

**MAYTAS METRO LIMITED**

**Balance sheet as at March 31, 2016**

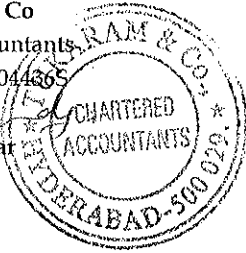
| Particulars  | Notes | March 31, 2016<br>Rupees | March 31, 2015<br>Rupees |
|--|-------|--------------------------|--------------------------|
| <b>Equity and liabilities</b>                                    |       |                          |                          |
| <b>Shareholder's Funds</b>                                       |       |                          |                          |
| Share capital  | 3     | 500,010                  | 500,010                  |
| <b>Current liabilities</b>                                       |       |                          |                          |
| Trade payables   | 4     | 3,043,397                | 3,043,397                |
| Other liabilities  |       | 748,920,295              | 748,888,244              |
|  |       | <b>752,463,702</b>       | <b>752,431,651</b>       |
| <b>Non-current assets</b>  |       |                          |                          |
| Capital work-in-progress   | 5     | 152,255,647              | 152,223,596              |
| Long Term Loans & Advances                                       | 6     | 600,208,055              | 600,208,055              |
|  |       | <b>752,463,702</b>       | <b>752,431,651</b>       |
| Summary of Significant accounting policies and notes on accounts | 2     |                          |                          |

Notes 1 to 20 form an integral part of the financial statements

As per our report of even date

For Tukaram & Co  
Chartered Accountants  
Firm Reg. No. 0044365

J. Poornachandar  
M.No. 221627



For and on behalf of the Board of Directors  
Maytas Metro Limited

*Rajeev Khanna*  
Rajeev Khanna  
Director

*Mukesh Sharma*  
Mukesh Sharma  
Director

Place: Hyderabad  
Date: 27.05.2016

Place: Hyderabad  
Date: 27.05.2016



Maytas Metro Limited  
Cash flow statement for the year ended March 31, 2016  
(All amounts in Indian rupees unless otherwise stated)

|   | For the year ended<br>March 31,2016 | For the year ended<br>March 31,2015 |
|---|-------------------------------------|-------------------------------------|
| <b>A. Cash flow from operating activities</b>                           |                                     |                                     |
| Net profit before taxation  | -                                   | -                                   |
| <i>Adjustments</i>  |                                     |                                     |
| Provision For Taxes   | -                                   | -                                   |
| Operating profit before working capital changes                         | -                                   | -                                   |
| Movements in working capital :  |                                     |                                     |
| Decrease / (Increase) in loans and advances                             | -                                   | -                                   |
| Increase / (Decrease) in Non current liabilities                        | 32,051                              | 31,773                              |
| <b>Cash generated from operations</b>                                   | <b>32,051</b>                       | <b>31,773</b>                       |
| <b>Net cash from operating activities (A)</b>                           | <b>32,051</b>                       | <b>31,773</b>                       |
| <b>B. Cash flows from investing activities</b>                          |                                     |                                     |
| (Increase)/Decrease in Capital Work in Progress                         | (32,051)                            | (31,773)                            |
| <b>Net cash from investing activities (B)</b>                           | <b>(32,051)</b>                     | <b>(31,773)</b>                     |
| <b>C. Cash flows from financing activities</b>                          |                                     |                                     |
| Proceeds from issuance of share capital                                 | -                                   | -                                   |
| <b>Net cash used in financing activities (C)</b>                        | <b>-</b>                            | <b>-</b>                            |
| <b>Net increase/(Decrease) in cash and cash equivalents (A + B + C)</b> | <b>-</b>                            | <b>-</b>                            |
| Cash and cash equivalents as at opening of the period                   | -                                   | -                                   |
| Cash and cash equivalents as at closing of the period                   | -                                   | -                                   |

Notes to the Cash Flow Statement

Cash and Cash equivalents include :

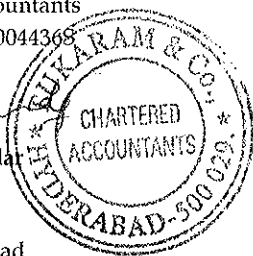
|  |   |   |
|--|---|---|
| Cash and bank balances considered for cash flow  | - | - |
| Fixed Deposit Accounts considered as investments | - | - |
| Cash and Cash Equivalents as per Balance Sheet   | - | - |

This is the cashflow statement referred in our report of even date.


