

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF GMR INFRA SERVICES LIMITED
(Formerly Known as GMR SEZ Infra Services Limited)

Report on the Ind AS standalone Financial Statements

Opinion

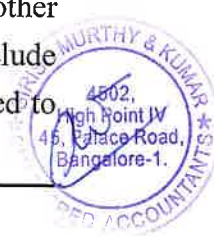
1. We have audited the accompanying standalone Ind AS financial statements of **GMR INFRA Service Limited (Formerly known as GMR SEZ Infra Services Limited)** (the "**Company**"), which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flow for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information. (Hereinafter referred to as "Ind AS financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements for the year ended 31st March, 2019 give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2019, its losses, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion:

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report, but does not include the financial statements and our auditor's report thereon. The board report is expected to



be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the report containing other information if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Ind AS Financial Statements:

5. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
7. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements:

8. Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
9. A further description of our responsibilities for the audit of the financial statements is as follows:
 - A. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - (i) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - (ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - (iv) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists,

we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- (v) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- B. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- C. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements:

- 10. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013, we give in "**Annexure - A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 11. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss (Including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting

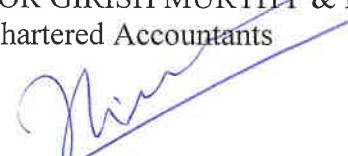
Standards specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

- e) On the basis of written representations received from the directors as on 31st March 2019 taken on record by the board of directors, none of the directors are disqualified as on 31st March, 2019 from being appointed as directors in terms of section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in “**Annexure B**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financials controls with reference to financial statements.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- The Company does not have any pending litigations which would impact its financial position;
 - The Company did not have long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

PLACE: BANGALORE

DATE: 20th April 2019

FOR GIRISH MURTHY & KUMAR
Chartered Accountants


Girish Rao B
Partner.
Membership No: 085745
FRN No.000934S



"Annexure A" to the Independent Auditor's Report referred to in clause 1 of paragraph on the 'Report on Other Legal and Regulatory Requirements' of our report of even date to the Standalone financial statements of the Company for the year ended March 31, 2019:

Re: GMR Infra Services Limited (Formerly Known as GMR SEZ Infra Services Limited)

- I. a. The company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.

b. The fixed assets have been physically verified during the year by the Management and there were no material discrepancies between the book records and the physical fixed assets.

c. According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of the immovable properties are held in the name of the Company.
- II. The nature of companies operation does not warrant holding of any stocks. Accordingly paragraph 3 (ii) of the Order is not applicable to the Company.
- III. In our opinion and according to the information and explanation given to us, the Company has not granted any loans, secured or unsecured to the companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under section 189 of the Companies Act, 2013.
- IV. In our opinion and according to the information and explanation given to us the company has not granted any loan, made any investments, gave any guarantee or provided security in connection with a loan to any other body corporate or person in contravention of section 185 and 186 of the Companies Act, 2013.
- V. According to the information and explanation given to us the company has not accepted deposits from the public during the year and as such this clause is not applicable.
- VI. According to the information and explanation given to us the Central Government has not prescribed the maintenance of cost records under section 148 of the Companies Act, 2013 for the activities carried out by the Company, and hence this clause is not applicable.
- VII. a. According to the information and explanations given to us and the records of the company examined by us, in our opinion, the Company is generally regular in payment of undisputed statutory dues including income tax, Goods and service tax, Professional tax and cess as applicable with appropriate authorities. We are informed by the company that the provisions of Provident Fund Act, Employee state insurance scheme, duty of customs, are not applicable.

b. According to the information and explanations given to us and the records of the company examined by us there are no disputed amounts payable in respect of income tax, Goods and service tax, Professional tax and cess as applicable as at 31st March 2019. We are informed by the company that the provisions of Provident Fund Act, Employee state insurance scheme, duty of customs, are not applicable.



**GIRISH
MURTHY & KUMAR**
Chartered Accountants

- VIII. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that, the company has not defaulted in repayments of dues to bank during the year. The company did not have any outstanding dues in respect of a financial institutions, debenture holders or to government during the year.
- IX. The company did not raise any money by way of initial public offer or further public offer (Including debt instrument) or has taken term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
- X. During the course of examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have not come across any instance of fraud by the company or on the company by its officers or employees of the company during the year.
- XI. According to the information and explanation given to us and the records of the company examined by us the Company has not paid or provided any managerial Remuneration. Accordingly, paragraph 3 (xi) of the order is not applicable.
- XII. In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the order is not applicable.
- XIII. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that all the transaction with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details of the transactions have been disclosed in the Financial Statements as per applicable accounting Standards.
- XIV. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that the Company has not made any preferential allotment or private placement of shares or fully or partly debentures during the year under review.
- XV. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that that the Company has not entered into any non cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the order is not applicable.
- XVI. According to the information and explanations given to us and the records of the Company examined by us, we are of the opinion that that the Company is not required to be Registered under Section 45 -IA of the Reserve Bank of India Act, 1934.

PLACE: BANGALORE

DATE: 20th April 2019

FOR GIRISH MURTHY & KUMAR
Chartered Accountants

Girish Rao B
Partner.

Membership No: 085745



Annexure B to Auditors' Report of even date

Report on the Internal Controls on Financial Controls under clause (i) of sub-section (3) of section 143 of the Companies Act, 2013 ("the Act")

Re: GMR Infra Services Limited (Formerly Known as GMR SEZ Infra Services Limited)

We have audited the internal financial controls over financial reporting of GMR Infra Services Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the Standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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



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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

PLACE: Bangalore

DATE: 20th April 2019

FOR GIRISH MURTHY & KUMAR
Chartered Accountants


Girish Rao B
Partner.

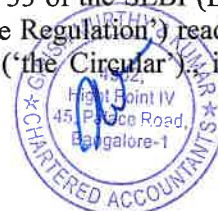
Membership No: 085745
FRN No.000934S



Auditor's Report on Quarterly and Year to Date Ind AS Financial Results of GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
GMR Infra Services Limited
(Formerly known as GMR SEZ Infra Services Limited)

1. We have audited the accompanying statement of Ind AS financial results of **GMR Infra Services Limited** (Formerly known as GMR SEZ Infra Services Limited) ('the Company') for the quarter and year ended March 31, 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The quarterly Ind AS financial results are the derived figures between the audited figures in respect of the year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The Ind AS financial results for the quarter and year ended March 31, 2019 have been prepared on the basis of the Ind AS financial results for the nine-month period ended December 31, 2018, the audited annual Ind AS financial statements as at and for the year ended March 31, 2019, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'), which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these Ind AS financial results based on our review of the Ind AS financial results for the nine-month period ended December 31, 2018 which were prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act 2013, read with relevant rules issued there under and other accounting principles generally accepted in India; our audit of the annual Ind AS financial statements as at and for the year ended March 31, 2019 and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly and year to date Ind AS financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular'), in this regard; and




- ii. give a true and fair view of the net (loss) and other financial information for the quarter and the year ended March 31, 2019.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
5. This report is furnished solely to enable GMR Infrastructure Limited (GIL) to prepare consolidated financial results for the quarter and year ended March 31, 2019 for submission to the Board of Directors of GIL in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular') and their auditors in their audit of such consolidated financial results.

