B. Purushottam & Co.,
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of GMR Tuni Anakapalli Expressways Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **GMR Tuni Anakapalli Expressways Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including the statement of Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under sec 133of the Act read with the Companies (Indian Accounting Standards)Rules,2015,as amended,("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its **Profit** (financial performance including other comprehensive Income), its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act 2013 (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Flat No.3-D, "PIONEER HOMES", 23/A, North Boag Road, T.Nagar, Chennai - 600 017.
Phone : 28152515, 42013486, Fax : 42013485 Email : bpcchennai@gmail.com

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Standalone Financial Statements

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

In preparing the standalone 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.

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The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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.

- Obtain an understanding of internal financial controls 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.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- 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 standalone 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.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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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.

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

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, we report that:

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

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

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

(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act.

(e) On the basis of written representations received from the directors as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of section 164 (2) of the Act;

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

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

   i. The Company does not have any pending litigations which would impact its financial position in its financial position. **Refer Note no 30** to the financial statements.

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ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses. **Refer Note no 31** to the financial statements.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B. PURUSHOTTAM & CO.
Chartered Accountants
Reg No. 002808S

K.V.N.S. KISHORE
Partner
M. No. 206734

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T.Nagar, Chennai-600 017.

Place : Chennai
Date : 20-05-2020

UDIN:20206734AAAACF6872

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

With reference to the Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of the Independent Auditor's report to the members of **GMR Tuni Anakapalli Expressways Limited** on the Standalone financial statements for the year ended 31st March 2020, we report that:

(i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) We are informed that the management has physically verified the fixed assets of the company at reasonable intervals and no discrepancies have been noticed on such verification.

(c) The title deeds of immovable properties are held in the name of the company.

(ii) We are informed that the management has physically verified the inventory at reasonable intervals and the discrepancies if any noticed have been properly dealt with in the books of account.

(iii) The company has granted loans, secured or unsecured to companies covered in the register maintained under section 189 of the Companies Act, 2013.

(a) The terms and conditions of the grant of such loans are not prejudicial to the company's interest;

(b) The schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal amounts and interest have been regular as per stipulations.

(c) There is no overdue amount for more than ninety days.

(iv) In respect of loans, guarantees, and security, the company has complied the provisions of sec 185 of the companies act 2013 wherever applicable. The provisions of sec 186 are not applicable to the company as it is engaged in providing infrastructure facilities (construction of highways).

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(v) The company has not accepted deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder.

(vi) In our opinion, the prescribed accounts and records have been made and maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013, related to construction of Highways.

(vii) (a) As per the information and explanations given to us, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, duty of customs, cess and other material statutory dues applicable to it with the appropriate authorities and there were no undisputed amounts payable which were outstanding as on 31.03.2020 for a period of more than six months from the date on which they became due.

(b) No dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute.

(viii) As per the information and explanations given to us and on our examination of records, the company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.

(ix) In our opinion and according to the information and explanations given to us and on our examination of the records of the company, there are no fresh monies raised by way of initial public offer or further public offer (including debt instruments) and term loans during the year under review.

(x) According to the information and explanations given to us no fraud by the company or no fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) According to the information and explanations given to us and on our examination of records of the Company, no managerial remuneration has been paid or provided during the year.

(xii) The Company is not a Nidhi Company hence reporting under this clause is not applicable.

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(xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;

(xiv) According to the information and explanations given to us and on our examination of records, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and the provisions of section 42 of companies act 2013 are not applicable.

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

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

For B. PURUSHOTTAM & CO.
Chartered Accountants
Reg No. 002808S

K.V.N.S. KISHORE
Partner
M. No. 206734

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T.Nagar, Chennai-600 017

Place: Chennai
Date: 20-05-2020

UDIN:20206734AAAACF6872

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")

We have audited the internal financial controls over financial reporting of **GMR Tuni Anakapalli Expressways Limited** ("the Company") as of 31st March 2020 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

B. PURUSHOTTAM & CO. 23/A, North Boag Road, T. Nagar, Chennai - 600 017 CHARTERED ACCOUNTANTS assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For B. PURUSHOTTAM & CO.
Chartered Accountants
Reg No. 002808S

K.V.N.S. KISHORE
Partner
M. No. 206734

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS
23/A, North Boag Road, T.Nagar, Chennai-600 017

Place : Chennai
Date : 20-05-2020

UDIN:20206734AAAACF6872

GMR Tuni Anakapalli Expressways Limited
CIN U45203KA2001PLCO49328

Amount in Rs

	Statement of Audited financial results for three months and year ended March 31, 2020					
	Particulars	Quarter ended			Year ended	
		31-Mar-20	31-Dec-19	31-Mar-19	31-Mar-20	31-Mar-19
		(Refer Note 1)	Unaudited	(Refer Note 1)	Audited	Audited
1	**Income**					
	a) Income from operations - Annuity	-	31,600,074	94,807,317	217,092,030	360,235,852
	b) Other income	47,446,889	43,799,873	43,550,359	179,380,915	169,685,180
	Total income	**47,446,889**	**75,399,947**	**138,357,676**	**396,472,945**	**529,921,032**
2	**Expenses**					
	(a) Sub-contracting expesnes	3,855,791	18,064,352	37,601,352	93,651,357	139,560,568
	(b) Employee benefits expense	4,491,316	7,229,052	8,087,119	28,255,997	43,922,126
	(c) Finance costs	13,902,034	28,259,973	32,322,617	111,202,783	143,484,427
	(d) Depreciation and amortisation expenses	33,497	38,563	135,196	350,557	531,937
	(e) Other expenses	10,277,781	6,678,138	13,230,769	34,450,689	43,056,061
	Total expenses	**32,560,419**	**60,270,078**	**91,377,053**	**267,911,383**	**370,555,118**
3	**Profit/(loss) before tax expense (1-2)**	**14,886,471**	**15,129,870**	**46,980,623**	**128,561,562**	**159,365,914**
4	**Tax expenses**	2,600,439	(4,309,593)	9,373,587	21,046,854	36,001,013
5	**Profit/(loss) after tax (3 ± 4)**	**12,286,032**	**19,439,463**	**37,607,036**	**107,514,708**	**123,364,901**
6	**Other Comprehensive Income/(Loss)**	(7,865)	64,867	59,657	66,319	3,190,445
7	**Total comprehensive income for the respective periods (5 ± 6)**	**12,278,167**	**19,504,330**	**37,666,693**	**107,581,027**	**126,555,346**
8	Paid-up equity share capital (face value Rs 10/- per share)	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
	Weighted average number of shares used in computing	**1,000,000**	**1,000,000**	**1,000,000**	**1,000,000**	**1,000,000**
9	**Earnings per equity share**					
	i) Basic	12.29	19.44	37.61	107.51	123.36
	ii) Diluted	12.29	19.50	37.61	107.51	123.36

1. The figures of the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year and the unaudited year to date figures upto the third quarter of the relevant financial years.

In terms of our report of even date

For B. Purushottam & Co.
Chartered Accountants
Reg. No. 002808S

20/5/2020

KVNS Kishore
Partner
(M.No.206734)
Place: Chennai

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A, North Boag Road, T.Nagar, Chennai-600 017.

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN: 02281905
Place: New Delhi

Mohan Rao M
Director
DIN: 02506274
Place: New Delhi

Date: May 14, 2020

GMR Tuni - Anakapalli Expressways Limited

GMR Tuni Anakapalli Expressways Limited
CIN U45203KA2001PLCO49328
Statement of assets and liabilities

(Amount in Rs)

Particulars	As at March 31, 2020 (Audited)	As at March 31, 2019 (Audited)
1 ASSETS		
a) Non-current assets		
Property, plant and equipment	283,779	650,029
Investment property	237,115	237,115
Financial assets		
Investments	619,190,753	559,274,092
Loans and advances	-	398,400,000
Other Financial assets	-	37,500,000
	619,711,647	**996,061,236**
b) Current assets		
Inventories	-	403,967
Financial assets		
Cash and cash equivalents	2,124,085	2,077,016
Bank balance other than cash and cash equivalents	232,465,450	127,340,450
Loans and advances	796,765,200	784,161,055
Other financial assets	271,590,398	762,718,447
Other current assets	4,036,877	12,678,421
	1,306,982,010	**1,689,379,356**
TOTAL ASSETS (a+b)	**1,926,693,657**	**2,685,440,592**
2 EQUITY AND LIABILITIES		
a) Equity		
Equity share capital	10,000,000	10,000,000
Other equity	1,359,711,518	1,252,130,492
Total equity	**1,369,711,518**	**1,262,130,492**
b) Non-current liabilities		
Financial liabilities		
Borrowings	294,466,511	439,000,000
Provisions	1,897,744	1,808,147
	296,364,255	**440,808,147**
c) Current liabilities		
Financial liabilities		
Borrowings	67,400,000	89,400,000
Trade payables		
Due to micro enterprises and small enterprises	292,479	956,468
Due to others	95,487,644	48,590,352
Other financial liabilities	35,189,623	468,566,052
Other current liabilities	1,170,709	1,589,781
Provisions	50,323,226	366,278,408
Current tax liabilities (net)	10,754,204	7,120,892
	260,617,884	**982,501,953**
TOTAL EQUITY AND LIABILITIES (a+b+c)	**1,926,693,657**	**2,685,440,592**

In terms of our report of even date

For B. Purushottam & Co.
Chartered Accountants
Reg. No. 002808S

20/5/2020

KVNS Kishore
Partner
(M.No 206734)
Place: Chennai

Date: May 14, 2020

PURUSHOTTAM & CO. 23/A, North Boag Road, T.Nagar, Chennai-600 017. CHARTERED ACCOUNTANTS