For Tukaram & Co.,  
Chartered Accountants  
Firm Reg. No. 0044368

J. Poornachandar  
M.No. 221627

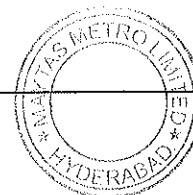
Place: Hyderabad  
Date: 27.05.2016



For and on behalf of the Board of Directors of  
Maytas Metro Limited

  
Rajeev Khanna  
Director

  
Mukesh Sharma  
Director



MAYTAS METRO LIMITED

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

|   | March 31, 2016    | March 31, 2015    |
|---|-------------------|-------------------|
| <b>3 Share capital</b>  |                   |                   |
| <b>Authorized</b>   |                   |                   |
| 10,00,000 (March 31, 2015 : 1,000,000) Equity shares of Rs. 10 each         | 10,000,000        | 10,000,000        |
|   | <u>10,000,000</u> | <u>10,000,000</u> |
| <b>Issued, subscribed and paid up</b>                                       |                   |                   |
| 50,001 (March 31, 2015 : 50,001) Equity shares of Rs. 10 each fully paid up | 500,010           | 500,010           |
|   | <u>500,010</u>    | <u>500,010</u>    |

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

Equity shares

|                                    | March 31, 2016 |                | March 31, 2015 |                |
|------------------------------------|----------------|----------------|----------------|----------------|
|                                    | Number         | Amount         | Number         | Amount         |
| At the beginning of the year       | 50,001         | 500,010        | 50,001         | 500,010        |
| Issued during the year             | -              | -              | -              | -              |
| Outstanding at the end of the year | <u>50,001</u>  | <u>500,010</u> | <u>50,001</u>  | <u>500,010</u> |

(b) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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

(c) List of shareholders holding more than 5% shares in the company:

Equity Shares of Rs. 10 each

| Name of Shareholder                                | As at March 31, 2016 |                    | As at March 31, 2015 |                    |
|--|----------------------|--------------------|----------------------|--------------------|
|  | Number of Shares     | Percentage holding | Number of Shares     | Percentage holding |
| IL&FS Engineering and Construction Company Limited | 50,000               | 99.99%             | 50,000               | 99.99%             |

**4 Current Liabilities**

|  | March 31, 2016     | March 31, 2015     |
|--|--------------------|--------------------|
| Trade payables                                     | 3,043,397          | 3,043,397          |
| Other liabilities                                  | 748,920,295        | 748,888,244        |
| IL&FS Engineering and Construction Company Limited | 748,908,845        | 748,877,008        |
| Audit fee payable                                  | 11,451             | 11,236             |
|  | <u>751,963,692</u> | <u>751,931,641</u> |

**5 Capital work-in-progress**

|   | March 31, 2016     | March 31, 2015     |
|---|--------------------|--------------------|
| Opening balance                               | 152,223,596        | 152,191,823        |
| Add: Spent during the year                    |                    |                    |
| Rates & Taxes                                 | 1,826              | 20,537             |
| Audit Fee                                     | 11,450             | 11,236             |
| Legal and Professional Charges                | 1,600              | -                  |
| Service Charges                               | 17,175             | -                  |
| Capital work-in-progress as at March 31, 2016 | <u>152,255,647</u> | <u>152,223,596</u> |

**6 Loans & Advances**

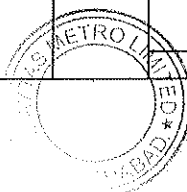
|  | March 31, 2016     | March 31, 2015     |
|--|--------------------|--------------------|
| ( Unsecured, Considered good)          |                    |                    |
| Advance recoverable in cash or in kind |                    |                    |
| Advances for Expenses                  | 8,055              | 8,055              |
| Heartworks                             | 200,000            | 200,000            |
| BG Invoked                             | 600,000,000        | 600,000,000        |
|  | <u>600,208,055</u> | <u>600,208,055</u> |