Accordingly, this report is not for the use or benefit of any other party nor is it to be copied, made available to or otherwise disclosed to any other party and, we do not accept or assume any liability or duty of care to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

For Girish Murthy & Kumar

Chartered Accountants

ICAI Firm registration number: 000934S


Girish Rao B
Partner

Membership no. : 85745



Place: Bengaluru

Date: 20.04.2019

GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)

Statement of standalone assets and liabilities for the year ended March 31, 2019

(Amount in Rupees)

Particulars	As at Mar 31, 2019 (Audited)	As at March 31, 2018 (Audited)
1 ASSETS		
a) Non-current assets		
Investment property	4,77,390	-
Financial assets		
Loans and advances	-	-
Others	3,22,73,973	-
Others		
Non-current tax assets (net)	86,99,331	-
	4,14,50,694	-
b) Current assets		
Investments	35,59,99,81,844	4,28,072
Loans and advances	1,50,00,00,000	-
Cash and cash equivalents	2,01,176	70,828
Other financial assets	5,87,49,041	-
Other current assets	52,59,251	-
	37,16,41,91,312	4,98,900
TOTAL ASSETS (a+b)	37,20,56,42,006	4,98,900
2 EQUITY AND LIABILITIES		
a) Equity		
Equity share capital	5,00,000	5,00,000
Other equity	18,88,27,99,450	(69,400)
Total equity	18,88,32,99,450	4,30,600
b) Non-current liabilities		
Financial liabilities		
Borrowings	76,19,61,544	-
Other financial liabilities	1,40,58,409	-
	77,60,19,953	-
c) Current liabilities		
Financial liabilities		
Borrowings	17,00,00,00,000	-
Other financial liabilities	16,10,05,382	68,300
Other current liabilities	38,53,17,221	-
	17,54,63,22,603	68,300
TOTAL EQUITY AND LIABILITIES (a+b+c)	37,20,56,42,006	4,98,900

As per our report of even date

For Girish Murthy & Kumar

Chartered Accountants

Firm registration number: 000934S

B. Girish Rao

Partner

Membership No: 85745

Place : Bangalore

Date: 20-04-2019



For and on behalf of the board of directors of
GMR Infra Services Limited (Formerly
known as GMR SEZ Infra Services Limited)

Srinivas

M V Srinivas

Director

DIN: 02477894

Place: New Delhi

Date: 20-04-2019

T. Govindarajulu T

Govindarajulu T

Director

DIN: 02734169

Place: New Delhi

Date: 20-04-2019

(Rs)

Statement of audited standalone financial results for Quarter and Year ended March 31, 2019						
	Particulars	Quarter ended			Year ended	
		31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19	31-Mar-18
		Audited	Unaudited	Audited	Audited	Audited
A	Continuing Operations					
1	Revenue					
	a) Revenue from operations					
	b) Other income					
	i) Foreign Exchange Fluctuation (Net)					
	ii) Others	5,96,28,088	1,87,68,065	7,376	14,04,14,755	27,264
	Total revenue	5,96,28,088	1,87,68,065	7,376	14,04,14,755	27,264
2	Expenses					
	(h) Finance costs	66,47,07,989	48,44,74,530	-	1,82,49,26,575	10
	(j) Other expenses	55,30,742	40,83,557	11,800	3,26,12,310	44,268
	Total expenses	67,02,38,731	48,85,58,087	11,800	1,85,75,38,885	44,278
3	Profit/(loss) from continuing operations before exceptional items and tax expense (1-2)	(61,06,10,643)	(46,97,90,022)	(4,424)	(1,71,71,24,130)	(17,014)
4	Exceptional items	-	-	-	-	-
5	Profit/(loss) from continuing operations before tax expenses (3 ± 4)	(61,06,10,643)	(46,97,90,022)	(4,424)	(1,71,71,24,130)	(17,014)
6	Tax expenses of continuing operations					
	(a) Current tax	-	-	-	-	-
	(b) Deferred tax	-	-	-	-	-
	(b) Adjustments of tax relating to earlier periods	7,020	-	-	7,020	-
7	Profit/(loss) after tax from continuing operations (5 ± 6)	(61,06,17,663)	(46,97,90,022)	(4,424)	(1,71,71,31,150)	(17,014)
B	Discontinued Operations					
8	Profit/(loss) from discontinued operations before tax expenses	-	-	-	-	-
9	Tax expenses of discontinued operations					
	(a) Current tax	-	-	-	-	-
	(b) Deferred tax	-	-	-	-	-
10	Profit/(loss) after tax from discontinued operations (8 ± 9)	-	-	-	-	-
11	Profit/(loss) after tax for respective periods (7 + 10)	(61,06,17,663)	(46,97,90,022)	(4,424)	(1,71,71,31,150)	(17,014)
12	Other Comprehensive Income					
	(A) (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	(B) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
13	Total other comprehensive income, net of tax for the respective periods	-	-	-	-	-
14	Total comprehensive income for the respective periods (11 ± 13) [comprising Profit (loss) and Other comprehensive income (net of tax) for the respective periods]	(61,06,17,663)	(46,97,90,022)	(4,424)	(1,71,71,31,150)	(17,014)
15	Earnings per equity share					
	i) Basic & diluted EPS	(12,212.35)	(9,395.80)	(0.09)	(34,342.62)	(0.25)
	ii) Basic & diluted EPS from continuing operations	(12,212.35)	(9,395.80)	(0.09)	(34,342.62)	(0.25)
	iii) Basic & diluted EPS from discontinued operations	-	-	-	-	-

Note 1: Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no significant adjustments required to the retained earnings at April 1, 2018. Also, the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results.

As per our report of even date

For Girish Murthy & Kumar

Chartered Accountants

Firm registration number: 000934S

B. Girish Rao

Partner

Membership No: 85745

Place : Bangalore

Date: 20-04-2019



For and on behalf of the board of directors of

GMR Infra Services Limited (Formerly known as GMR SEZ

Infra Services Limited)

Srinivas

M V Srinivas

Director

DIN: 02477894

Place: New Delhi

Date: 20-04-2019

T. Govindarajulu T

Govindarajulu T

Director

DIN: 02734169

Place: New Delhi

Date: 20-04-2019

GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)
CIN : U45201MH2016PLC281405

