-	0.09
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
APFTSB	0.04	-
- Enterprises where key management personnel and their relatives exercise significant influence		
GFFT	16.37	18.36
Deposit refund received		
- Enterprises where key management personnel and their relatives exercise significant influence		
GFFT	-	11.08
CISL	8.59	-
- Fellow Subsidiaries		
GHTPL	-	135.00
RSSL	-	0.08

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Refund of capital advances		
- Fellow Subsidiaries		
GPPL	50.00	-
Equity dividend paid by subsidiaries / jointly controlled entities		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
YL	14.82	5.29
MACHL	5.50	5.00
Preference dividend paid by subsidiaries		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
MACHL	2.16	2.16
Sub-contracting Expenses		
- Fellow Subsidiaries		
GEOKNO	4.22	0.20
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
OSEPL	4.06	-
Revenue from operations		
- Holding company		
GHPL	-	0.59
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	3.00	3.09
LMPL	4.67	3.43
TIML	6.83	4.03
- Enterprises where key management personnel and their relatives exercise significant influence		
GVF	0.09	0.20
- Fellow Subsidiaries		
GSPL [March 31, 2015: ₹ 9,673]	0.02	0.00
GPPL	-	0.11
- Associates		
JEPL	-	21.33
UEPL	44.72	4.37
- Jointly controlled entities		
Laqshya	11.99	10.99
GATL	-	1.88
GAEL	-	0.97
TIM	60.02	52.07
DCSCPL	-	22.61
DAFF	11.83	11.07
CDCTM	101.64	102.79
TFS	10.89	8.19
DAPSL	-	5.16
DASPL	3.24	2.24
DFSPL	-	6.64
GMCAC	7.35	2.25
APFT	0.67	0.56
Fees received for services rendered		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
CELEBI GHDPL	3.04	3.06
BWWFSIPL	3.07	3.14
CAPL	2.21	9.28

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
- Jointly controlled entities		
PTGEMS	2.99	38.70
GMCAC	2.61	0.65
TIM	-	1.65
- Fellow Subsidiaries		
RSSL	-	0.02
Fee paid for services received		
- Holding company		
GHPL	-	0.14
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
WL	9.31	9.58
GoT	3.12	0.08
- Enterprises where key management personnel and their relatives exercise significant influence		
GFFT [March 31, 2015: ₹ 25,468]	-	0.00
Interest income		
- Associates		
UEPL	0.01	0.01
JEPL	0.80	0.09
- Jointly controlled entities		
DAFF	-	0.60
CDCTM	0.60	-
DASPL	1.38	-
DFSPL	-	1.71
DCSCPL	-	3.60
- Fellow Subsidiaries		
GHML	-	0.03
GPPL	1.00	1.00
Airport operator fees		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
FAG	128.68	119.90
Revenue share paid/payable to concessionaire grantors		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	2,304.15	1,967.80
Rental expenses		
- Enterprises where key management personnel and their relatives exercise significant influence		
GFFT	4.40	21.14
GREPL	1.25	0.14
- Fellow Subsidiaries		
RRPL	-	0.03
- Key management personnel and their relatives		
Mrs. B. Ramadevi	0.16	0.15
Mrs. G.Varalakshmi	0.07	-
Mr. G.B.S.Raju	0.61	0.28
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	0.03	-

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Managerial remuneration to		
- Key management personnel and their relatives		
Mr. G.M. Rao	4.07	5.00
Mr. G.B.S.Raju	1.42	6.25
Mr. Srinivas Bommidala	4.95	4.23
Mr. B.V. Nageswara Rao	2.70	3.07
Mr. Grandhi Kiran Kumar	3.42	2.25
Mr. O Bangaru Raju	2.51	3.58
Mr. C.P. Sounderarajan	0.28	0.69
Mr. Adiseshavataram Cherukupalli	0.46	-
Mr. Madhava Bhimacharya Terdal	1.65	3.33
Mr. K.V.V.Rao	2.06	2.24
Logo fee paid/payable to		
- Holding company		
GHPL	3.03	5.01
Technical and consultancy fees		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
FAG	0.28	0.43
MACS	3.03	2.83
TIML	3.01	1.85
MAPUK	6.99	6.06
APFTSB	0.33	0.27
- Fellow Subsidiaries		
RSSL	-	0.66
Other expenses - others		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	0.03	0.12
TPSIPL	2.68	1.02
MAPUK	0.66	0.64
BPCL	0.11	0.06
APFTSB	-	0.01
DIL	-	1.32
LEIPL	0.05	0.07
LMPL	0.40	0.42
BWWFSIPL	0.91	0.85
TIML	0.68	0.54
YL	-	5.50
MACS	3.03	-
- Jointly controlled entities		
WAISL	15.01	41.97
Laqshya	0.14	0.15
CDCTM	0.34	-
- Fellow Subsidiaries		
RSSL	28.25	76.35
GSPL	-	2.54
GPPL	0.01	-
- Enterprises where key management personnel and their relatives exercise significant influence		
GFFT	0.33	-
GVDPS	0.72	-