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN 02281905
Place: New Delhi

Mohan Rao M
Director
DIN 02506274
Place: New Delhi

GMR Tuni - Anakapalli Expressways Limited

GMR Tuni Anakapalli Expressways Limited

CIN U45203KA2001PLC049328

Balance Sheet as at March 31, 2020

Amount in Rs

	Note	As At March 31, 2020	As At March 31, 2019
ASSETS			
Non Current Assets			
(a) Property, plant and equipment	3	283,779	650,029
(b) Investment property	4	237,115	237,115
(c) Financial Assets			
(i) Investments	5	619,190,753	559,274,092
(ii) Loans	6 (i)	-	398,400,000
(iii) Other Financial Assets	7 (i)	-	37,500,000
Total Non-Current Assets		**619,711,647**	**996,061,236**
Current Assets			
(a) Inventories	10	-	403,967
(b) Financial Assets			
(i) Cash & Cash Equivalents	8(i)	2,124,085	2,077,016
(ii) Bank balance other than cash and cash equivalents	8(ii)	232,465,450	127,340,450
(iii) Loans	6 (ii)	796,765,200	784,161,055
(iv) Other Financial Assets	7 (ii)	271,590,398	762,718,447
(c) Other Current Assets	9	4,036,877	12,678,421
Total Current Assets		**1,306,982,010**	**1,689,379,356**
TOTAL ASSETS		**1,926,693,657**	**2,685,440,592**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	11	10,000,000	10,000,000
(b) Other Equity	12	1,359,711,518	1,252,130,492
Total Equity		**1,369,711,518**	**1,262,130,492**
Liabilities			
Non-Current Liablities			
(a) Financial Liabilities			
(i) Borrowings	13(i)	294,466,511	439,000,000
(b) Provisions	17 (i)	1,897,744	1,808,147
Total Non-Current Liablities		**296,364,255**	**440,808,147**
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13(ii)	67,400,000	89,400,000
(ii) Trade payables	14		
Due to micro enterprises and small enterprises		292,479	956,468
Due to others		95,487,644	48,590,352
(iii) Other Financial Liabilities	15	35,189,623	468,566,052
(b) Other current liabilities	16	1,170,709	1,589,781
(c) Provisions	17 (ii)	50,323,226	366,278,408
(d) Current Tax Liabilities (Net)		10,754,204	7,120,892
Total Current Liabilities		**260,617,884**	**982,501,953**
TOTAL EQUITY AND LIABILITIES		**1,926,693,657**	**2,685,440,592**
Notes forming part of the financial statements			

Summary of Significant Accounting Policies **1 & 2**

The accompanying notes are an integral part of the Financial Statements

As per our report of even date
For **B. Purushottam & CO.**
Chartered Accountants
Firm registration number: 002808S

20/5/2020

K.V.N.S. Kishore
Partner
Membership no.: 206734
Place: Chennai

Place: New Delhi
Date: May 14, 2020

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A, North Boag Road, T.Nagar, Chennai-600 017

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN: 02281905
Place: New Delhi

Mohan Rao M
Director
DIN 02506274
Place: New Delhi

GMR Tuni - Anakapalli Expressways Limited

GMR Tuni Anakapalli Expressways Limited

CIN U45203KA2001PLC049328

Statement of Profit & Loss for the year ended March 31, 2020

Amount in Rs

	Note	Year ended March 31, 2020	Year ended March 31, 2019
Income			
Revenue from Operation	18	217,092,030	360,235,852
Other Income	19	179,380,915	169,685,180
Total Income		**396,472,945**	**529,921,032**
Expenses			
Sub contracting expense/Operation expense		93,651,357	139,560,568
Employee benefits expense	20	28,255,997	43,922,126
Finance costs	21	111,202,783	143,484,427
Depreciation and amortization expense	22	350,557	531,937
Other expenses	23	34,450,689	43,056,061
Total Expenses		**267,911,383**	**370,555,118**
Profit for the year before tax		**128,561,562**	**159,365,914**
Tax Expense:			
(1) Current Tax	24	20,860,773	36,001,013
(2) Deferred Tax		-	-
(3) Tax adjustments of prior years		186,081	-
		21,046,854	**36,001,013**
Profit for the year after tax		107,514,708	123,364,901
Other Comprehensive Income			
Actuarial gain/ (loss) in respect of defined benefit plan		66,319	3,190,445
		66,319	**3,190,445**
Total comprehensive Income for the period		**107,581,027**	**126,555,346**
Earning per Equity Share:			
- Basic		107.51	123.36
- Diluted		107.51	123.36
Notes forming part of the financial statements			

Summary of Significant Accounting Policies 1 & 2

The accompanying notes are an integral part of the financial statements

In terms of our report attached
For **B. Purushottam & CO.**
Chartered Accountants
Firm registration number: 002808S

20/5/2020

K.V.N.S. Kishore
Partner
Membership no.: 206734
Place: Chennai

Place: New Delhi
Date: May 14, 2020

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A, North Boag Road, T.Nagar, Chennai-600 017

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN:02281905
Place: New Delhi

Mohan Rao M
Director
DIN 02506274
Place: New Delhi

GMR Tuni - Anakapalli Expressways Limited

GMR Tuni Anakapalli Expressways Limited
CIN U45203KA2001PLC049328

Cash Flow Statement for the year ended March 31, 2020

Amount in Rs

	Year ended March 31, 2020 Amount in INR	Year ended March 31, 2019 Amount in INR
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit / (Loss) for the period	128,561,562	159,365,914
Adjustments For :		
Depreciation and Amortisation	350,557	531,937
Actuarial (gain)/loss in respect of defined benefit plan	66,319	3,190,445
Interest and Finance Charges	111,202,783	143,484,427
Overlay Expenses	59,788,896	91,880,485
Loss on disposal of assets (net)	130,594	-
Provisions no longer required written back	(8,379,970)	-
Interest Income on Bank deposit and others	(170,541,285)	(165,849,470)
	121,179,454	232,603,736
Adjustments for Movement in Working Capital:		
Decrease / (Increase) in Other Financial Assets	114,655,723	(262,547,665)
Decrease / (Increase) in Inventories	403,968	(330,560)
Decrease / (Increase) in other Current Assets	8,641,544	(24,237,984)
Increase / (Decrease) in Trade Payables	46,233,303	24,601,459
Increase / (Decrease) in Other Financial Liablities	(9,957,854)	79,814,118
Increase / (Decrease) in Provision	(391,211,950)	181,962,937
Increase / (Decrease) in Other Current Liablities and Retention Money	(419,073)	(2,330,298)
Cash From/(Used In) Operating activities	**(110,474,884)**	**229,535,743**
Tax (Paid)/Refund	(17,413,543)	(36,273,222)
Net Cash From/(Used In) Operating activities	**(127,888,426)**	**193,262,521**
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Decrease / (Increase) in Receivable under SCA	367,976,067	191,311,441
Purchase / Addition to Fixed Assets	(114,900)	(398,373)
Proceeds from Sale of Fixed Assets	-	738
Interest Income on Bank deposit and others	160,156,738	(6,289,409)
Decrease/(Increase) in Other Bank Balance	(67,625,000)	(1,140,249)
Loan to group companies	344,760,000	(40,000,000)
Cash From/(Used In) Investing Activities	**805,152,905**	**143,484,148**
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Loan from Group Companies	(166,533,489)	59,400,000
Interest and Finance Charges Paid	(151,651,177)	(86,219,756)
Repayment of Rupee Term Loan	(359,032,743)	(336,906,027)
Cash From/(Used In) Financing Activities	**(677,217,408)**	**(363,725,783)**
Net Increase /Decrese in Cash and Cash Equivalents	47,070	(26,979,113)
Cash and Cash Equivalents as at beginning of the year	2,077,016	29,056,129
Cash and Cash Equivalents as at end of the period	**2,124,086**	**2,077,016**
Components of Cash and Cash Equivelants as at:		
Cash in hand	1,005	5,419
Balances with the scheduled banks:		
- In Current accounts	2,123,080	2,071,597
Balances in Deposit due within 3 months	-	-
	2,124,085	**2,077,016**

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T. Nagar, Chennai 600 017.

GMR Tuni - Anakapalli Expressways Limited ★

Note: - Effective April 1, 2017, the company adopted the amendment to Ind AS 7, which requires entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement. The reconciliation is given as below:

Amount in `

Particulars	1-Apr-19	Cash Flow	Non Cash Changes Fair Value changes	31-Mar-20
Long Term External Borrowing	359,005,030	(359,032,743)	27,712	-
Related Parties Borrowing	528,400,000	(166,533,489)	-	361,866,511

Amount in `

Particulars	1-Apr-18	Cash Flow	Non Cash Changes Fair Value changes	31-Mar-19
Long Term External Borrowing	695,911,057	(336,906,027)	-	359,005,030
Related Parties Borrowing	469,000,000	59,400,000	-	469,000,000

In terms of our report attached
For **B. Purushottam & CO.**
Chartered Accountants
Firm registration number: 002808S

20/5/2020

K.V.N.S. Kishore
Partner
Membership no.: 206734
Place: Chennai

Date: May 14, 2020

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T Nagar, Chennai-600 017.