## MAYTAS METRO LIMITED

## Working to Balance Sheet

| Particulars  | Note No. | As at March 31, 2016<br>Rupees | As at March 31, 2015<br>Rupees |
|--|----------|--------------------------------|--------------------------------|
| <b>Trade Payables</b>                                |          |                                |                                |
| Actis Technologies Pvt. Ltd.                         |          | 1,500                          | 1,500                          |
| Asset Integrated Info Systems                        |          | 17,440                         | 17,440                         |
| Bhumika Computer Peripherals                         |          | 2,250                          | 2,250                          |
| Cache Peripherals Pvt. Ltd.                          |          | 32,500                         | 32,500                         |
| Soft Hard Technologies Pvt. Ltd.                     |          | 60,915                         | 60,915                         |
| Tumbi Office Needs                                   |          | 3,524                          | 3,524                          |
| Arham Infra Solutions                                |          | 653,052                        | 653,052                        |
| Cushman & Wakefield India Pvt. Ltd.                  |          | 438,370                        | 438,370                        |
| Megastar Survey & Consultants (I) Pvt. Ltd.          |          | 196,234                        | 196,234                        |
| Remote Sensing Instruments                           |          | 161,399                        | 161,399                        |
| Survey & Mapping Solutions                           |          | 162,333                        | 162,333                        |
| TS Reddy   |          | 45,169                         | 45,169                         |
| Active Ads & Printers Pvt. Ltd.                      |          | 33,384                         | 33,384                         |
| Ascon Travels Pvt Ltd                                |          | 24,786                         | 24,786                         |
| D.Sudharshan   |          | 860                            | 860                            |
| Gayatri Enterprises                                  |          | 30,561                         | 30,561                         |
| G.Kamalesh Kumar                                     |          | 6,640                          | 6,640                          |
| Jaya Excellency Corporate Homes                      |          | 50,000                         | 50,000                         |
| Lakshminarayana                                      |          | 19,550                         | 19,550                         |
| Manish Bhargava                                      |          | 57,167                         | 57,167                         |
| Mayukh Dam   |          | 7,575                          | 7,575                          |
| Mehak Data Systems                                   |          | 5,282                          | 5,282                          |
| Nizam Cabs   |          | 37,317                         | 37,317                         |
| Pankaj Srivastava                                    |          | 8,934                          | 8,934                          |
| Pragathi Travels                                     |          | 29,320                         | 29,320                         |
| Ravi Press Photo                                     |          | 39,015                         | 39,015                         |
| Rayna's Guest House                                  |          | 123,380                        | 123,380                        |
| RCIL   |          | 8,419                          | 8,419                          |
| Sriram Raju  |          | 39,904                         | 39,904                         |
| Vijay Stationery & Computers                         |          | 11,495                         | 11,495                         |
| Balaji Paper Mart                                    |          | 15,667                         | 15,667                         |
| Adecco Flexione Workforce Solutions Ltd.             |          | 9,096                          | 9,096                          |
| Airtel -Mobile A/c                                   |          | 90,856                         | 90,856                         |
| Bharti Airtel Ltd. (Broadband)                       |          | 50,126                         | 50,126                         |
| C S R India Pvt. Ltd.                                |          | 131,432                        | 131,432                        |
| D.Obula Raju   |          | 2,000                          | 2,000                          |
| Indus Palms Hotels & Resorts Ltd.                    |          | 19,665                         | 19,665                         |
| Shah's Associates                                    |          | 20,334                         | 20,334                         |
| S.K.Systems  |          | 21,962                         | 21,962                         |
| Softpro Systems Ltd.                                 |          | 3,370                          | 3,370                          |
| Veba Venkateshwara Travels                           |          | 367,614                        | 367,614                        |
| Maytas Navabharat JV                                 |          | 3,000                          | 3,000                          |
| Audit Fee Payable                                    |          | 11,451                         | 11,237                         |
| <b>Total</b>   |          | <b>3,054,848</b>               | <b>3,054,634</b>               |
| <b>Other liabilities</b>                             |          |                                |                                |
| Dues to holding company                              |          | 748,908,845                    | 748,877,008                    |
| TDS Payable - Consultants                            |          | -                              | -                              |
|  |          | <b>748,908,845</b>             | <b>748,877,008</b>             |
| <b>Capital work-in-progress</b>                      |          |                                |                                |
| Opening balance                                      |          | 152,223,596                    | 152,191,823                    |
| Add: Spent during the year                           |          |                                |                                |
| Rates & Taxes  |          | 1,826                          | 20,537                         |
| Audit Fee  |          | 11,450                         | 11,236                         |
| Legal and Professional Charges                       |          | 1,600                          | -                              |
| Service Charges                                      |          | 17,175                         | -                              |
| <b>Capital work-in-progress as at March 31, 2014</b> |          | <b>152,255,647</b>             | <b>152,223,596</b>             |
| <b>Loans &amp; Advances</b>                          |          |                                |                                |
| (Unsecured, Considered good)                         |          |                                |                                |
| Advance recoverable in cash or in kind               |          |                                |                                |
| Advances for Expenses                                |          | 8,055                          | 8,055                          |
| Heartworks   |          | 200,000                        | 200,000                        |
| BG Invoked   |          | 600,000,000                    | 600,000,000                    |
|  |          | <b>600,208,055</b>             | <b>600,208,055</b>             |