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Purchase of fuel		
- Jointly controlled entities		
BIB	7.97	16.12
ATC Development Fund Utilization		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	10.00	80.00
Reimbursement of expenses incurred on behalf of the Group		
- Holding company		
GHPL	1.36	4.13
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
CHSAS	0.11	0.04
MAIPL	0.20	0.18
MAPUK	0.08	0.08
LMPL [March 31, 2015: ₹ 232]	0.05	0.00
YL	0.51	0.09
CELEBI GHDPL	0.04	0.06
APFTSB	0.02	0.01
- Jointly controlled entities		
DCSCPL	-	0.03
TFS	0.04	0.03
- Fellow Subsidiaries		
GSPL	-	0.07
RSSL	-	0.02
GPPL	-	0.01
- Enterprises where key management personnel and their relatives exercise significant influence		
GVF	1.03	1.02
GFFT [Amounting to ₹ 37,961]	0.00	-
Expenses incurred by the Group on behalf of / Expenses recovered by the Group		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	18.15	13.26
CELEBI GHDPL	0.01	0.01
WL [March 31, 2015: ₹ 44,528]	0.01	0.00
LMPL [Amounting to ₹ 15,478 (March 31, 2015: ₹ 45,794)]	0.00	0.00
CSCIPL	-	0.03
YL	0.03	-
- Jointly controlled entities		
DAPSL	-	1.26
DASPL	5.27	3.33
DCSCPL	-	2.65
CDCTM	11.46	10.96
TIM	2.12	1.76
DAFF [March 31, 2015: ₹ 46,689]	-	0.00
TFS	2.63	2.37
DFSPL	-	1.51
Laqshya	0.46	0.50
APFT	0.13	0.12
MGCJV	-	1.28
GMCAC	-	5.04
GATL	-	1.27

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
- Fellow Subsidiaries		
RSSL	-	0.97
GBPPL	-	0.01
GEOKNO	0.33	0.37
- Enterprises where key management personnel and their relatives exercise significant influence		
GVF	0.06	0.14
GFFT	0.02	-
- Associates		
UEPL	0.03	-
Donations		
- Enterprises where key management personnel and their relatives exercise significant influence		
GVF	18.13	29.57
Employee benefit expenses		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	-	2.77
DIL [March 31, 2015: ₹ 29,117]	-	0.00
Lease income		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
CELEBI GHDPL	0.15	0.15
IOCL [Amounting to ₹ 33,540 (March 31, 2015: ₹ 31,200)]	0.00	0.00
BPCL	0.02	0.02
- Fellow Subsidiaries		
RSSL	-	0.56
Cargo handling charges paid		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
CELEBI GHDPL	0.21	0.21
BWWFSIPL	0.21	0.21
CAPL	0.11	0.35
Interest expenses		
- Holding company		
GHPL	-	4.47
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
AAI	2.10	-
CHSAS	0.37	0.35
WL	0.10	0.05
DIL	-	0.23
IIF	-	0.01
MAHB	4.56	-
Provision no longer required written back		
- Jointly controlled entities		
RCMEPL	0.10	-
Provisions created for receivables		
- Fellow Subsidiaries		
CIL	-	2.45
Advances adjusted against inventories		
- Fellow Subsidiaries		
GPPL	-	29.19

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Corporate guarantee extinguished		
- **Fellow Subsidiaries**		
GHML	-	205.66
- **Associates**		
UEPL	696.87	350.05
JEPL	353.48	-
Bank guarantees extinguished		
- **Fellow Subsidiaries**		
GEOKNO	-	6.29
- **Associates**		
UEPL	12.50	-
JEPL	17.50	-
Pledge of fixed deposit given on behalf of		
- **Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates**		
WTGGE	-	5.00
- **Enterprises where key management personnel and their relatives exercise significant influence**		
GREPL	-	6.00
Arrears of cumulative dividends on preference share capital issued by a subsidiary		
- **Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates**		
OL	20.65	21.67
Balance Payable / (receivable)		
- **Holding company**		
GHPL	4.03	5.64
- **Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates**		
AAI	104.16	109.41
FAG	68.35	55.01
APFTSB [March 31, 2015: ₹ 804]	0.28	(0.00)
LISVT	0.28	0.18
MACS	15.42	7.29
MAHB	26.11	-
TIML	1.10	(0.68)
WL	11.36	6.65
LMPL	11.01	12.60
LEIPL	0.02	0.04
OSEPL	-	0.31
MAIPL	0.70	0.92
MAPUK	0.80	0.60
GoT	318.25	315.13
CHSAS	6.97	6.55
TPSIPL	0.73	0.82
CELEBI GHDPL	(0.47)	(0.85)
BWWFSIPL	(1.55)	(1.49)
CAPL	(3.95)	(3.93)
YL	0.53	2.47
MCC	0.39	0.26
BPCL	0.04	-
- **Enterprises where key management personnel and their relatives exercise significant influence**		
GFFT	(38.92)	(37.60)
GVF	2.96	(7.74)
CISL	-	(8.59)