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN:02281905
Place: New Delhi

Mohan Rao M
Director
DIN 02506274
Place: New Delhi

GMR Tuni - Anakapalli Expressways Limited ★

GMR Tuni Anakapalli Expressways Limited
CIN U45203KA2001PLC049328

Statement of Change in Equity for the year ended March 31, 2020

A. Equity Share Capital

Amount in Rs

	Share capital Rs.
As at 1 April 2018	**10,000,000**
Share Capital Issued during the year	-
As at March 31,2019	**10,000,000**
As at April 1,2019	**10,000,000**
Share Capital Issued during the period	-
As at March 31,2020	**10,000,000**

B. Other Equity

Amount in Rs

	Equity component of Related Party Loans Rs.	Retained Earning Rs.	Other Comprehensive Income Rs.	Equity Rs.
As at April 1,2018	**174,293,338**	**953,599,431**	**(2,317,624)**	**1,125,575,145**
Net Profit		123,364,902		123,364,902
Actuarial (gain)/loss in respect of defined benefit plan			3,190,445	3,190,445
As at March 31,2019	**174,293,338**	**1,076,964,332**	**872,821**	**1,252,130,492**
As at April 1,2019	**174,293,338**	**1,076,964,332**	**872,821**	**1,252,130,492**
Net Profit		107,514,708		107,514,708
Actuarial (gain)/loss in respect of defined benefit plan			66,319	66,319
As at March 31,2020	**174,293,338**	**1,184,479,040**	**939,140**	**1,359,711,518**

In terms of our report attached
For **B. Purushottam & CO.**
Chartered Accountants
Firm registration number: 002808S

20/5/2020

K.V.N.S. Kishore
Partner
Membership no.: 206734
Place: Chennai

Date: May 14, 2020

B. PURUSHOTTAM & CO. 23/A, North Boag Road, T.Nagar, Chennai-600 017 CHARTERED ACCOUNTANTS

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN:02281905
Place: New Delhi

Mohan Rao M
Director
DIN 02506274
Place: New Delhi

GMR Tuni - Anakapalli Expressways Limited

GMR Tuni Anakapalli Expressways Limited

CIN U45203KA2001PLC049328

Notes Forming Part of Financial Statements For the year ended March31, 2020

1 Corporate information

GMR Tuni Anakapalli Expressways Limited(the Company) engaged in development of highways on build, operate and transfer model on annuity basis. This entity is a Special Purpose Vehicle which has entered into a Concession Agreement with National Highways Authority of India for carrying out the project of Design, Construction, Development, Improvement, Operation and Maintenance including strengthening and widening of the existing 2 lanes from km 300/0 to km 359/20 and widening thereof to 4 lane dual carriageways on Tuni- Anakapalli section of NH-5 in the state of Andhra Pradesh through with private sector participation on build, operate and transfer (BOT) basis.

The Company is public limited company incorporated and domiciled in India and has its registered office at Bangalore, Karnataka. The Company has principal place of business at Toopran, Andhra Pradesh .

The Company's Holding Company is GMR Highways Limited while ultimate Holding Company is GMR Infrastructure Limited/GMR Enterprises Private Limited.

2 Significant accounting policies

The significant accounting policies applied by the company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

2.1 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)

2.2 Summary of significant accounting policies

a) Current versus non-current classification

Assets and Liabilities in the balance sheet have been classified as either current or non–current based upon the requirements of Schedule III notified under the Companies Act, 2013.

An asset has been classified as current if

(a) it is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle; or

(b) it is held primarily for the purpose of being traded; or

(c) it is expected to be realized within twelve months after the reporting date; or

(d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date. All other assets have been classified as non–current.

A liability has been classified as current when

(a) it is expected to be settled in the Company's normal operating cycle; or

(b) it is held primarily for the purpose of being traded; or

(c) it is due to be settled within twelve months after the reporting date; or

(d) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. All other liabilities have been classified as non–current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The company's has identified twelve months as its operating cycle.

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A North Boag Road, T.Nagar, Chennai 600 017

GMR Tuni - Anakapalli Expressways Limited

b) Foreign currency and derivative transactions

The Company's financial statements are presented in INR, which is company's functional currency.

Foreign currency transactions are recorded at the exchange rate prevailing on the date of the respective transactions between the functional currency and the foreign currency.

Monetary foreign currency assets and liabilities remaining unsettled at the Balance Sheet date are translated at the rates of exchange prevailing on that date. Gains / losses arising on account of realisation / settlement of foreign currency transactions and on translation of foreign currency assets and liabilities are recognized in the Statement of Profit and Loss. Exchange differences arising on the settlement of monetary items or on reporting 's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

Non– monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non–monetary items which are carried at fair value or other similar valuation denominated in a foreign currency, are reported using the exchange rates that existed when the values were determined.

The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

(a) Any gains or losses arising due to differences in exchange rates at the time of translation or settlement are accounted for in the Statement of Profit & Loss either under the head foreign exchange fluctuation or interest cost, as the case may be, except those relating to long-term foreign currency monetary items.

(b) **Exchange differences pertaining to long term foreign currency loans obtained or re-financed on or before 31 March 2016:**

Exchange differences on long-term foreign currency monetary items relating to acquisition of depreciable assets are adjusted to the carrying cost of the assets and depreciated over the balance life of the assets . In other cases, exchange differences are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" and amortized over the balance period of such long-term foreign currency monetary item by recognition as income or expense in each of such periods.

Exchange differences pertaining to long term foreign currency loans obtained or re-financed on or after 1 April 2016:

The exchange differences pertaining to long term foreign currency working capital loans obtained or re-financed on or after 1 April 2016 is charged off or credited to profit & loss account under Ind AS.

c) Fair value measurement

The Company's 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's

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.

B. PURUSHOTTAM & CO. 23/A, North Boag Road, T. Nagar, Chennai 600 017 CHARTERED ACCOUNTANTS

GMR Tuni - Anakapalli Expressways Limited

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's 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 prices (unadjusted) in active markets for identical assets or liabilities
Level 2 — 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)
Level 3 — Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company's 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

d) Revenue Recognition

Finance income for concession arrangements under financial asset model is recognized using the effective interest method. Revenues from operations and maintenance services and overlay services are recognized in each period as and when services are rendered in accordance with Ind AS 18 Revenue.
The Company recognizes and measures revenue, costs and margin for providing construction services during the period of construction of the infrastructure in accordance with Ind AS 11 'Construction Contracts'.

When the outcome of a construction contract can be estimated reliably and it is probable that it will be profitable, contract revenue and contract costs associated with the construction contract are recognised as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed up to the reporting date bear to the estimated total contract costs.

For the purposes of recognising revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognised in the [Consolidated] Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognised only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognised as an expense in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense in the [Consolidated] Statement of Profit and Loss in the period in which such probability occurs.

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GMR Tuni - Anakapalli Expressways Limited ★

The Company applied Ind AS 115 for the first time from April 1, 2018. Ind AS 115 supersedes Ind AS 11 Construction Contracts and Ind AS 18 Revenue and it applies, with limited exceptions, to all revenue arising from contracts with customers. Ind AS 115 establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

In current financial year, Company does not have any revenue arising from contract with customers and thus there is no impact on the financial statements of the company on account this new revenue recognition standard.

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

e) Tangible Assets

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

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.

When significant parts of plant and equipment are required to be replaced at intervals, Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met. Refer to note 29 regarding significant accounting judgements, estimates and assumptions and provisions for further information about the recorded decommissioning provision.

Gains or losses arising from de–recognition of tangible assets are measured as the difference between the net disposable proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

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.
Any remaining carrying amount of the cost of the previous inspection (as distinct from physical parts) is derecognised.

Machinery spares which are specific to a particular item of fixed asset and whose use is expected to be irregular are capitalized as fixed assets.

Spare parts are capitalized when they meet the definition of PPE, i.e., when the company intends to use these during more than a period of 12 months.

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A, North Boag Road, T.Nagar, Chennai-600 017.

GMR Tuni - Anakapalli Expressways Limited

Depreciation on fixed assets is provided on straight line method, up to the cost of the asset (net of residual value, in accordance with the useful lives prescribed under Schedule II to the Companies Act, 2013 which are as below:

- Plant and equipments	4-15 years
- Office equipments	5 years
- Furniture and fixtures	10 years
- Vehicles	8-10 years
- Computers	3 years

Depreciation on additions is being provided on a pro-rata basis from the date of such additions. Similarly, depreciation on assets sold/disposed off during the year is being provided up to the dates on which such assets are sold/disposed off. Modification or extension to an existing asset, which is of capital nature and which becomes an integral part thereof is depreciated prospectively over the remaining useful life ofthat asset.

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.

f) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in an amalgamation in the nature of purchase is their fair value as at the date of amalgamation. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

The useful lives of intangible assets are assessed as either finite or indefinite

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.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

g) Financial Assets - Receivable towards the concession arrangement from the grantor

When the arrangement has a contractual right to receive cash or other financial asset from the grantor specifically towards the concession arrangement (in the form of grants) during the construction period or otherwise, such a right, to the extent eligible, is recorded as financial asset in accordance with Ind AS 109 "Financial Instruments," at amortized cost.

B. PURUSHOTTAM & CO. 23/A, North Boag Road, T. Nagar, Chennai-600 017. CHARTERED ACCOUNTANTS

GMR Tuni - Anakapalli Expressways Limited

h) Taxes

Tax expense comprises current and deferred tax.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961

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. 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 is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

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 assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses 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.

Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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 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.

i) Borrowing costs

Borrowing Cost includes interest and amortization of anciliary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition. construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T.Nagar, Chennai-600 017

GMR Tuni - Anakapalli Expressways Limited ★

j) Inventories

Raw materials, components, stores and spares are valued at lower of cost and net realizable value on First In First Out basis.