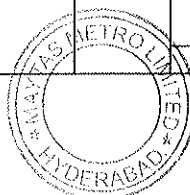
*[Handwritten signature]*

*[Handwritten initials]*

## MAYTAS METRO LIMITED

## Working to Balance Sheet

| Particulars  | Note No. | As at March 31, 2016<br>Rupees | As at March 31, 2015<br>Rupees |
|--|----------|--------------------------------|--------------------------------|
| <b>Trade Payables</b>                                |          |                                |                                |
| Actis Technologies Pvt. Ltd.                         |          | 1,500                          | 1,500                          |
| Asset Integrated Info Systems                        |          | 17,440                         | 17,440                         |
| Bhumika Computer Peripherals                         |          | 2,250                          | 2,250                          |
| Cache Peripherals Pvt. Ltd.                          |          | 32,500                         | 32,500                         |
| Soft Hard Technologies Pvt. Ltd.                     |          | 60,915                         | 60,915                         |
| Tumbi Office Needs                                   |          | 3,524                          | 3,524                          |
| Arham Infra Solutions                                |          | 653,052                        | 653,052                        |
| Cushman & Wakefield India Pvt. Ltd.                  |          | 438,370                        | 438,370                        |
| Megastar Survey & Consultants (I) Pvt. Ltd.          |          | 196,234                        | 196,234                        |
| Remote Sensing Instruments                           |          | 161,399                        | 161,399                        |
| Survey & Mapping Solutions                           |          | 162,333                        | 162,333                        |
| TS Reddy   |          | 45,169                         | 45,169                         |
| Active Ads & Printers Pvt. Ltd.                      |          | 33,384                         | 33,384                         |
| Ascon Travels Pvt Ltd                                |          | 24,786                         | 24,786                         |
| D.Sudharshan   |          | 860                            | 860                            |
| Gayatri Enterprises                                  |          | 30,561                         | 30,561                         |
| G.Kamalesh Kumar                                     |          | 6,640                          | 6,640                          |
| Jaya Excellency Corporate Homes                      |          | 50,000                         | 50,000                         |
| Lakshminarayana                                      |          | 19,550                         | 19,550                         |
| Manish Bhargava                                      |          | 57,167                         | 57,167                         |
| Mayukh Dam   |          | 7,575                          | 7,575                          |
| Mehak Data Systems                                   |          | 5,282                          | 5,282                          |
| Nizam Cabs   |          | 37,317                         | 37,317                         |
| Pankaj Srivastava                                    |          | 8,934                          | 8,934                          |
| Pragathi Travels                                     |          | 29,320                         | 29,320                         |
| Ravi Press Photo                                     |          | 39,015                         | 39,015                         |
| Rayna's Guest House                                  |          | 123,380                        | 123,380                        |
| RCIL   |          | 8,419                          | 8,419                          |
| Sriram Raju  |          | 39,904                         | 39,904                         |
| Vijay Stationery & Computers                         |          | 11,495                         | 11,495                         |
| Balaji Paper Mart                                    |          | 15,667                         | 15,667                         |
| Adecco Flexione Workforce Solutions Ltd.             |          | 9,096                          | 9,096                          |
| Airtel -Mobile A/c                                   |          | 90,856                         | 90,856                         |