Balance Sheet As at March 31, 2019

		(Amount in Rupees)	
	Notes	As at 31-Mar-19	As at 31-Mar-18
Assets			
Non-current assets			
Investment property	3	4,77,390	-
Other financial assets	4	3,22,73,973	-
Non-current tax assets (net)		86,99,331	-
		<u>4,14,50,694</u>	-
Current assets			
Financial assets			
Investments	5	35,59,99,81,844	4,28,072
Cash and cash equivalents	6	2,01,176	70,820
Loans	4	1,50,00,00,000	-
Other financial assets	4	5,87,49,041	-
Other current assets	4	52,59,251	-
		<u>37,16,41,91,312</u>	<u>4,98,900</u>
Total assets		<u>37,20,56,42,006</u>	<u>4,98,900</u>
Equity and liabilities			
Equity			
Equity share capital	7	5,00,000	5,00,000
Other equity	8	18,88,27,99,450	(69,400)
Equity attributable to equity holders of the parent		<u>18,88,32,99,450</u>	<u>4,30,600</u>
Non-controlling interests		-	-
Total equity		<u>18,88,32,99,450</u>	<u>4,30,600</u>
Non-current liabilities			
Financial liabilities			
Borrowings	9	76,19,61,544	-
Other financial liabilities	10	1,40,58,409	-
		<u>77,60,19,953</u>	-
Current liabilities			
Financial liabilities			
Borrowings	12	17,00,00,00,000	-
Other financial liabilities	10	16,10,05,382	68,300
Other current liabilities	11	38,53,17,221	-
		<u>17,54,63,22,603</u>	<u>68,300</u>
Total liabilities		<u>18,32,23,42,556</u>	<u>68,300</u>
Total equity and liabilities		<u>37,20,56,42,006</u>	<u>4,98,900</u>
Corporate information about the Company	1		
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statement: 3-29
As per our report of even date

For Girish Murthy & Kumar

Chartered Accountants

Firm registration number: 000934S

B. Girish Rao

Partner

Membership No: 85745

Place: Bangalore

Date: 20.04.2019



For and on behalf of the board of directors of
GMR Infra Services Limited (Formerly known
as GMR SEZ Infra Services Limited)

S. V. Srinivas

M V Srinivas

Director

DIN: 02477894

Place: New Delhi

Date: 20.04.2019

T. G. Jai

Govindarajulu T

Director

DIN: 02734169

Place: New Delhi

Date: 20.04.2019

Statement of Profit and loss for the year ended March 31, 2019

(Amount in Rupees)

	Notes	Year Ended 31-Mar-19	Year ended 31-Mar-18
Continuing Operations			
Income			
Other income	13	14,04,14,755	27,264
Total income (A)		14,04,14,755	27,264
Expenses			
Finance cost	14	1,82,49,26,575	10
Other expenses	15	3,26,12,310	44,268
Total expenses (B)		1,85,75,38,885	44,278
Profit / (loss) before tax from continuing operations		(1,71,71,24,130)	(17,014)
Tax expenses of continuing operations	16		
Current tax		-	-
Adjustments of tax relating to earlier periods		7,020	-
Deferred tax charge/ (credit)		-	-
(Loss) / profit after tax from continuing operations		(1,71,71,31,150)	(17,014)
Discontinued operations			
Profit / (loss) from discontinued operations before tax expenses	17	-	-
Tax expenses of discontinuing operations	18 (b)		
Current tax		-	-
Adjustments of tax relating to earlier periods		-	-
Deferred tax charge/ (credit)		-	-
MAT credit entitlement		-	-
Profit / (loss) after tax from discontinued operations		-	-
(Loss) / profit for the year		(1,71,71,31,150)	(17,014)
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		-	-
Total comprehensive income for the year		(1,71,71,31,150)	(17,014)
Earnings per equity share (Rs.) from continuing operations	17	(34,342.62)	(0.34)
Basic, computed on the basis of profit from continuing operations attributable to equity holders of the parent (per equity share of Rs.10 each)			
Earnings per equity share (Rs.) from continuing operations	17	(34,342.62)	(0.34)
Diluted, computed on the basis of profit attributable to equity holders of the parent (per equity share of Rs.10 each)			
Corporate information about the Company	1		
Summary of significant accounting policies	2		
The accompanying notes form an integral part of the financial statements	3-29		

As per our report of even date

For Girish Murthy & Kumar

Chartered Accountants

Firm registration number: 000934S

B. Girish Rao

Partner

Membership No: 85745

Place : Bangalore

Date: 20-04-2019



For and on behalf of the board of directors

GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)

Srinivas

M V Srinivas

Director

DIN: 02477894

Place: New Delhi

Date: 20-04-2019

Govindarajulu T

Director

DIN: 02477894

Place: New Delhi

Date: 20-04-2019

GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)
Statement of changes in equity for the year ended March 31, 2019

(Amount in Rupees)

(Amount in Rupees)

Particulars	Attributable to the equity holders			Total Equity
	Equity Share Capital	Equity Component of Debentures	Retained earnings	
For the year ended March 31, 2019				
As at April 01,2018	5,00,000	-	(69,400)	4,30,600
Profit /(loss) for the year	-	-	(1,71,71,31,150)	(1,71,71,31,150)
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(1,71,72,00,550)	(1,71,67,00,550)
Movement during the year	-	20,60,00,00,000	-	20,60,00,00,000
As at March 31, 2019	5,00,000	20,60,00,00,000	(1,71,72,00,550)	18,88,32,99,450

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

As per our report of even date

For Girish Murthy & Kumar
Chartered Accountants

Firm registration number: 000934S

B. Girish Rao
Partner

Membership No: 85745

Place : Bangalore

Date :



For and on behalf of the board of directors
GMR Infra Services Limited (Formerly known
as GMR SEZ Infra Services Limited)

Srinivas
M V Srinivas
Director
DIN: 02477894

Place: New Delhi
Date: 20-04-2019

T. G
Govindarajulu T
Director
DIN: 02734169

Place: New Delhi
Date: 20-04-2019



GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)
Cash flow statement for the year ended March 31, 2019

(Amount in Rupees)

	Year Ended 31-Mar-19	Year ended 31-Mar-18
Cash flow from operating activities	(1,71,71,24,130)	(17,014)
Profit before tax		
Adjustments to reconcile profit before tax to net cash flows:		
Finance costs (including fair value change in financial instruments)	1,82,49,26,575	-
(Increase)/ decrease in other financial and non-financial assets	(6,40,08,292)	-
Increase/ (decrease) in trade payables and other financial liabilities	16,62,96,160	17,737
Increase/ (decrease) in other non-financial liabilities	38,53,17,221	-
	59,54,07,534	723
Income tax paid (net of refund)	(7,020)	
Net cash flows from/ (used in) operating activities (A)	59,54,00,514	723
Investing activities		
Purchase of property, plant and equipment (including capital work-in-progress and capital advances)	(4,77,390)	
Purchase of intangible assets		
Proceeds from sale of property, plant and equipment		
Additional investment / Investment in(name of subsidiaries / JVs)		
Proceeds from sale of current investments		
Investment in Group Companies	-	
Proceeds from redemption of debentures		
(Investments in)/ redemption of bank deposits (having original maturity of more than three months) - net	-	
Investment in Equity	(35,59,95,53,772)	(27,264)
Interest received		
Net cash flows from/ (used in) investing activities (B)	(35,60,00,31,162)	(27,264)
Financing activities		
Proceeds from Long term borrowings	76,19,61,544	-
Proceeds from Short term borrowings	37,60,00,00,000	
Interest paid (gross)	(1,82,49,26,575)	-
Net cash flows from/ (used in) financing activities (C)	36,53,70,34,969	-
Net increase/ (decrease) in cash and cash equivalents	1,50,01,30,348	(26,541)
Cash and cash equivalents at the beginning of the period	70,828	97,369
Cash and cash equivalents at the end of the period	1,50,02,01,176	70,828
Components of cash and cash equivalents		
Cash on hand	-	-
Balances with scheduled banks:		
In current accounts	2,01,176	70,828
In deposit accounts	-	-
Less - Bank overdraft		
Total cash and cash equivalents (note 6)	2,01,176	70,828

Summary of significant accounting policies

1

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

2

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

3-29

Notes:

1. The above cashflow statement has been prepared under the 'Indirect Method' as set out in the IND AS - 7 on cashflow statements as referred to in section 133 of the Companies Act, 2013.