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

k) Lease

Finance Leases:

Where the Company is the lessee

Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating a lease, if the lease term reflects the Company exercising the option to terminate.The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured

if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered of low value (i.e., below Rs. 50,000). Lease payments on short-

term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

B. PURUSHOTTAM & CO. 23/A, North Boag Road, T. Nagar, Chennai 600 017. CHARTERED ACCOUNTANTS

GMR Tuni - Anakapalli Expressways Limited

Significant judgement in determining the lease term of contracts with renewal options
The Company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.
The Company has the option, under some of its leases to lease the assets for additional terms of three to five years. The Company applies judgement in evaluating whether it is reasonably certain to exercise the option to renew. That is, it considers all relevant factors that create an economic incentive for it to exercise the renewal. After the commencement date, the Company reassesses the lease term if there is a significant event
or change in circumstances that is within its control and affects its ability to exercise (or not to exercise) the option to renew (e.g., a change in business strategy).
The Company included the renewal period as part of the lease term for leases of plant and machinery due to the significance of these assets to its operations. These leases have a short non-cancellable period (i.e., three to five years) and there will be a significant negative effect on production if a replacement is not readily available. The renewal options for leases of motor vehicles were not included as part of the lease
term because the Company has a policy of leasing motor vehicles for not more than five years and, hence, not exercising any renewal options.

Operating Leases:
Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

When the Company is an intermediate lessor, it accounts for its interests in the head lease and the sublease separately. The sublease is classified as a finance or operating lease by reference to the right-of-use asset arising from the head lease.

For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

l) **Impairment**

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

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

impairment losses of continuing operations are recognized in the statement of profit and loss, except for previously revalued tangible fixed assets, where the revaluation was taken to revaluation reserve. In this case, the impairment is also recognized in the revaluation reserve up to the amount of any previous revaluation.

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

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

m) Provisions, Contingent Liabilities, Contingent Assets And Capital Commitments

Contingent Liabilities

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

Provisions

Provisions are recognised when the Company's 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's 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.

n) Retirement and other Employee Benefits

Short term employee benefits and defined contribution plans.

All employee benefits payable/available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc.,are recognised in the statement of profit and loss in the period in which the employee renders the related service.

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund.

The Company recognizes contribution payable to the provident fund scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the reporting date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. if the contribution already paid exceeds the contribution due forsservices received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example. a reduction in future payment or a cash refund.

Compensated absences

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

Defined benefit plans
Gratuity

Gratuity is a defined benefit scheme. The cost of providing benefits under the scheme is determined on the basis of actuarial valuation under projected unit credit (PUC) method.
The company recognizes termination benefit as a liability and an expense when the company has a present obligation as a result of past event, it is probable that an outflow . of resources embodying economic benefits witl be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the termination benefits fall due more than 12 months after the balance sheet date, they are measured at present value of future cash flows using the discount rate determined by reference to market ' yields at the balance sheet date on government bonds.

Remeasurements
Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:
► The date of the plan amendment or curtailment, and
► The date that the Group recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

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o) **Financial Instruments**

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

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are only classified as Debt instruments at amortised cost

Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

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

Derecognition

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

► The rights to receive cash flows from the asset have expired, or

► The company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the company has transferred substantially all the risks and rewards of the asset, or (b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the company continues to recognise the transferred asset to the extent of the company's continuing involvement. In that case, the company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the company could be required to repay.

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Impairment of financial assets

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
b) Financial guarantee contracts which are not measured as at FVTPL

The company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables that do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

► All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument

► Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the statement of profit and loss (P&L). This amount is reflected under the head 'other expenses' in the P&L. The balance sheet presentation for various financial instruments is described below:

► Financial assets measured as at amortised cost: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the company does not reduce impairment allowance from the gross carrying amount.

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Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings etc.

Subsequent measurement

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to borrowings and security deposits recieved.

Derecognition

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

p) **Cash and cash equivalents**

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

q) **Earning per share**

Basic Earnings Per Share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating Diluted Earnings Per Share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

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Notes forming part of Financial Statements for the year ended March 31, 2020

3. Property, Plant and Equipement

Amount in `

Sr.No.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As At 1-4-2019	Additions	Deductions	As At 31-03-2020	As At 1-4-2019	For the period	Deductions	As At 31-03-2020	As At 31-03-2020	As At 31-03-2019
1	Computers	312,621	-	-	312,621	150,746	76,838	-	227,583	85,038	161,876
2	Office Equipments	202,259	114,900	18,896	298,264	60,379	57,673	18,528	99,524	198,740	141,881
3	Vehicles	1,875,499	-	-	1,875,499	1,670,671	204,827	-	1,875,499	1	204,828
4	Furniture & Fixtures	28,614	-	1	28,613	28,612	-	-	28,612	1	2
5	Plant & Machinery	149,860	-	149,860	-	8,417	11,219	19,635	-	-	141,443
	Total	**2,568,854**	**114,900**	**168,757**	**2,514,997**	**1,918,825**	**350,557**	**38,163**	**2,231,218**	**283,779**	**650,029**

Amount in `

Sr.No.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As At 1-4-2018	Additions	Deductions	As At 31-03-2019	As At 1-4-2018	For the period	Deductions	As At 31-03-2019	As At 31-03-2019	As At 31-03-2018
1	Computers	141,126	171,513	18	312,621	79,015	71,731	-	150,746	161,876	62,111
2	Office Equipments	125,263	77,000	4	202,259	26,257	34,122	-	60,379	141,881	99,006
3	Vehicles	1,876,205	-	706	1,875,499	1,253,003	417,668	-	1,670,671	204,828	623,202
4	Furniture & Fixtures	28,624	-	10	28,614	28,612	-	-	28,612	2	12
5	Plant & Machinery	-	149,860	-	149,860	-	8,417	-	8,417	141,443	-
	Total	**2,171,219**	**398,373**	**738**	**2,568,854**	**1,386,888**	**531,937**	-	**1,918,825**	**650,029**	**784,331**

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4. Investment property

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Land	237,115	237,115
	237,115	**237,115**

Note:- For investment property existing as at April 01, 2015, (i.e. its date of transition to Ind AS), the Company has considered the carrying amount as per the previous GAAP as deemed cost.

Company is having original tital deeds in its name. Investment property represents 1893.02 sqmt of land held by the Company on Mouje Dudhai, Dist-Mehsana the fair value as on 31st March 2018 is Rs. 26,50,000/-

5. Non Current Investment

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Investment in preference shares issued to related parties	619,190,753	559,274,092
	619,190,753	**559,274,092**

The Company had subscribed 7,651,140 8% redeemable non-cumulative non-convertible preference shares of Rs. 100 each fully paid up in GMR Ambala Chandigarh Expressway Private Limited. Preference Shares are redeemable at par on May 1,2022. However the company reserves the right to all for buy-out of the Preference Shares by the promoters of the issure Company or redemption of the preference shares by the issuer company at any time after the expiry of 6 months from the date of allotment by giving one month notice.

As these Preference share are non cumulative and the issuer Company is not under obligation to pay dividend, only fair value of redemption value has been considered as financial assets using a market rate for an equivalent instrument. This amount is classified as a Investment measured at amortised cost (net of transaction costs) until it is extinguished on redemption. The remainder of the proceeds is recognised and included in Rateined Earning in other Equity.

6. Loans (Unsecured, Considered Good)

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
(i) Non Current		
Loan Receivables – considered good - unsecured		
Loan to Related Parties	-	398,400,000
	-	**398,400,000**

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(ii) Current		
Loan Receivables – considered good - unsecured		
Loan to Related Parties	794,800,000	741,160,000
Security deposit -Unsecured, considered good	1,954,100	1,954,100
Security deposit -Unsecured, considered good - related party		41,017,355
Loan to employees	11,100	29,600
	796,765,200	784,161,055

Loans to group Company (unsecured) includes

i). An Unsecured loan of Rs 39,84,00,000 (at March 2019 - Rs 39,84,00,000/-) bearing interest rate of 11% (at March 2019 - 11%) pa to GMR SEZ & Port Holding Private Limited and shall be receivable within 1 year from the date of renewed agreement.

ii). An Unsecured loan of Nil (at March 2019 - Rs 34,47,60,000/-) bearing interest rate of 6% pa to Dhurvi Securities Private Limited .

iii).An Unsecured loan of Rs 33,53,00,000/- (at March 2019 - Rs 33,53,00,000/-)bearing interest rate of 9.00% pa to GMR Ambala Chandigarh Expressway Limited and shall be receivable within 1 year from the date of agreement.

iv).An Unsecured loan of Rs 6,11,00,000/- (at March 2019 - Rs 6,11,00,000/-) bearing interest rate of 10.00% pa to GMR Infrastructure Limited and shall be receivable witin 1 year from the date of agreement.

Loans at concessional rate of interest to Group companies are separated into assets and equity components based on the terms of the contract. On receipt of the loan, the fair value of the assets component is determined using a market rate for an equivalent instrument. This amount is classified as a financial assets measured at amortised cost (net of transaction costs) until it is extinguished. The remainder of the proceeds is recognised and included in retained earning.

7. Other Financial Assets

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
(i) Non Current		
Deposit with Bank	-	37,500,000
	-	37,500,000
(ii) Current		
Receivable under SCA	-	367,976,067
Other Receivables – considered good - unsecured	-	-
Debtors - Receivable Others	-	73,702,500
Interest accrued on fixed deposits	11,763,548	3,661,427
Interest accrued on Loans and advances	259,039,575	316,673,809
Loan to employees		
Non trade receivable considered good	271,276	290,644.20
Insurance Claim receivable	516,000	414,000.00
	271,590,398	762,718,447

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8. Cash and cash equivalents

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
i) Balances with Bank in Current A/cs	2,123,080	2,071,597
Cash in Hand	1,005	5,419
	2,124,085	**2,077,016**
ii) **Other Bank balances**		
Margin money deposit/Others*	150,000,000	45,000,000
Deposits with more than3 months maturity but less than 12 months **	82,465,450	82,340,450
	232,465,450	**127,340,450**
	234,589,535	**129,417,465**

Note:
* Fixed deposit of Rs 15,00,00,000/- are under lien to Karur Vysya Bank Ltd towards bank guarantee of Rs 30,00,00,000/- in relation to annuity.
** Fixed deposit held with IDBI to the extent of Rs 4,23,40,450/- are under lien to IDBI Bank towards Overdraft facility made available to GMR Highways Limited .