| Bharti Airtel Ltd. (Broadband)                       |          | 50,126                         | 50,126                         |
| C S R India Pvt. Ltd.                                |          | 131,432                        | 131,432                        |
| D.Obula Raju   |          | 2,000                          | 2,000                          |
| Indus Palms Hotels & Resorts Ltd.                    |          | 19,665                         | 19,665                         |
| Shah's Associates                                    |          | 20,334                         | 20,334                         |
| S.K.Systems  |          | 21,962                         | 21,962                         |
| Softpro Systems Ltd.                                 |          | 3,370                          | 3,370                          |
| Veba Venkateshwara Travels                           |          | 367,614                        | 367,614                        |
| Maytas Navabharat JV                                 |          | 3,000                          | 3,000                          |
| Audit Fee Payable                                    |          | 11,451                         | 11,237                         |
| <b>Total</b>   |          | <b>3,054,848</b>               | <b>3,054,634</b>               |
| <b>Other liabilities</b>                             |          |                                |                                |
| Dues to holding company                              |          | 748,908,845                    | 748,877,008                    |
| TDS Payable - Consultants                            |          | -                              | -                              |
|  |          | <b>748,908,845</b>             | <b>748,877,008</b>             |
| <b>Capital work-in-progress</b>                      |          |                                |                                |
| Opening balance                                      |          | 152,223,596                    | 152,191,823                    |
| Add: Spent during the year                           |          |                                |                                |
| Rates & Taxes  |          | 1,826                          | 20,537                         |
| Audit Fee  |          | 11,450                         | 11,236                         |
| Legal and Professional Charges                       |          | 1,600                          | -                              |
| Service Charges                                      |          | 17,175                         | -                              |
| <b>Capital work-in-progress as at March 31, 2014</b> |          | <b>152,255,647</b>             | <b>152,223,596</b>             |
| <b>Loans &amp; Advances</b>                          |          |                                |                                |
| ( Unsecured, Considered good)                        |          |                                |                                |
| Advance recoverable in cash or in kind               |          |                                |                                |
| Advances for Expenses                                |          | 8,055                          | 8,055                          |
| Heartworks   |          | 200,000                        | 200,000                        |
| BG Invoked   |          | 600,000,000                    | 600,000,000                    |
|  |          | <b>600,208,055</b>             | <b>600,208,055</b>             |



**Notes annexed to and forming part of the accounts for the year ended March 31, 2016  
(All amounts in Rs. Crore except for share data or as otherwise stated)**

**1. Background**

Maytas Metro Limited ('MML' or 'the Company') was incorporated in India on September 09, 2008 under the Companies Act, 1956, as a private limited company which was subsequently converted into public limited company vide resolution passed in Extra-ordinary General Meeting held on September 11, 2008.

The company was promoted on the consortium of a) IL&FS Engineering and Construction Company Limited (formerly known as Maytas Infra Ltd.) b) Nava Bharat Ventures Ltd. c) Italian-Thai Development Public Company Ltd., Thailand; and d) Infrastructure Leasing & Financial Services Ltd and the Company was awarded with the MRTS Project by GoAP. The project involves the designing, building, development, financing, engineering, procurement, construction, operation, maintenance and transfer of a mass rapid transit system (MRTS) from LB Nagar to Miyapur, Jubilee Bus Station to Falaknuma and Nagole to Shilparamam Corridors.