2. The above cashflow statement has been compiled from and is based on the Balance Sheet as at 31st March 2019 and the related statement of profit and loss for the period ended on that date.

As per our report of even date

For Girish Murthy & Kumar

Chartered Accountants

Firm registration number: 000934S

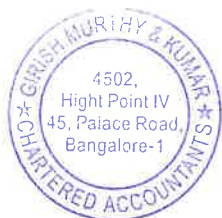
B. Girish Rao

Partner

Membership No: 85745

Place : Bangalore

Date: 20-04-2019



For and on behalf of the board of directors
of GMR SEZ Infra Services Ltd. (formerly known as
GMR SEZ Infra Services Ltd.)

Srinivas

M V Srinivas

Director

DIN: 02477894

Place: New Delhi

Date: 20-04-2019

T. G. Govindarajulu T

Director

DIN: 02734169

Place: New Delhi

Date: 20-04-2019



1 Corporate Information

GMR SEZ Infra Services Limited domiciled in India and incorporated on 20th May 2016. The company is in the business of development of Special Economic Zones, Industrial Estates and parks, dealing in real estate, property development, building, owning, operating and contracting Infrastructure facilities and other related activities.

The registered office of the company is located in Mumbai in Maharashtra, India.

Information on other related party relationships of the Company is provided in Note 19.

The financial statements were approved for issue in accordance with a resolution of the directors on 20th April 2019.

2 Significant accounting policies

A Basis of preparation

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS), under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of Companies Act, 2013 (the 'Act') (to the extent notified). The Ind AS are prescribed under section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements are presented in Indian Rupees (INR).

B Summary of significant accounting policies

a) Current versus Non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- i) Expected to be realised or intended to be sold or consumed in normal operating cycle
- ii) Held primarily for the purpose of trading
- iii) Expected to be realised within twelve months after the reporting period, or
- iv) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current. A liability is current when it is:

- i) It is expected to be settled in normal operating cycle
- ii) It is held primarily for the purpose of trading
- iii) It is due to be settled within twelve months after the reporting period, or
- iv) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

b) Property, Plant and Equipments

Recognition:

The cost of an item of property, plant and equipment shall be recognised as an asset if, and only if:

- (a) it is probable that future economic benefits associated with the item will flow to the entity, and
- (b) the cost of the item can be measured reliably.

Fixed Assets are stated at acquisition cost less accumulated depreciation and cumulative impairment. Such cost includes the expenditure that is directly attributable to the acquisition of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset are derecognised when replaced. Further, when each major inspection is performed, its cost is recognised in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

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

c) Depreciation on Property, Plant and Equipment

Depreciation on the Property plant and equipment 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 Companies Act, 2013 except for assets individually costing less than Rs. 5,000 which are fully depreciated in the year of acquisition.

The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The residual values, useful lives and method of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Depreciation charges for impaired assets is adjusted in future periods in such a manner that revised carrying amount of the asset is allocated over its remaining useful life.



d) Investment properties

Since there is no change in the functional currency, the Company has elected to continue with the carrying value for all of its investment property as recognised in its Indian GAAP financial statements as deemed cost at the transition date, viz. 1st April 2015

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

The cost includes the cost of replacing parts and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of the investment property are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in profit or loss as incurred.

Depreciation is recognised using straight line method so as to write off the cost of investment property less their residual values over their useful lives specified in schedule II to the Companies Act, 2013, or in the case of assets where useful life was determined by technical evaluation, over the life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. Freehold land and properties under construction are not depreciated.

Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer applying a valuation model recommended by the International Valuation Standards Committee.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal.

The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.

e) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

Intangible assets include software and their useful lives are assessed as either finite or indefinite.

f) Amortisation of intangible assets

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets like the Software licence are amortised over the useful life of 6 years as estimated by the management.

g) Borrowing cost

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 asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

h) Impairment of non-financial assets

As at the end of each accounting year, the Company reviews the carrying amounts of its PPE, investment properties, intangible assets and investments in associates and joint ventures determine whether there is any indication that those assets have suffered an impairment loss. If such indication exists, the said assets are tested for impairment so as to determine the impairment loss, if any. Goodwill and the intangible assets with indefinite life are tested for impairment each year.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is determined:

- (i) in case of an individual asset, at the higher of the net selling price and the value in use; and
- (ii) in case of a cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of the cash generating unit's net selling price and the value in use.

(The amount of value in use is determined as the present value of estimated future cash flows from the continuing use of an asset and from its disposal at the end of its useful life. For this purpose, the discount rate (pre-tax) is determined based on the weighted average cost of capital of the company suitably adjusted for risks specified to the estimated cash flows of the asset).

For this purpose, a cash generating unit is ascertained as the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

If recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, such deficit is recognised immediately in the consolidated statement of Profit and Loss as impairment loss and the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. For this purpose, the impairment loss recognised in respect of a cash generating unit is allocated first to reduce the carrying amount of any goodwill allocated to such cash generating unit and then to reduce the carrying amount of the other assets of the cash generating unit on a pro-rata basis.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss is recognised for the asset (or cash generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the consolidated statement of profit and loss.



i) Provisions, Contingent liabilities, Contingent assets, and Commitments

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company 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 a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost."

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 recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

j) Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction cost and where such values are different from the fair value, at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. Transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the statement of profit and loss. In case of interest free or concession loans/debentures/preference shares given to associates and joint ventures, the excess of the actual amount of the loan over initial measure at fair value is accounted as an equity investment.

Investment in equity instruments issued by associates and joint ventures are measured at cost less impairment.

Effective Interest Method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

a) Financial Assets

Financial Assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets measured at fair value

"Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell these financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial asset not measured at amortised cost or at fair value through other comprehensive income is carried at fair value through the statement of profit and loss.

Impairment of financial assets

"Loss allowance for expected credit losses is recognised for financial assets measured at amortised cost and fair value through profit or loss.

For financial assets whose credit risk has not significantly increased since initial recognition, loss allowance equal to twelve months expected credit losses is recognised. Loss allowance equal to the lifetime expected credit losses is recognised if the credit risk on the financial instruments has significantly increased since initial recognition."

De-recognition of financial assets

The Company de-recognises a financial asset only when the contractual rights to the cash flows from the financial asset expire, or it transfers the financial asset and the transfer qualifies for de-recognition under Ind AS 109.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the carrying amount measured at the date of de-recognition and the consideration received is recognised in statement of profit or loss.