Breakup of financial assets

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
At amortised cost		
Investment in Preference Share of Fellow Subsidiary	619,190,753	559,274,092
Loan to Related parties (inclusing Interest)	1,053,839,575	1,456,233,809
Receivable under SCA	-	367,976,067
Cash & Cash Equivalent	234,589,535	129,417,465
Security Deposit	1,954,100	42,971,455
Interest accrued on fixed deposits	11,763,548	3,661,427
Total	1,921,337,510	2,559,534,315

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9. Other Current Assets

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Other Current Assets (Considered Good)		
Advance other than Capital advances		
- Advance to employees	261,256	407,132
- Advance other than Capital advance	2,898,220	1,158,027
Prepaid expenses	101,998	10,447,126
Balances with statutory / government authorities	775,404	666,137
	4,036,877	**12,678,421**

10. Inventories

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Stores & Spares	-	403,967
	-	**403,967**

The same is valued at lower of cost and net realisable value in the corresponding year.

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11. Share capital

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Authorised		
(i) 1000,000 equity shares of Rs. 10 each fully paid up (March 31, 2019: 1000,000 equity shares of Rs. 10 each)	10,000,000	10,000,000
(ii) 79,00,000 Preference Shares of Rs. 100 each (March 31, 2019: 79,00,000 preference shares of Rs. 100 each)	790,000,000	790,000,000
	800,000,000	800,000,000
Issued, Subscribed & Paid-Up		
(i) 1000,000 equity shares of Rs. 10 each fully paid up (March 31, 2019: 1000,000 equity shares of Rs. 10 each)	10,000,000	10,000,000
	10,000,000	10,000,000

NOTES :

(i) **Terms 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 is entitled to one vote per share. The Company declares and pay dividend in indian rupees. The dividend proposed by the Board of director is subject to the approval of the shareholder in ensuing Annual General meeting.

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

(ii) **Reconcilation of the Equity shares outstanding at beginning and at end of the quarter/year**

	As At March 31, 2020		As At March 31, 2019	
	Number	Rupees	Number	Rupees
Equity Shares				
Shares outstanding at the beginning of the quarter	1,000,000	1,000,000	1,000,000	1,000,000
Shares Issued during the quarter				
Shares outstanding at the end of the quarter	1,000,000	1,000,000	1,000,000	1,000,000

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

Amount in Rs

	As At March 31, 2020		As At March 31, 2019	
	Amount	%	Amount	%
Equity Shares of Rs.10 each fully paid				
GMR Power Corporation Limited	2,700,000	27%	2,700,000	27%
GMR Highways Limited	7,299,950	73%	7,299,950	73%

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

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

Amount in Rs

Equity Shares	As At March 31, 2020		As At March 31, 2019	
	Number	Rupees	Number	Rupees
GMR Power Corporation Limited 270,000 (March 31, 2019: 270,000) equity shares of Rs. 10 each fully paid up	270,000	2,700,000	270,000	2,700,000
GMR Highways Limited 7,29,995 (March 31, 2019: 729,995) equity shares of Rs. 10 each fully paid up	729,995	7,299,950	729,995	7,299,950
GMR Aerostructure Services Limited representing and for the benefit of GMR Highways Limited	1	10	1	10

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Equity Shares	As At March 31, 2020 Number	Rupees	As At March 31, 2019 Number	Rupees
GMR Corporate Affairs Private Limited representing and for the benefit of GMR Highways Limited	1	10	1	10
GMR Business Process and Services Private Limited representing and for the benefit of GMR Highways Limited	1	10	1	10
Mr. O. Bangaru Raju representing and for the benefit of GMR Highways Limited	1	10	1	10
Dhruvi Securities Private Limited representing and for the benefit of GMR Highways Limited	1	10	1	10

(v) No Shares have been issued by the Company for consideration other than cash, during the period of five years immediately preceding the reporting date:

12. Other Equity

Amount in Rs

		As At March 31, 2020		As At March 31, 2019	
	Equity component of other financial instruments				
(i)	Equity component of Loan from related parties				
	Opening Balance	174,293,338		174,293,338	
	Add : Adjustment for the year	-	174,293,338	-	174,293,338
(ii)	Surplus /(Deficit) in the statement of Profit & Loss Account				
	Opening Balance	1,076,964,332		953,599,431	
	Add : Profit/ (Loss) for the year	107,514,708	1,184,479,040	123,364,902	1,076,964,332
(iii)	Other Comprehensive Income				
	Opening Balance	872,821		(2,317,624)	
	Add : Addition during the year	66,319	939,140	3,190,445	872,821
			1,359,711,518		1,252,130,492

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GMR Tuni - Anakapalli Expressways Limited ★

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Notes forming part of Financial Statements for the year ended March 31, 2020

13. Borrowings

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
i) Non current		
Unsecured		
Loans from related parties (refer footnote)	294,466,511	439,000,000
	294,466,511	**439,000,000**
ii) Current		
Unsecured		
Loan from related parties (refer footnote)	67,400,000	89,400,000
	67,400,000	**89,400,000**

A i) Unsecured loan of Rs 294,466,511/- (Previous Year - Rs 43,90,00,000/-) from GMR Highways Limited carries an interest rate of 12.25% p.a. (till 18th Oct 2017 - 1.00% p.a.).
Loans at concessional rate of interest from Group companies are separated into liability and equity components based on the terms of the contract. On receipt of the loan, the fair value of the liability component is determined using a market rate for an equivalent instrument. This amount is classified as a financial liability measured at amortised cost (net of transaction costs) until it is extinguished. The remainder of the proceeds is recognised and included in equity (Refer note 13)

B I) Unsecured loan(Short Term of Rs.5,74,00,000/- from GMR Pochanpalli Expressways Ltd Carries an interest rate of 10%. The Same is repayable mutually agreed after November 2019.

II) Unsecured loan(Short Term of Rs.1,00,00,000/- from Raxa Security Services Limited Carries an interest rate of 10%. The Same is repayable mutually agreed after November 2019.

14. Trade Payables

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Due to micro enterprises and small enterprises	292,479	956,468
Other Trade payable		
- Related parties	90,665,664	30,326,845
- others	4,821,980	18,263,507
	95,780,123	**49,546,820**

Terms and conditions of the above financial liabilities:

Based on information available with the Company, the amount payable to suppliers who are registered as micro, small or medium enterprises under 'The Micro, Small and Medium Enterprises Development Act, 2006" as at March 31, 2019 are stated below

B. PURUSHOTTAM & CO. 23/A, North Boag Road, T. Nagar, Chennai-600 017. CHARTERED ACCOUNTANTS

GMR Tuni - Anakapalli Expressways Limited

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	As At March 31, 2020	As At March 31, 2019
The principal amount due thereon remaining unpaid to any supplier as at the end of each accounting year	292,479	956,468
The interest amount due thereon remaining unpaid to any supplier as at the end of each accounting year	-	-
The amount of interest paid by the buyer under MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006)	-	-
The amount of interest accrued and remaining unpaid at the end of accounting year; and	-	-
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	-	-

15. Other Financial Liability

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Current		
Current maturities of long term secured debt	-	359,005,030
Interest accrued but not due on loan from related parties	26,055,202	90,468,747
Non trade payables		
- Related parties	4,121,504	5,725,233
- Others	5,012,916	13,367,041
	35,189,623	**468,566,052**
	35,189,623	**468,566,052**

a The entire Indian rupee term loan was repaid . (March 2019 : Indian rupee loan from banks carries interest @ 8.25% +/- 10% spread now fixed at 9.075%. The loan is repayable in 29 unequal half yearly installments commencing from 25-11-2005. The loan is secured by way of mortage of all the present and future immovable fixed assets of the company, hypothecation of movable fixed assets of the company and the annuity / receivables, investments made out of the balances lying in Trust Retention Account, assignment of all contractor guarantee, performance bond guarantee and liquidated damages, assignment of all the rights, titles, interest in the assets of the project and all project documents, assignment of all insurance policies, pledge of 51% of equity shares, assignment of revolving LC issued by NHAI, corporate guarantee from GMR Holdings Private Limited to cover any short fall in the amount payable in respect of the facility in the event of termination due to any event of default other than NHAI event of default.)

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A, North Boag Road, T.Nagar, Chennai-600 017.

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Notes forming part of Financial Statements for the year ended March 31, 2020

Breakup of financial liablities category wise

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
At amortised cost		
Secured Loan from Banks	-	359,005,030
Loan from Related Parties (including Interest o/s)	387,921,713	618,868,747
Trade Payables	95,780,123	49,546,820
Non Trade Payables	9,134,420	19,092,274
	492,836,257	**1,046,512,872**

16. Other current liabilities

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Statutory dues	1,170,709	1,589,781
	1,170,709	**1,589,781**

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Notes forming part of Financial Statements for the year ended March 31, 2020

17. Provisions

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
(i) Non Current		
Provision for Gratuity	457,458	316,961.00
Provision for Leave encashment	1,440,286	1,491,186.00
	1,897,744	**1,808,147**
(ii) Current		
Provision for Leave encashment	3,880,496	3,721,000
Provision for superannuation	85,315	128,804
Provision for Operation & Maintenance	8,642,115	2,362,649
Provision for Periodic Maintenance	37,715,300	360,065,955
	50,323,226	**366,278,408**

Provision for Major Maintenance

The Company has a contractual obligation to maintain, replace or restore infrastructure, except for any enhancement element. Cost of such obligation is measured at the best estimate of the expenditure required to settle the obligation at the balance sheet date and recognised over the period at the end of which the overlay is estimated to be carried out. Major Overlay activities have been completed.