However, due to the adverse developments resulting from Satyam episode, the company could not provide the Performance guarantee of Rs. 240 and achieve Financial Closure within the stipulated time.

Consequently, the State Government terminated the contract without giving the mandatory notice period; vide GO MS No. 430 dt. 07-07-2009 and encashed the Bid Guarantee of Rs. 60 and also forfeited the first installment of the Concession Fee of Rs. 11.

Aggrieved by the unilateral decision of the State Government, the Company filed a Writ Petition No. 15124/2009 in the High Court of Andhra Pradesh praying the Hon'ble High Court to

a) To issue a "Writ of Mandamus" or any other appropriate writ, order or direction declaring the action of the GoAP in seeking to cancel and terminate the concession agreement and the consequent issue of a fresh notice inviting RFQs as illegal, arbitrary, and set aside the same and direct the respondents to restore status quo ante.

b) It is further prayed that this Hon'ble Court may be pleased to stay all further proceedings pursuant to Bid Notice inviting Request for Qualification application pending the disposal of the writ petition and pass such other order or orders as this Hon'ble Court may deem fit and proper in the circumstances of the case.

The Hon'ble High Court vide its interim order dt. 28-07-2009 Ordered as follows:-

a) Directed issue of notice to the GoAP herein to show cause why this writ petition should not be admitted in the circumstances set out in the petition and the affidavit filed in Writ Petition. The Principal Secretary and Hyderabad Metro Rail Limited are directed to show cause on or before 11-08-2009 to which date the case stands posted as to why in the circumstances set out in the petition and the affidavit filed therewith this writ petition should not be admitted.

b) In the meanwhile, status quo obtaining as on today with regard to the impugned termination order dated 07-07-2009 shall be maintained. However, this shall not preclude the respondents to proceed with the Notification dated 16-07-2009 inviting applications for Request for Qualification (RFQ) subject to further orders by this Court.

Subsequently, GoAP filed its Counter praying High Court to dismiss the Writ Petition and pass such other order or orders. MML has filed the writ petition with an interlocutory Application No. 18023/2010, whereby it has been prayed to the court that due to change in the economic scenario, the aforesaid contract entered by MML has been frustrated and therefore could not be executed. Therefore, the amounts paid by MML towards bid security and additional concessional fees should be refunded to it.

The GoAP filed its counter and after hearing the arguments of both parties, the Hon'ble High Court of A.P. has dispose of the W.P with a direction to settle their claims as per the procedure laid down in the Concession Agreement.

As per the aforesaid order, MML invoked the remedy available as per the concession agreement i.e. arbitration, and accordingly sent letter dated 16.04.2012 appointing arbitrator on behalf of MML and requesting GoAP (Municipal Administration & Urban Development Dept.) to appoint their choice of arbitrator.



Subsequent reminders were sent to GoAP for appointment of arbitrator from their end. Principal Secretary to Government (UD) vide letter dated 22.04.2013 informed that Govt. have initiated action and requested Advocate General, High Court of AP to suggest a suitable person to be appointed as arbitrator. Subsequently reminder letter dated 09.05.2013 has been addressed to Principal Secretary to Government by MML for speeding up of process for adjudication by arbitration.

MML had filed application under section 11 of the A&C Act, 1996 vide ARBAPPL 78/2013 for the appointment of arbitrator on behalf of GoAP. Counter by GoAP and rejoinder thereto by MML has been filed. GoAP on 14.03.2014 represented about SLP filed by it before Supreme Court challenging order dated 24.01.2014 wherein the Court had directed GoAP to appoint arbitrator in its behalf. The SLP got dismissed. Upon hearing on 14.03.2014, the AP High Court disposed case with a direction that the arbitrator appointed by MML will be the Sole Arbitrator, if GoAP fails to appoint their Arbitrator within a week from 14.03.2014. Pursuant to the said orders, GoAP appointed the arbitrator on its behalf.