For trade and other receivables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

b) Financial liabilities and equity instruments

Classification as debt or equity

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

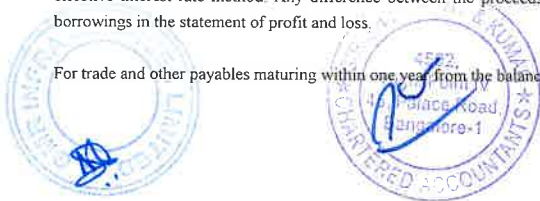
Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

Financial Liabilities

Financial liabilities are initially measured at fair value, net of transaction costs, and are subsequently measured at amortised cost, using the effective interest rate method where the time value of money is significant. Interest bearing bank loans, overdrafts and issued debt are initially measured at fair value and are subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in the statement of profit and loss.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.



a **Financial Guarantee Contracts**

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee.

b **De-recognition**

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

Off-setting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

k) **Cash and cash equivalents**

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

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

l) **Fair Value Measurement**

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) In the principal market for the asset or liability, or
- ii) In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

"A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use."

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs."

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period."

The Company determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations. The Valuation Committee comprises of the head of the investment properties segment, heads of the Company's internal mergers and acquisitions team, the head of the risk management department, financial controllers and chief finance officer.

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities, such as contingent consideration. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained. Valuers are normally rotated every three years.

At each reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Company, in conjunction with the Company's external valuers, also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value.

m) **Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

Interest Income

"For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in finance income in the statement of profit and loss.

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



Dividends

"Revenue is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend "

n) Taxes

Tax expense comprises current and deferred tax.

Current Income 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

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. 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 outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate. "

Deferred Tax

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying values of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of the taxable profit and is accounted for using the balance sheet liability model. Deferred tax liabilities are generally recognised for all the taxable temporary differences. In contrast, deferred tax assets are only recognised to the extent that is probable that future taxable profits will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

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 taxes relate to the same taxable entity and the same taxation authority.

Deferred tax assets include Minimum Alternative Tax ("MAT") paid in accordance with the tax law in India, which is likely to give future economic benefits in form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax assets in balance sheet when the assets can be measured reliably and it is probable that future economic benefit associated with the assets will be realised.

o) Corporate Social Responsibility ("CSR") expenditure

There is no expenditure towards Corporate Social Responsibility during the year



3 Investment Property

	(Amount in Rupees)		
	Freehold land	Buildings	Total
At April 1, 2018	-	-	-
Additions	4,77,390	-	4,77,390
Disposals	-	-	-
At Mar 31, 2019	4,77,390	-	4,77,390
Net Book value			
At March 31, 2019	4,77,390	-	4,77,390
At March 31, 2019	-	-	-
At April 1, 2018	-	-	-

During the current year 18-19, 0.70 acres of land purchased at the value of Rs 13,50,000 from Suzone Properties and again sold out the same 0.70 acres of land to Suzone Properties at the value of Rs 15,00,000. Again, during the year 18-19, 0.20 acres of land purchased from Suzone Properties at the rate of Rs 4,30,000

4 Loans

	(Amount in Rupees)			
	Non-current		Current	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
Other Loans				
Unsecured, considered good				
Loans to related parties	-	-	1,50,00,00,000	-
Total	-	-	1,50,00,00,000	-
Total	-	-	1,50,00,00,000	-

4 Other financial assets

	(Amount in Rupees)			
	Non-current		Current	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
Non-current bank balances (refer note 6)	3,22,73,973.00	-	-	-
Unsecured, considered good unless otherwise stated				
Interest receivable from group companies	-	-	5,87,49,041	-
	3,22,73,973	-	5,87,49,041	-

4 Other assets

	(Amount in Rupees)			
	Non-current		Current	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
Others				
Balances with statutory/government authorities	-	-	52,10,281	-
Other Receivable	-	-	48,970	-
	-	-	52,59,251	-
	-	-	52,59,251	-

5 Current Investments

	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
Investment in equity instruments carried at cost (unquoted)		
224842037 Nos of equity shares of Rs.10 each fully paid-up in GMR Airport Ltd.	35,59,99,81,844	0
Quoted Mutual Funds		
831.800 (2018 :1,538.532) units of Birla Sun Life Cash Plus - Growth Regular plan of Rs. 282.9927 (2018: Rs. 278.2338) each fully paid up (Face Value Rs. 100 and the market value Rs.282.9927 per unit)	-	4,28,072
	35,59,99,81,844	4,28,072
Aggregate amount of quoted investments	35,59,99,81,844	4,28,072
Total	35,59,99,81,844	4,28,072
The above investment in equity shares of GMR Airport Ltd is under lien with Yes bank		

6 Cash and cash equivalents

	(Amount in Rupees)			
	Non-current		Current	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
Balances with banks:				
- On current accounts	-	-	2,01,176	70,828
(A)	-	-	2,01,176	70,828
Bank Balance other than cash and cash equivalents				
- Deposits with maturity for more than 3 months but less than 12 months	-	-	3,22,73,973	-
(B)	-	-	3,22,73,973	-
Amount disclosed under other financial assets (refer note 4)	-	-	(3,22,73,973)	-
(C)	-	-	(3,22,73,973)	-
Total	(A+B+C)	-	2,01,176	70,828

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
Balances with banks:		
- On current accounts	2,01,176	70,828
	2,01,176	70,828



7 Share Capital

(Amount in Rupees)

	31-Mar-19	31-Mar-18
Authorised shares		
50,000 (March 31, 2018: 50,000) equity shares of Rs. 10 each	5,00,000	5,00,000
Issued, subscribed and fully paid-up shares		
50,000 (March 31, 2018: 50,000) equity shares of Rs. 10 each	5,00,000	5,00,000
	<u>5,00,000</u>	<u>5,00,000</u>

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

	31-Mar-19		31-Mar-18	
	No of Shares in Units	(Amount in Rupees)	No of Shares in Units	(Amount in Rupees)
Equity shares				
At the beginning of the year	50,000	5,00,000	50,000	5,00,000
Issued during the year				
Outstanding at the end of the year	<u>50,000</u>	<u>5,00,000</u>	<u>50,000</u>	<u>5,00,000</u>

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share.

Each holder of equity shares is entitled to one vote per share. 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 ensuing Annual General Meeting. During the year, the Company has not proposed for any dividend payable to the shareholders.