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
GWT	(115.00)	(115.00)
GREPL	-	0.13
GVDPS	1.90	2.21
Polygon	(22.90)	(22.90)
- **Fellow Subsidiaries**		
GPPL	(641.41)	(691.44)
GEOKNO	(0.23)	(0.42)
GSPL [Amounting to ₹ 16,850]	0.00	0.15
RSSL	-	6.02
GBPPL	(1.18)	(1.17)
RRPL	0.01	0.01
- **Jointly controlled entities**		
PTGEMS	34.52	7.22
GEMSCR	-	15.01
BIB	-	0.58
GMCAC	(0.67)	(7.40)
CJV	(0.62)	(0.48)
MGCJV	(0.86)	(1.28)
Laqshya	(4.75)	(7.27)
APFT	(1.23)	(0.39)
DASPL	6.66	7.04
TFS	(2.35)	(3.79)
DAFF	117.30	117.29
CDCTM	91.09	86.65
WAISL	(5.47)	(2.57)
TIM	6.74	7.55
- **Associates**		
UEPL	(103.25)	(74.43)
JEPL	(8.06)	(6.81)
GOSEHHHPL	(22.22)	-
- **Key management personnel and their relatives**		
Mr. G.M. Rao	0.94	2.03
Mrs. G.Varalakshmi	(0.08)	(0.09)
Mrs. B. Ramadevi [Amounting to ₹ 44,000]	0.00	(0.02)
Mr. G.B.S.Raju	0.31	0.04
Outstanding corporate guarantees		
- **Associates**		
JEPL	-	353.48
UEPL	-	696.87
Outstanding bank guarantees		
- **Fellow Subsidiaries**		
GEOKNO	2.48	2.48
- **Associates**		
UEPL	-	17.50
JEPL	-	12.50
GOSEHHHPL	1,080.00	-
Outstanding pledge of fixed deposits		
- **Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates**		
WTGGE	130.50	130.50
- **Enterprises where key management personnel and their relatives exercise significant influence**		
GREPL	21.00	21.00

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

Nature of Transaction	March 31, 2016 ₹ in Crore	March 31, 2015 ₹ in Crore
Share application money pending allotment		
- Enterprises where key management personnel and their relatives exercise significant influence		
GBC	-	889.57
Money received against share warrants		
- Enterprises where key management personnel and their relatives exercise significant influence		
GIVLLP	-	141.75
Arrears of cumulative dividends on preference share capital issued by a subsidiary		
- Shareholders having substantial interest / enterprises exercising significant influence over the subsidiaries or jointly controlled entities or associates		
OL	76.17	55.52

Notes:

1. The Group has provided securities by way of pledge of investments for loans taken by certain companies.
2. Certain Key management personnel have extended personal guarantees as security towards borrowings of the Group and other body corporates. Similarly, GHPL and certain fellow subsidiaries have pledged certain shares held in the Company as security towards the borrowings of the Group.
3. Remuneration to key managerial personal does not include provision for gratuity, superannuation and premium for personal accidental policy, as the same are determined for the Group as a whole
4. Certain bank guarantees and corporate guarantees given on behalf of subsidaries have not been considered in the above transactions and outstanding balances.

55. Certain amounts (currency value or percentages) shown in the various tables and paragraphs included in the consolidated financial statements of the Group have been rounded off or truncated as deemed appropriate by the management of the Group.

56. Previous year's figures have been regrouped and reclassified, wherever necessary, to conform to those of the current year's classification. Further, the previous year's figures are not comparable with those of current year's to the extent of discontinuing operations, refer note 30.

As per our report of even date

For S. R. Batliboi & Associates LLP
ICAI firm registration number: 101049W / E300004
Chartered Accountants

per Sunil Bhumralkar
Partner
Membership number: 035141

Place: Bengaluru
Date: May 30, 2016

For and on behalf of the Board of Directors of
GMR Infrastructure Limited

Grandhi Kiran Kumar
Managing Director
DIN: 00061669

Srinivas Bommidala
Director
DIN: 00061464

Madhva Bhimacharya Terdal
Group CFO

Adiseshavataram Cherukupalli
Company Secretary

Place: Bengaluru
Date: May 30, 2016