Both the arbitrators have appointed the presiding arbitrator. The tribunal has fixed preliminary meeting on 12.03.2015

Subsequently Govt. of Telanagana through advocate general filed review petition before Honorable High court against the orders passed in writ petition 15124/2009

On 24.04.2015 the review was heard at length and passed an order to restored the Writ petition 15124/09 to hear all the contentions raised both the parties

After the review petition, both the arbitrations Jus.V.V.S.Rao and Jus.D.S.R.Verma did not agree upon the umpire arbitrator Jus. A.R. Lakshmanan. Honorable Jus. V.V.S.Rao did not comment for continuing with Jus. A.R. Lakshmanan and Jus. D.S.R.Verma insisted continuation of Jus. A.R.Lakshmanan. In view of the disagreement of the arbitrations an application before the Hon'ble High court of Telangana & A.P at Hyderabad, became necessitated, to seek clarification of the Hon'ble court in this regard. An application has been filled before the Hon'ble High court. The same will be listed after reopening of the High court after summer recess.

Since the matter is under subjudice and the Company is pursuing the matter seriously all the assets and liabilities are continued. If the matter is decided against the company, the company would not be able to recover Rs.71 Crs. From the Govt. of AP/Telangana.

## 2. Statement of Significant Accounting Policies

### a. Basis of preparation

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

### b. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

### c. Income taxes

Current fringe benefit tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act.

### d. Provisions

A provision is recognized when an enterprise has a present obligation as a result of past event i.e., it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.



## 7. Capital Commitments

Estimated amount of contracts (net of advances) remaining to be executed on capital account: as at March 31, 2016 – Rs. Nil; Previous year – Rs. Nil.

8. Contingent liabilities not provided for: as at March 31, 2016 – Rs. Nil; Previous year – Rs. Nil.

## 9. Related Party Transactions

The Company had following transactions with related parties and balances at the end of the year.

|   | 2015-16 | 2014-15 |
|---|---------|---------|
| Holding Company – IL&FS Engineering and construction Company Limited (formerly known as Maytas Infra Ltd) |         |         |
| - Equity Share Capital  | (0.05)  | (0.05)  |
| - Balance outstanding Debit/(Credit)  | (74.89) | (74.88) |

10. Expenditure in foreign currency (On cash basis) – Nil; Previous year – Nil.

11. The company has transferred all the expenditure like Concession fee, Administrative Expenditure, Pre-bid Expenses, Preliminary Expenses to the Capital Work-in-Progress.

12. The Company has transferred all the Fixed Assets to Capital Work in Progress as the assets are not in existence.

13. An amount of Rs.74.89 was paid by the IL&FS Engineering and Construction Company Limited (IECCL) (Formerly known as Maytas Infra Limited) to GoAP towards Bid security, concession fee and other project expenses on behalf of the company.

14. The Company has not started its operations during the year and hence Profit & Loss Account is not prepared.

15. Remuneration to Auditors: Audit Fees (Incl. Serv. Tax) Rs. 11,450 (Absolute amount); previous year Rs. 11,236 (Absolute amount).

16. Based on the information available with the Company no amounts are payable to enterprises covered under Micro, Small and Medium Enterprises Development Act, 2006.

17. The company has not accounted dues, if any, under certain agreements/contracts pending ascertainment of services rendered/value received.

18. During the year the Company has not made provision for Current Income Tax as the Company does not have taxable income.

19. Paise have been rounded off to the nearest rupee.

20. Previous year figures have been regrouped / rearranged to conform to those of current year.

As per our report of even date

for Tukaram & Co.

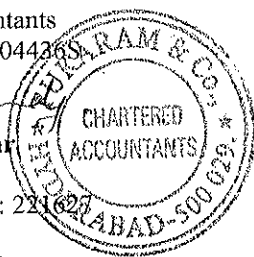
Chartered Accountants

Firm Reg. No. : 0044336

J. Poornachandar

Partner

Membership No. : 221627



for and on behalf of the Board of  
Directors of Maytas Metro Limited

Rajeev Khanna  
Director

Mukesh Sharma  
Director

Place: Hyderabad

Date: 27.05.2016