In 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 preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

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

	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
GMR Corporate Affairs Private Limited and its nominees, the immediate holding company.		
50,000 (March 2018: 50,000) Equity Shares of Rs. 10 each fully paid up	-	5,00,000
GMR Infra Developre Limited and its nominees, the immediate holding		
50,000 (March 2018: 50,000) Equity Shares of Rs. 10 each fully paid up	5,00,000	-

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

Name of shareholder	31-Mar-19		31-Mar-18	
	No of Shares in Units	% holding	No of Shares in Units	% holding
Equity shares of Rs.10 each fully paid up				
GMR Corporate Affairs Private Limited and its nominees, the immediate holding company	-	-	50,000	100.00%
GMR Infra Developers Limited and its nominees, the immediate holding company.	50,000	100.00%	-	-

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

8 Other equity

(Amount in Rupees)

	31-Mar-19	31-Mar-18
Equity Component of Debentures		
Balance at the beginning of the year	-	-
Movement during the year	20,60,00,00,000	
Closing balance	<u>20,60,00,00,000</u>	
Surplus in the statement of profit and loss		
Balance at the beginning of the year	(69,400)	(52,386)
Profit/(loss) for the year	(1,71,71,31,150)	(17,014)
Net surplus in the statement of profit and loss	<u>(1,71,72,00,550)</u>	<u>(69,400)</u>
Total other equity	<u>18,88,27,99,450</u>	<u>(69,400)</u>

Note: 20,600 nos of 0.001% Compulsarily Convertibel Debetures (CCD) has been issued to GMR Infra Developers Ltd @ face value of Rs. 10,00,000 each. As per IND AS, CCD are considered as other equity and CCD balance as on 31.12.2018 stands to Nil.

9 Long-term Borrowings

(Amount in Rupees)

	Non-current portion		Current maturities	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
Other loans and advances				
Loans from other related parties (unsecured)	76,19,61,544	-	-	-
Inter-corporate Deposit	-	-	-	-
	<u>76,19,61,544</u>	<u>-</u>	<u>-</u>	<u>-</u>
The above amount includes				
Unsecured borrowings	76,19,61,544	-	-	-
	<u>76,19,61,544</u>	<u>-</u>	<u>-</u>	<u>-</u>



10 Other financial liabilities

(Amount in Rupees)

	Non-current		Current	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
Interest accrued but not due on borrowings	1,40,58,418	-	16,08,41,589	-
Non-trade payables (Group Companies)	-	-	99,000	-
Non-trade payables	-	-	64,793	68,300
	1,40,58,418	-	16,10,05,382	68,300

11 Other liabilities

(Amount in Rupees)

	Non-current		Current	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
TDS Payable	-	-	47,09,288	-
Other statutory dues	-	-	3,35,643	-
Other Liabilities	-	-	38,02,72,290	-
	-	-	38,53,17,221	-

12 Short-term Borrowings

	31-Mar-19	31-Mar-18
Secured		
Term loan from banks *	15,00,00,00,000	-
Term loan from financial institutions	-	-
Non Convertible Debenture from Financial Institution **	2,00,00,00,000	-
	-	-
	17,00,00,00,000	-
	17,00,00,00,000	-

The above amount includes

Secured Borrowings

17,00,00,00,000	-
17,00,00,00,000	-

* During the FY 2018-19, the company has taken the loan of Rs. 15,000,000,000 at an interest rate 12.60% for the period of 12 months from Yes Bank. As at 31st March 2019, the company has total Loan of Rs 15,000,000,000. The above loan has been secured by pari passu charge on entire assets of the company excluding investments under hypothecation deed and pari passu pledge of shares issued by GMR Airport Limited, Corporate Guarantee of GMR Infrastructure Limited, 100% pledge of borrower shares held by GMR Infra Developers Limited.

** During the year 2018-19, the Company had issued 200 Cr 19% rated, unlisted, redeemable non-convertible debentures having a face value of Rs One Crore each. These Debentures shall be redeemed on 6th September 2019. The company has given the security of (1) first ranking pari-passu pledge over shares of GMR Airports Limited constituting 51% of share capital of GMR Airports Limited on a fully diluted basis (2) First ranking pari-passu pledge over 99.99% of the shares of GMR Infra Services Limited (3) First ranking pari passu charge, by way of hypothecation, over all assets (including escrow accounts) of the Assessee (excluding designated account of the Assessee bearing number 026881300001140 and fixed deposits and the account to which such deposits will be linked and all monies lying to the credit thereof as) (4) A first ranking pari-passu charge, by way of hypothecation, over all inter-company loans extended by GMR SEZ Infra Services Limited (5) First ranking exclusive charge, by way of hypothecation, over the fixed deposits and the account to which such deposits will be linked and all monies lying to the credit thereof (6) Corporate Guarantee by GIL.



GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)
Notes to financial statements for the year ended March 31, 2019

13 Other income	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
Interest income on		
Interest income on		
Bank deposits	8,10,59,056	-
Others*	5,93,42,466	-
Dividend income on		
Profit on sale of investments	11,922	27,264
Net gain on disposal of property, plant and equipment	1,310	-
Other non-operating income	1	-
	14,04,14,755	27,264

14 Finance cost	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
Interest cost	1,17,31,47,159	-
Other Fin Services (Facility Fees)	65,02,72,272	-
Interest on delayed statutory payments	18	-
Other borrowing Cost	15,00,000	-
Bank charges	7,126	10
	1,82,49,26,575	10

15 Other expenses	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
Rates and taxes	50,28,262	1,230
Legal and professional fees	2,74,61,597	863
Payment to auditors (refer details below)	53,970	42,175
Demat Facility Charges	13,990	-
Website Charges	50,000	-
Miscellaneous expenses	176	-
	3,26,12,310	44,268

Payment to auditors

As auditor:

Audit fee	36,360	20,800
Limited Review	12,360	21,375
Other services	5,250	-
	53,970	42,175

16 Income tax expenses in the statement of profit and loss consist of the following:	(Amount in Rupees)	
	31-Mar-19	31-Mar-18

Tax expenses		
Current tax	-	-
Deferred tax	-	-
Total taxes	-	-

The tax expense can be reconciled for the period to the accounting profit as follows:

	(Amount in Rupees)	
	31-Mar-19	31-Mar-18
Profit Before Tax	(1,71,71,24,130)	(17,014)
Applicable tax rate	25.75%	25.75%
Computed tax expense	(44,21,59,463)	(4,381)
Deferred tax**	44,21,59,463	4,381

At the effective income tax rate

Total tax expense reported in the statement of profit and loss

**Deferred tax asset has not been recognized on brought forward losses as there is no probability/convincing or other evidence that sufficient taxable profits will be available against which DTA will be adjusted.

17 Earnings per share ['EPS']

Basic EPS amounts are calculated by dividing the profit/(loss) for the year attributable to equity holders of the parent by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.



GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)

Notes to financial statements for the year ended March 31, 2019

The following reflects the income and share data used in the basic and diluted EPS computations:

	31-Mar-19	31-Mar-18
Profit after tax attributable to shareholders of the parent (Amount in Rupees)		
Continuing operations (Amount in Rupees)	(1,71,71,31,150)	(17,014)
Discontinued operations (Amount in Rupees)	-	-
Profit attributable to equity shareholders of the parent for basic/diluted earnings per share (Amount in Rupees)	(1,71,71,31,150)	(17,014)
Weighted average number of equity shares of Rs.10 each outstanding during the period used in calculating basic and diluted earnings per share (No of Shares in units)	50,000	50,000
Earnings per share for continuing operations -Basic (Rs. in units)	(34,342.62)	(0.34)
Earnings per share for continuing operations -Diluted (Rs. in units)	(34,342.62)	(0.34)



19 Related Party Disclosure

a List of related parties

Enterprises that control the Company

GMR Infra Developers Limited (GIDL) (Holding Company)

GMR Infrastructure Limited (GIL)

Fellow Subsidiary Co:

GMR Enterprises Private Limited (GEPL)

GMR Airport Ltd (GAL)

Key Management Personnel

Mr. M V Srinivas

Mr. Govindarajulu T

Mr. Adi Seshavaram

Summary of transactions with the above related parties during the year is as follows:

Particulars	31-Mar-19	31-Mar-18
Issue of Shares		
- Enterprises that Control the Company – GCAPL	-500000	-
- Enterprises that Control the Company – GIDL	500000	
Issue of Compulsary Convertible Debentures (Unsecured)		
- Enterprises that Control the Company – GIDL	20,60,00,00,000	
Loan from Group Co.		
- Enterprises that Control the Company – GIL	76,19,61,544	
Interest on Loan/Debenture		
- Enterprises that Control the Company – GIL	2,51,07,216	
- Enterprises that Control the Company – GIDL	89,792	
Loan given to Group Company		
- Loan given to GSPHPL	1,50,00,00,000	
Interest Income on loan given to Group Company		
- Interest Income on loan given to GSPHPL	5,93,42,466	
Investment in Group Co.		
- Fellow Subsidiary Company – GAL	35,59,99,81,844	
Payable to Group Company		
- Enterprises that Control the Company – GIDL	99,000	
Summary of Outstanding Balances at the year-end :	31-Mar-19	31-Mar-18
Equity Share Capital		
- Enterprises that Control the Company – GCAPL	0	5,00,000
- Enterprises that Control the Company – GIDL	5,00,000	
Issue of Compulsary Convertible Debentures (Unsecured)		
- Enterprises that Control the Company – GIDL	20,60,00,00,000	
Loan from Group Co.		
- Enterprises that Control the Company – GIL	76,19,61,544	
Interest on Loan/Debenture		
- Enterprises that Control the Company – GIL	1,39,68,626	
- Enterprises that Control the Company – GIDL	89,792	
Loan given to Group Company		
- Loan given to GSPHPL	1,50,00,00,000	
Interest Income on loan given to Group Company		
- Interest Income on loan given to GSPHPL	5,87,49,041	
Investment in Group Co.		
- Fellow Subsidiary Company – GAL	35,59,99,81,844	
Payable to Group Company		
- Enterprises that Control the Company – GIDL	99,000	



20 Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. Company's senior management ensures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

A. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk. Financial instruments affected by market risk include loans and borrowings, deposits, and derivative financial instruments.

The sensitivity analyses in the following sections relate to the position as at 31 March 2019 and 31 March 2018.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations, provisions.

The following assumptions have been made in calculating the sensitivity analyses:

► The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at 31 March 2019 and 31 March 2018.

B. Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have fluctuating interest rate borrowings, thus company does not have any interest rate risk.

C. Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company does not have exposure to foreign currency payable or receivable balances and hence it does not have any foreign currency risk.

D. Credit risk

Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

E. Liquidity risk

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank deposits and loans.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments (including interest payments):

(Amount in Rupees)					
Particulars	On demand	Within 1 year	1 to 5 years	> 5 years	Total
Year ended March 31, 2019					
Borrowings	17,00,00,00,000		76,19,61,544		17,76,19,61,544
Trade and other payables					-
Other financial liabilities	16,10,05,382				16,10,05,382
Total	17,16,10,05,382	-	76,19,61,544	-	17,92,29,66,926
Year ended March 31, 2018					
Year ended March 31, 2018					
Borrowings					-
Trade and other payables					-
Other financial liabilities	68,300				68,300
Total	68,300	-	-	-	68,300



21 Fair Value Measurements

The carrying value of financial instruments by categories is as follows

Particulars	As at March 31, 2019			(Amount in Rupees)		
	Fair value through statement of profit or loss (FVTPL)	Fair value through other comprehensive income (FVTOCI)	Amortised cost	Fair value through statement of profit or loss (FVTPL)	Fair value through other comprehensive income (FVTOCI)	Amortised cost
Financial assets						
Investments (other than investments in subsidiaries, associates and joint ventures)	-	-	-	4,28,072	-	-
Cash and cash equivalents	-	-	2,01,176	-	-	70,828
Bank balance other than cash and cash equivalent	-	-	9,10,23,014	-	-	-
Other financial assets	-	-	-	-	-	-
Total	-	-	9,12,24,190	4,28,072	-	70,828
Financial liabilities						
Borrowings	-	-	17,76,19,61,544	-	-	-
Trade payables	-	-	-	-	-	-
Other financial liabilities	-	-	17,50,63,791	-	-	68,300
Total	-	-	17,93,70,25,335	-	-	68,300

22 Fair Value hierarchy

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Level 1 to Level 3, as described below:

Quoted prices in an active market (Level 1): This level of hierarchy includes financial assets that are measured by reference to quoted prices (unadjusted) in active markets for identical assets or liabilities. This category consists of investment in quoted equity shares, and mutual fund investments.

Valuation techniques with observable inputs (Level 2): This level of hierarchy includes financial assets and liabilities, measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Valuation techniques with significant unobservable inputs (Level 3): This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

Particulars	As at March 31, 2019				(Amount in Rupees)	
	Carrying amount	Fair Value			As at March 31, 2018	
		Level 1	Level 2	Level 3	Carrying amount	Fair Value
Financial assets						
Investments (other than investments in subsidiaries, associates and joint ventures)	-	-	-	-	4,28,072	4,28,072
Cash and cash equivalents	2,01,176	-	-	2,01,176	70,828	-
Total	9,12,24,190	-	-	9,12,24,190	4,98,900	4,28,072
Financial liabilities						
Other financial liabilities	17,50,63,791	-	-	17,50,63,791	68,300	-
Total	17,93,70,25,335	-	-	17,93,70,25,335	68,300	-



23 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maintain strong credit rating and healthy capital ratios in order to support its business and maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, loans and borrowings, trade and other payables, less cash and cash equivalents.

		(Amount in Rupees)	
		31-Mar-19	31-Mar-18
Borrowings		17,76,19,61,544	-
Less: Cash and cash equivalents (Note6)		-2,01,176	-
Net debt	(i)	17,76,17,60,368.00	-
Share Capital		5,00,000	5,00,000
Other Equity		18,88,27,99,450	-69,400
Total capital	(ii)	18,88,32,99,450	4,30,600
Capital and net debt	(iii= i+ii)	36,64,50,59,818	4,30,600
Gearing ratio (%)	(i/iii)	48.47%	0.00%

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

No changes were made in the objectives, policies or processes for managing capital during the period.

24 Segment reporting

The Chief Operating Decision Maker reviews the operations of the Company primarily as a business of procurement of land, which is considered to be the only reportable segment by the management. Hence, there are no additional disclosures to be provided under IND AS 108 'Operating Segments'.

25 Capital commitments

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances Rs. NIL (Mar'18 - Rs. NIL).