Amount in Rs

	As At March 31, 2020	As At March 31, 2019
Opening Balance	360,065,955	252,071,895
Accretion during the year	83,726,334	118,508,282
Utilised during the year	(406,076,990)	(10,514,222)
Closing Balance	**37,715,300**	**360,065,955**

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Notes forming part of Financial Statements for the year ended March 31, 2020

Amount in Rs

		Year ended March 31,2020	Year ended March 31,2019
18	**Revenue from operations**		
	Operation and Maintenance Income	148,150,388	249,192,630
	Interest Income of Financial Assets	68,941,642	111,043,222
		217,092,030	**360,235,852**
19	**Other income**		
	Interest Income on Bank deposits	16,354,367	11,808,845
	Interest on Coporate Deposits	94,270,258	100,062,353
	Interest on Investment in Preference Share	59,916,660	53,978,272
	Provisions no longer required, written back	8,379,970	3,803,644
	Scrap sales	444,654	-
	Other non-operating income	15,005	32,066
		179,380,915	**169,685,180**

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GMR Tuni - Anakapalli Expressways Limited ★

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Notes forming part of Financial Statements for the year ended March 31, 2020

20 Employee benefits expense

Amount in Rs

	Year ended March 31, 2020	Year ended March 31, 2019
Salaries wages and bonus	25,033,422	38,971,695
Contribution to provident and other funds	2,405,988	3,349,473
Gratuity expenses	215,536	471,505
Staff welfare expenses	601,051	1,129,453
	28,255,997	**43,922,126**

21 Finance costs

Amount in Rs

	Year ended March 31, 2020	Year ended March 31, 2019
Interest on debts & borrowings	12,839,293	44,883,943
Interest on inter company Loan & advances	60,275,503	57,607,473
Interest - Others	23,979,883	26,627,873
Bank and other finance charges	14,108,104	14,365,137
	111,202,783	**143,484,427**

Total interest expense (calculated using the effective interest method) for financial liabilities that are not at fair value through profit or loss

Amount in Rs

In relation to Rupee Term Loan classified at amortised cost	12,839,293	44,883,944
In relation to Loan from related parties classified at amortised cost	60,275,503	57,607,473
In relation to Major Maintenance provision at amortised cost	23,937,439	26,627,797
In relation to Others	42,444	76
	97,094,678	**129,119,290**

22. Depreciation

Amount in Rs

	Year ended March 31, 2020	Year ended March 31, 2019
Depreciation on property, plant and equipments	350,557	531,937
	350,557	**531,937**

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Notes forming part of Financial Statements for the year ended March 31, 2020

23. Other expenses

Amount in Rs

	Year ended March 31, 2020	Year ended March 31, 2019
Consumption of stores and spares	320,577	986,362
Advertising and Business promotion	31,850	1,068,886
Electricity and water charges	2,869,119	5,421,113
Insurance	2,066,300	2,294,486
Repairs and maintenance		
- Building	9,550	
- Others	3,761,659	1,476,892
Logo fees	729,429	1,210,393
Rates and taxes	64,319	71,309
Lease rent	6,731,506	6,438,601
Vehicle running & maintenance	37,854	149,671
Printing and stationery	184,789	171,682
Recruitment expenses	5,608	12,754
Books & periodicals	31,515	29,258
Communication costs	226,906	251,150
Travelling and conveyance	4,130,935	5,876,210
Manpower hire charges	1,472,920	550,530
Membership & subscription	295,000	14,792
Legal and professional fees	6,234,164	11,173,137
Payment to auditor	560,500	442,500
Directors' sitting fees	218,300	306,800
Corporate Social Responsibility expenditure (including Donation)	2,531,188	4,076,171
Loss on disposal of assets (net)	130,593	738
Security Expense	600,936	430,968
Meetings and Seminars	69,453	16,173
Bank charges	8,645	23,833
Miscellaneous expenses	1,127,073	561,654
	34,450,689	**43,056,061**

Payment to auditor

Amount in Rs

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
As auditor:		
Audit fee	354,000	354,000
Fee for Tax Audit & TP Certification	88,500	88,500
Other services (certification fees)	118,000	-
	560,500	**442,500**

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T.Nagar, Chennai-600 017

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Notes forming part of Financial Statements for the year ended March 31, 2020

24. Income Tax

The Company, being Infrastructure Company, is eligible to avail of tax holiday under Sec.80 IA of the Income Tax Act, 1961, and so the management has decided to opt for tax holiday from FY 2007-08. Current period provision for Tax/MAT has been computed in accordance with the provisions of the Income Tax Act 1961 and provided in the books of account and provision of taxation does not include any tax impact on Domestic Transfer Pricing Norms if any. The Management expects that all temporary differences as well as unused tax losses will reverse in tax holiday period and accodignly has not recognised resulting deferred tax. Summary of temporary differences & unused tax losses for which deferred tax assets/liablity has not been recognized is as under:

Amount in `

Particulars	**31-Mar-20**	**31-Mar-19**
Leave Encashment	5,320,782	5,212,186
Fixed Assets	283,779	650,029

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Income tax expense for the year ended March 31, 2020 is as follows:

	As at 31-Mar-20	**As at 31-Mar-19**
Accounting profit	128,561,562	159,365,914
Tax at the applicable tax rate	20,860,773	36,001,013
Deferred tax asset not recognised	-	-
Tax expense	20,860,773	36,001,013

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25 Earning/ (Loss) Per Share

Basic EPS amounts are calculated by dividing the profit 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 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.

Amount in `

	Year ended 31-Mar-20	Year ended 31-Mar-19
Profit attributable to equity holders		
Profit attributable to equity holders for basic earnings	107,514,708	123,364,901
Profit attributable to equity holders for diluted earnings	107,514,708	123,364,901
	107,514,708	123,364,901
Weighted Average number of equity shares for computing Earning Per Share (Basic)	1,000,000	1,000,000
Weighted average number of Equity shares adjusted for the effect of dilution	1,000,000	1,000,000
Earning Per Share (Basic) (Rs)	107.51	123.36
Earning Per Share (Diluted) (Rs)	107.51	123.36
Face value per share (Rs)	10	10

26 Significant accounting judgements, estimates and assumptions

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

Judgements

In the process of applying the Company's accounting policies, management has made the following judgments, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

i. Impairment of Investment in associate Company:

The Company has made an investment of Rs. 110.04 Crore (March 2019 : Rs. 110.04 Crores) [including loans of Rs. 33.53 Crore (March 2019: Rs. 33.53 Crores) and investment in equity / preference shares of Rs. 76.51 Crore (March 2019: Rs. 76.51 Crores)] in GMR Ambala Chandigarh Expressways Private Limited ('GACEPL'), an associate of the Company. GACEPL has been incurring losses since the commencement of commercial operations. The management belives that these losses are due to loss of revenue arising as a result of divesrion of partial traffic on prallel roads. The matter is currently under arbitration however, based on management's internal assessment and a legal opinion, the management of GACEPL is confident that it will be able to claim compensation from relevant authorities for the loss it has suffered due to such diverion of traffic and accordingly impairment on the above invetsment does not arise.

ii. Provision for overlay:

As per the terms of concession agreement, the Company is required to carry out overlay activities. The Management has estimated the amount to be incurred on such overlay activities to recognsie the provision for overlay as per the requirement of INDAS 37.

27 Capital Commitments

Estimated amount of Contracts remaining to be executed on capital account and not provided, as on March 31, 2020 for Rs. NIL.(31 March 2019: Rs. NIL).

Judgements

In the process of applying the Company's accounting policies, management has made the following judgments, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

28 Contingent Liabilities

Amount in INR.

Particulars	31-Mar-20	31-Mar-19
Towards Bank Guarantee obtained by the Company from Central Bank of India	-	450,000,000
Fixed deposit held with IDBI under lien to IDBI Bank towards Overdraft facility made available to GMR Highways Limited	42,340,450	42,340,450
Towards Bank Guarantee obtained by the Company from Karur Vysya Bank Ltd	300,000,000	75,000,000

29 Leases

The Company has entered into certain cancellable operating lease agreements and an amount of Rs.67,31,506/- (March 2019: Rs. 64,38,601/-) paid during the period under such agreements.

30 Litigation

The Pending Litigation as on March 31, 2020 is NIL (March 31, 2019: NIL).

31 Foreseeable losses

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2020 (March 2019 - Nil)

32 Based on information available with the Company, there are certain dues payable to suppliers who are registered as micro, small or medium enterprises under 'The Micro, Small and Medium Enterprises Development Act, 2006" as at March 31, 2020 which has been relied upon by the auditors . Please refer note no 14 for the details thereof.

33 **Gratuity and other post-employment benefit plans:**

(a) Defined Contribution Plans

Contributions paid / payable to defined contribution plans comprising of provident fund, pension fund, superannuation fund etc., in accordance with the applicable laws and regulations are recognised as expenses during the period when the contributions to the respective funds are due.

	Year ended March 31, 2020	Year ended March 31, 2019
Contribution to provident fund	1,299,979	1,779,652
Contribution to superannuation fund	1,105,682	1,569,034

(b) Defined Benefit Plans

The Company has defined benefit plan, namely gratuity. As per scheme, an employee who has completed five years or more of service gets gratuity equivalents to 15 days salary (last drawn salary) for each completed year of service.

The following table summarises the components of net expense recognised in the income statement and amounts recognised in the balance sheet for gratuity.

Net Benefit Expenses		
Components of defined benefit costs recognised in profit or loss	**Year ended March 31, 2020 Rs.**	**Year ended March 31, 2019 Rs.**
Current service cost	176,581	345,169
Past service cost - plan amendments	-	-
Interest cost on benefit obligation	38,955	-
Expected return on plan assets	(66,319)	126,336
Total	**149,217**	**471,505**

Components of defined benefit costs recognised in other comprehensive income		
Actuarial (gains) / loss due to DBO experience	71,179	(3,210,312)
Actuarial (gains) / loss due to DBO assumption changes	93,596	-
Return on Plan assets (greater)/less than discount rate	(231,094)	19,867
Total	(66,319)	(3,190,445)

Benefit Asset/ (Liability)	**As at 31-Mar-20**	**As at 31-Mar-19**
Defined benefit obligation	(3,549,740)	(3,353,441)
Fair value of plan assets	3,092,282	3,036,480
Benefit Asset/ (Liability)	**(457,458)**	**(316,961)**

Changes in the present value of the defined benefit obligation:		
Opening defined benefit obligation	3,353,441	4,866,945
Interest cost on the DBO	254,862	359,501
Current service cost	176,581	345,169
Benefits Paid	-	(273,339)
Actuarial (gain)/loss - experience	71,179	(3,210,312)
Actuarial (gain)/loss - demographic assumptions	-	-
Actuarial (gain)/loss - financial assumptions	93,596	-
Acquisition adjustment	(399,919)	1,265,477
Closing defined benefit obligation	**3,549,740**	**3,353,441**

Changes in the fair value of plan assets:		
Opening fair value of plan assets	3,036,480	3,312,738
Net interest on net defined benefit liabilty/ (asset)	215,907	233,165
Acquisition adjustment	(399,919)	(232,908)
Return on plan assets greater/(lesser) than discount rate	231,094	(19,867)
Contributions by employer	8,720	16,691
Benefits paid	-	(273,339)
Closing fair value of plan assets	**3,092,282**	**3,036,480**

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	As at 31-Mar-20	As at 31-Mar-19
The major categories of plan assets as a percentage of total		
Other (including assets under Schemes of Insurance)	100%	100%
The principal assumptions used in determining pension and post-		
Discount rate	6.80%	7.60%
Future salary increases	6.00%	6.00%
Withdrawal Rate	-	5.00%
Mortality table used	Indian Assured Lives Mortality (2006-08) Ult.	Indian Assured Lives Mortality (2006-08) Ult.

The estimates of future salary increases considered in the actuarial valuation take into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market

Contributions expected to be made by the Company during the next year is Rs. 8,720 (previous year Rs. 16,691).

Risk Faced by Company:

The Gratuity scheme is a final salary Defined Benefit Plan that provides for a lump sum payment made on exit either by way of retirement, death, disability or voluntary withdrawal. The benefits are defined on the basis of final salary and the period of service and paid as lump sum at exit. The Plan design means the risks commonly affecting the liabilities and the financial results are expected to be:

Interest rate risk : The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase

Salary Inflation risk : Higher than expected increases in salary will increase the defined benefit obligation

Demographic risk : This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.

Significant actuarial assumptions for the determination of the defined obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

Sensitivity Analysis

	31-Mar-20					
	Discount rate		Future salary increases		Withdrawal Rate	
Sensitivity Level	+1%	-1%	+1%	-1%	+1%	-1%
	Amount in INR					
Impact on defined benefit obligation	(115,451)	132,558	132,416	(117,388)	3,686	(4,387)

	31-Mar-19					
	Discount rate		Future salary increases		Withdrawal Rate	
Sensitivity Level	+1%	-1%	+1%	-1%	+1%	-1%
	Amount in INR					
Impact on defined benefit obligation	(104,153)	120,048	120,891	(106,638)	9,425	(10,932)

Maturity Plan of defined benefit obligation:	Amount in INR.
Within 1 year	2,290,759
1-2 year	84,143
2-3 year	91,934
3-4 year	108,294
4-5 year	123,748
5-10 year	1,015,843

Valuation of Employee Benefits has been done for the year ended **March 31, 2020 as per** applicable Accounting Standard issued by the Ministry of **Corporate Affairs.**

B. PURUSHOTTAM & CO. CHARTERED ACCOUNTANTS 23/A North Boag Road, T Nagar, Chennai 600 017.

GMR Tuni - Anakapalli Expressways Limited

34 List of Related parties and Transactions / Outstanding Balances:

a) Name of Related Parties and description of relationship:

Enterprises that control the Company / excercie significant influence	GMR Infrastructure Limited (GIL) GMR Enterprises Private Limited (GEPL) [formerly known as GMR Holding Private Limited. GMR Highways Limited (GHWL)
Fellow Subsidiaries	GMR SEZ & Port Holding Private Limited. (GSPHPL) GMR Energy Limited (GEL) GMR Ambala Chandigarh Expressways Private Limited. (GACEPL) GMR Energy Trading Limited (GETL) GMR Chennai Outer Ring Road Pvt Ltd (GCORR) Delhi International Airport Pvt Ltd (DIAL) GMR Krishnagiri SIR Limited (GKSL) GMR Kishangarh Udaipur Ahmedabad Expressways Ltd (GKUAEL) Larkspur Properties Private Limited. Lantana Properties Private Limited. GMR Pochanpalli Expressways Limited (GPEL) GMR Hyderabad Vijaywada Expressways Private Limited (GHVEPL) Dhruvi Securities Private Limited (DSPL) Raxa Security Services Limited (RSSL) GMR Tambaram Tindivanam Expressways Limited (GTTEL) GMR Corporate Affairs Private Limited.(GCAPL)
Enterprise where Key Management Personnel and their relatives exercise significant influence	GMR Varalakshmi Foundation (GVF) G Varalakshmi (GV) GMR Family Fund Trust (GFFT)
Key Management Personnel	Mr. O.Bangaru Raju (till 23rd April 2018) Mr. Arun Kumar Sharma Mr. Mohan Rao M (wef 24th April 2018) Mr. Bajrang Lal Gupta Mr. S.I.S Ahmed

b) Summary of transactions with above related parties are as follows:

Name of Entity	Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Transaction with Enterprises that control the Company / exercise significant influence			
GIL	Interest on Inter Corporate Deposit	6,126,740	5,375,753
	Loan given	-	40,000,000
GIL	Common Sharing Expense	1,666,415	3,991,000
GHWL	Interest on Sub Debt raised	53,930,735	53,777,500
	Interest on Major Maintenance	23,937,438	26,627,797
	Monthly Maintenance	22,085,420	26,678,844
	Maintenance Fee	11,200,000	16,800,000
	Security Deposit - Major Maintenance	-	40,000,000
	Periodic Maintenance(Provision Based)	59,788,896	91,880,485
GEPL	Logo Fees and Trade Mark	729,429	1,210,393
Transaction with Fellow Subsidiaries			
DSPL	Interest on Inter Corporate Deposit	13,939,775	20,685,600
GPEL	Interest on Inter Corporate Loan	5,342,027	3,701,206
	Loan taken	10,000,000	49,400,000
RSSL	Interest on Inter Corporate Loan	1,002,740	128,767
	Loan taken	-	10,000,000
	Security Charges	295,000	295,000
GACEPL	Interest on Inter Corporate Loan	30,259,677	30,177,000
	Interest on Financial Assets portion of Preference Share Investment	59,916,660	53,978,272
GSPHPL	Interest on ICL	43,944,066	43,824,000
Enterprise where Key Management Personnel and their relative exercis significant influence			
GV	Rent- Seashore Apartments	474,332	490,101
GVF	Donation	2,456,688	4,021,255
GFFT	Rent	1,539,900	1,445,500

*** Reimbursement of expenses are not considered in the above statement.**

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Transaction with Key Management Personnel

Details of Key Managerial Personnel	Remuneration						Outstanding loans/advances receivables
	Short-term employee benefits	Post employment benefits	Other long-term employee benefits	Termination benefits	Sitting Fee	Others	
Mr. O.Bangaru Raju	Nil (9,287,725)	Nil (787,382)	-	-	-	-	
Mr. B.L.Gupta (w.e.f. 07.04.2016)	N/A	N/A	N/A	N/A	147,500 (171,100)	N/A	-
Mr. S.I.S Ahmed (w.e.f. 01.09.2016)	N/A	N/A	N/A	N/A	70,800 (135,700)	N/A	-
Mr. B V N Rao	8,484,324/- (8,353,455)	1,458,000/- (1,459,286)	N/A	N/A	N/A	N/A	

Name of Entity	Particulars	As At March 31, 2020	As At March 31, 2019
Closing Balances with Enterprises that control the Company / exercise significant influence			
GIL	Trade and Other Payables (net)	773,955	2,243,342
	Unsucured Loan	61,100,000	61,100,000
	Interest on Inter Corporate Loan	12,110,004	6,595,940
GHWL	Unsecured Loan (earlier Subordinate Debt Payables)	294,466,511	439,000,000
	Short term Unsecured Loan	-	30,000,000
	Equity Portion of Subordinate Debt	56,940,040	56,940,040
	Short term deposit - Major Maintenance	-	40,000,000
	Interest Payable	9,085,785	78,185,045
	Mobilisation advance	-	373,302
	Trade and Other Payables	90,273,619	30,036,845
	Periodic Maintenance(Provision Based)	37,715,300	36,065,955
GEPL (Earlier GHPL)	Trade and Other Payables	3,242,496	2,516,324
Closing Balances with Fellow Subsidiaries			
GPEL	Unsecured Loan taken (net)	57,400,000	49,400,000.00
	Interest on Inter Corporate Loan	7,034,109	3,331,079.00
	Reimbursement of expense (net)	-	1,180.00
DSPL	Unsecured Loan Given	-	344,760,000
	Interest on Inter Corporate Loan	-	124,292,297
GACEPL	Financial Assets of Preference Share Investment	619,190,752	559,274,092
	Equity Portion of Preference Share Investment	507,410,065	507,410,065
	Unsecured Loan Given	335,300,000	335,300,000
	Interest on Inter Corporate Loan	127,307,787	105,713,453
GSPHPL	Inter Corporate Loan Given/ (Refund)	398,400,000	398,400,000
	Interest Receivable on Loan Given	119,621,778	80,072,120
GGAL (Earlier GREL)	Interest Payable	8,836,733	8,836,733
	Equity Portion of Subordinate Debt	117,353,298	117,353,298
DIAL	Reimbursement of expense (net)	24,014	93,089
GTTE	Reimbursement of expense (net)	-	871,298.0
RSSL	Security charges payable	290,000	290,000.0
	Unsecured Loan taken (net)	10,000,000	10,000,000.0
	Interest on Inter Corporate Loan	1,098,575	115,890.0
GHVEPL	Reimbursement of expense (net)	2,009,186	-