26 Pending litigations

The Company does not have any pending litigations which would impact its financial position.

27 Foreseeable losses

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

28 MSME Dues

There are no micro and small enterprises to which the company owes dues which are outstanding for more than 45 days as at March 31, 2019. This information, as required to be disclosed under the Micro Small and Medium Enterprises Development Act 2006, has been determined to the extent such parties have been identified on the basis of information available with the company.

As per our report of even date

For Girish Murthy & Kumar

Chartered Accountants

Firm registration number: 0009345

B. Girish Rao

Partner

Membership No: 85745

Place : Bangalore

Date :



For and on behalf of the board of directors

GMR Infra Services Limited (Formerly known as GMR SEZ Infra Services Limited)

M V Srinivas

Director

DIN: 02477894

Place : New Delhi

Date : 20.04.2019

Govindrajulu T

Director

DIN: 02734169

Place : New Delhi

Date : 20.04.2019



29. Standard (Ind AS) issued not effective

A) Indian Accounting Standards (Ind AS) issued but not yet effective

On March 30, 2019, the Ministry of Corporate Affairs (MCA) issued the Companies (Indian Accounting Standards) Amendment Rules, 2019 which notified Ind AS 116, Leases. The amendment rules are effective from reporting periods beginning on or after April 1, 2019. This standard replaces current guidance in Ind AS 17 and is a far reaching change in accounting by lessees in particular.

Ind AS 116 sets out the principles for recognition, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to accounting for finance leases under Ind AS 17. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an entity.

Ind AS 116 requires lessees to recognize a 'right-of-use asset' and a 'lease liability' for almost all leasing arrangements. Lessor accounting under Ind AS 116 is substantially unchanged from today's accounting under Ind AS 17. The lessor still has to classify leases as either finance or operating.

Ind AS 116 is effective for the Group in the first quarter of fiscal year 2019 using either one of two methods:

- (a) retrospectively to each prior reporting period presented in accordance with Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors, with the option to elect certain practical expedients as defined within Ind AS 116 (the full retrospective method); or
- (b) retrospectively with the cumulative effect of initially applying Ind AS 116 recognized at the date of initial application (April 01, 2019) and providing certain additional disclosures as defined in Ind AS 116 (the modified retrospective method).

The Company continues to evaluate the available transition methods and its contractual arrangements. The ultimate impact on leases resulting from the application of Ind AS 116 will be subject to assessments that are dependent on many variables, including, but not limited to, the terms of the contractual arrangements and the mix of business. The Company's considerations also include, but are not limited to, the comparability of its financial statements and the comparability within its industry from application of the new standard to its contractual arrangements. The Company has established an implementation team to implement Ind AS 116 related to leases and it continues to evaluate the changes to accounting system and processes, and additional disclosure requirements that may be necessary.

A reliable estimate of the quantitative impact of Ind AS 116 on the financial statements will only be possible once the implementation project has been completed.

A) Amendments to Indian Accounting Standards (Ind AS) issued but not yet effective

The amendments to standards that are issued, but not yet effective, up to the date of issuance of the financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective.

On March 30, 2019, the Ministry of Corporate Affairs (MCA) issued the Companies (Indian Accounting Standards) Second Amendment Rules, 2019 amending the following standards:

Appendix C, Uncertainty over Income Tax Treatments to Ind AS 12, 'Income taxes'

The appendix corresponds to IFRIC 23, Uncertainty over Income Tax Treatments issued by the IFRS Interpretations Committee.

This amendment clarifies how the recognition and measurement requirements of Ind AS 12 'Income taxes', are applied where there is uncertainty over income tax treatments. An uncertain tax treatment is any tax treatment applied by an entity where there is uncertainty over whether that treatment will be accepted by the tax authority. For example, a decision to claim a deduction for a specific expense or not to include a specific item of income in a tax return is an uncertain tax treatment if its acceptability is uncertain under tax law. The amendment applies to all aspects of income tax accounting where there is an uncertainty regarding the treatment of an item, including taxable profit or loss, the tax bases of assets and liabilities, tax losses and credits and tax rates.

The interpretation is effective for annual periods beginning on or after April 1, 2019.

The company is evaluating the impact of the amendment on the financial position, results of operation and cash flow.

Prepayment Features with Negative Compensation, Amendments to Ind AS 109, Financial Instruments.

This amendment enables entities to measure certain pre-payable financial assets with negative compensation at amortised cost. These assets, which include some loan and debt securities, would otherwise have to be measured at fair value through profit and loss. Negative compensation arises where the contractual terms permit the borrower to prepay the instrument before its contractual maturity, but the prepayment amount could be less than unpaid amounts of principal and interest. However, to qualify for amortised cost measurement, the negative compensation must be 'reasonable compensation for early termination of the contract'.



That is, when a financial liability measured at amortised cost is modified without this resulting in derecognition, a gain or loss should be recognised in profit or loss. The gain or loss is calculated as the difference between the original contractual cash flows and the modified cash flows discounted at the original effective interest rate.

The interpretation is effective for annual periods beginning on or after April 1, 2019.

The company is evaluating the impact of the amendment on the financial position, results of operation and cash flow.

Plan Amendment, Curtailment or Settlement, Amendments to Ind AS 19, Employee Benefits.

The amendments to Ind AS 19 clarify the accounting for defined benefit plan amendments, curtailments and settlements. They confirm that entities must:

- calculate the current service cost and net interest for the remainder of the reporting period after a plan amendment, curtailment or settlement by using the updated assumptions from the date of the change
- any reduction in a surplus should be recognised immediately in profit or loss either as part of past service cost, or as a gain or loss on settlement. In other words, a reduction in a surplus must be recognised in profit or loss even if that surplus was not previously recognised because of the impact of the asset ceiling
- separately recognise any changes in the asset ceiling through other comprehensive income.

The interpretation is effective for annual periods beginning on or after April 1, 2019.

The company is evaluating the impact of the amendment on the financial position, results of operation and cash flow.

Annual Improvements to Ind AS

- **Ind AS 23, 'Borrowing Cost'**- clarified that if a specific borrowing remains outstanding after the related qualifying asset is ready for its intended use or sale, it becomes part of general borrowings.
- **Ind AS 103, 'Business Combination'**- clarified that obtaining control of a business that is a joint operation is a business combination achieved in stages. The acquirer should re-measure its previously held interest in the joint operation at fair value at the acquisition date.
- **Ind AS 111, 'Joint arrangements'**- clarified that the party obtaining joint control of a business that is a joint operation should not measure its previously held interest in joint operation.
- **Ind AS 12, 'Income Taxes'**- clarified that the income tax consequences of dividends on financial instruments classified as equity should be recognised according to where the past transactions or events that generated distributable profits were recognised. These requirements apply to all income tax consequences of dividends.

Previously, it was unclear whether the income tax consequences of dividend should be recognised in profit or loss, or in equity, and the scope of the existing guidance was ambiguous.

The interpretation is effective for annual periods beginning on or after April 1, 2019.

The company is evaluating the impact of the amendment on the financial position, results of operation and cash flow.