Enterprise where Key Management Personnel and their relative exercis significant influence			
GFFT	Security/Other Deposit Recoverable	-	1,017,355
	Office rent payable	392,045	-
GV	Trade and Other Payables	81,038	38,589

Commitments with related parties: As at year ended March 31, 2020, there is no commitment outstanding with any of the related parties

Terms and conditions of transactions with related parties

The transaction from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and settlement occurs in cash. For the year ended 31st March 2020, impairment of receivables relating to amounts owed by related parties does not arise. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

For terms and condition related to Investment in Preference Share, Loan to related parties and Borrowing from related parties please refer Note no 5, 6 & 13

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35 Corporate Social Responsibility (CSR Expenditure):

In terms of Section 135 of the Companies Act, 2013, the Company has to spend atleast 2% of average net profits made during the three immediately preceding financial years. The average net profits of the Company made during the three immediately preceding financial years is Rs.14.5 Crore. As such, the Company has to spent Rs. 0.26 Crore during the financial year 2019-20 towards CSR activities viz. awareness about Road Safety, Education, Health & Hygiene and livelihood & empowerment of the Communities adjoining the Highway Project.

During the period ended 31st March 2020, the company had spent an amount of Rs.0.26 Crore (March 2019 : Rs. 0.40 Crore) towards the CSR activities.

36 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company includes within net debt, external borrowings.

Particulars	As At March 31, 2020	As At March 31, 2019
Borrowings	-	359,005,030
Borrowings - related parties	361,866,511	528,400,000
Net debts	**361,866,511**	**887,405,030**
Capital Components		
Share Capital	10,000,000	10,000,000
Other Equity	1,359,711,518	1,252,130,492
Total Capital	**1,369,711,518**	**1,262,130,492**
Capital and net debt	**1,731,578,029**	**2,149,535,522**
Gearing ratio (%)	**21%**	**41%**

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

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2019 and March 31, 2020.

37 Financial Instrument by Category

Particulars	As at March 31, 2020			As at March 31, 2019		
	At Amortised Cost	At FVTPL		At Amortised Cost	At FVTPL	
		Cost	Fair Value		Cost	Fair Value
Assets						
Loans to group companies	1,053,839,575	-	-	1,456,233,809	-	-
Investment in Preference Share	619,190,753			559,274,092	-	
Receivable under SCA	-	-	-	367,976,067	-	-
Interest accrued on fixed deposit	11,763,548	-	-	3,661,427	-	-
Other Financial Assets	1,954,100	-	-	42,971,455	-	-
Cash and cash equivalents	234,589,535	-	-	129,417,465	-	-
Total	**1,921,337,510**	-	-	**2,559,534,315**	-	-
Liabilities						
Borrowings (including interest)	387,921,713	-	-	977,873,778	-	-
Trade Payable	95,780,123	-	-	49,546,820	-	-
Other Financial Liability	9,134,420	-	-	19,092,274	-	-
Total	**492,836,257**	-	-	**1,046,512,872**	-	-

38 Fair values

The carrying amount of all financial assets and liabilities (except for those instruments carried at fair value) appearing in the financial statements is reasonable approximation of fair values.

The management assessed that cash and cash equivalents, other financial assets, borrowings, trade and other payables approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair Value Hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – 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).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

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The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of March 31, 2019.

Particulars	As at March 31, 2020	Fair Value measurement at end of the reporting		
		Level 1	Level 2	Level 3
Assets	-	-	-	-

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis as of March 31, 2018.

Particulars	As at March 31, 2019	Fair Value measurement at end of the reporting		
		Level 1	Level 2	Level 3
Assets	-	-	-	-

39 Financial Risk Management Objectives and Policies

The Company's principal financial liabilities, comprise 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 is Receivable under SCA, Cash and Cash equivalents, Investment and other bank balance.

The Company's exposed to market risk, credit risk and liquidity risk. The company's senior management oversees the management of these risks. **The Company's senior management is supported by a financial risk committee that advises on financial risks and the appropriate financial risk governance framework for the Company.** The financial risk committee provides assurance to the company's senior management 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. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

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 commodity risk. Financial instruments affected by market risk include loans and borrowings and Investment measured at FVTPL .

The sensitivity analyses in the following sections relate to the position as at March 31, 2020 and March 31, 2019.
The sensitivity analyses have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt are all constant.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions. The analysis for the contingent consideration liability is provided in Note 37.
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 March 31, 2020 March 31, 2019.

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's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

The Company's policy is to manage its interest cost using only interest free/ fixed rate debts from related parties.
The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, after the impact of hedge accounting. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

	Increase/ decrease in basis points	Effect on profit before tax
31-Mar-20		
INR	+50	N/A
INR	-50	N/A
31-Mar-19		
INR	+50	(2,472,945)
INR	-50	2,472,945

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. With respect to credit risk arising from other financial assets of the Company's, which comprise Cash and cash equivalents, loans and advances and investment, the Company's exposure to credit risk arises from default of the counterparty, with maximum exposure equal to the carrying amount of these instrument.

The carrying value of financial assets represents the maximum credit risk. The maximum exposure to credit risk was Rs. 2,671,471,060 /- and Rs. 2,671,471,060 /- as at March 31, 2020 and March 31, 2019 respectively, being the total carrying value of trade receivables, balances with bank, bank deposits and other financial assets.

Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecast on the basis of expected cash flows.

The table below summarises the maturity profile of the company's financial liabilities based on contractual undiscounted payments.

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Year ended 31-Mar-20	On Demand	Within 1 year	1-2 years	2-3 years	3-5 years	More than 5 Years	Total
Term Loan from Banks	-	-	-	-	-	-	-
Loan from Related Parties	-	67,400,000	294,466,511	-	-	-	361,866,511
Trade payables	-	95,780,123	-	-	-	-	95,780,123
Other financial liabilities	-	35,189,623	-	-	-	-	35,189,623
	-	198,369,746	294,466,511	-	-	-	492,836,257

Year ended 31-Mar-19	On Demand	Within 1 year	1-2 years	2-3 years	3-5 years	More than 5 Years	Total
Term Loan from Banks	-	359,005,030	-	-	-	-	359,005,030
Loan from Related Parties	-	30,000,000	498,400,000	-	-	-	528,400,000
Trade payables	-	49,546,820	-				49,546,820
Other financial liabilities	-	109,561,022	-				109,561,022
	-	548,112,872	498,400,000	-	-	-	1,046,512,872

Excessive risk concentration

The Company needs to assess the risks in relation to excessive risk concentration and the measures adopted by the Company to mitigate such risks.

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the company's performance to developments affecting a particular industry.

In order to avoid excessive concentrations of risk, the company's policies and procedures include specific guidelines to focus on the maintenance of a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly. Selective hedging is used within the company to manage risk concentrations at both the relationship and industry levels.

40 Segment Reporting

The Company is engaged in the business of Construction, Operation & Maintenance of Highways. This being the only segment, the reporting under the provisions of IND AS 108 (Segment Information) does not arise.

41 Salient aspects of Service Concession Arrangement

NHAI has granted the exclusive right and authority for investigate, study, design, engineer, procure, finance, construct, operate and maintain Tuni-Anakapalli Section on NH-5 project envisaging strengthening of the existing 2 lanes from KM 300/00 to KM 359/20 and widening thereof to 4 lane dual carriageway with private sector participation on build, operate and transfer (BOT) basis.

Concession period

The Concession period is 17 Years 6 Months commencing from the Commencement Date and ended on November 08, 2019

Annuity

NHAI Agrees and undertake to pay to the Company, on each Annuity Payment Date .i.e on May 09 and Nov 09 each year, the sum of Rs. 294.81 Million (the Annuity).

Operation and Maintenance

The Company is required to operate and maintain the Project/ Project Facilities in accordance with the O&M Requirements, by itself, or through a Contractor possessing the requisite technical, financial and managerial expertise/capability, but in either case, the Company should remain solely responsible to meet the O&M requirements.

42 Recent accounting pronouncements

a) New Indian Accounting Standard (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.

B) 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.

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

This amendment enables entities to measure certain pre-payable financials 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.

43 Company has passed Resolutions for merger with GMR Highways Limited (Holding company) in its board meeting held on March 21, 2020. E-Form MGT-12 filed with ROC but yet to start the filings in relation to merger with NCLT, Mumbai.

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44 Previous year figures

Previous year's figures have been regrouped where necessary to conform to this year's classification.

The accompanying notes are an integral part of the financial statements

In terms of our report attached
For B. Purushottam & CO.
Chartered Accountants
Firm registration number: 002808S

20/5/2020

K.V.N.S. Kishore
Partner
Membership no.: 206734
Place: Chennai

Date: May 14, 2020

B. PURUSHOTTAM & CO. ★ CHARTERED ACCOUNTANTS ★ 23/A, North Boag Road, T.Nagar, Chennai-600 017.

For and on behalf of
GMR Tuni Anakapalli Expressways Limited

Arun Kumar Sharma
Director
DIN:02281905
Place: New Delhi

Mohan Rao M
Director
DIN 02506274
Place: New Delhi

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