

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 1 | CORPORATE INFORMATION

GMR Infrastructure Limited ('GIL' or 'the Company') is a public limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956 ('the Act'). Its equity shares are listed on two stock exchanges in India. The Company carries its business in the following business segments:

a. Engineering Procurement Construction (EPC)

The Company is engaged in handling EPC solutions in the infrastructure sector.

b. Others

The Company's business also comprises of investment activity and corporate support to various infrastructure Special Purpose Vehicles (SPV).

### NOTE | 2 | BASIS OF PREPARATION

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies Act, 1956, read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

### NOTE | 2.1 | SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a Use of estimates

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

b Tangible fixed assets

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

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

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

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

c Depreciation on tangible fixed assets

Depreciation on tangible fixed assets is calculated on a straight-line basis using the rates arrived at based on the useful lives estimated by the management, or those prescribed under the Schedule XIV to the Act, whichever is higher. The Company has used the following rates to provide depreciation on its tangible fixed assets.

Assets	Rates (SLM)
Plant and equipments	4.75%
Office equipments	4.75%
Furniture and fixtures	6.33%
Vehicles	9.50%
Computers	16.21%

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 2.1. | SIGNIFICANT ACCOUNTING POLICIES (Contd.)

Asset individually costing Indian Rupees (₹) 5,000 or less, are fully depreciated in the year of acquisition.

#### d Intangible assets

Intangible assets (Computer software) acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Computer software is amortised based on the useful life of 6 years on a straight line basis as estimated by the management.

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

#### e Impairment of tangible/ intangible assets

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 or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

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

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

#### f Leases

Where the Company is lessee

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

A leased asset is depreciated on a straight-line basis over the useful life of the asset or the useful life envisaged in Schedule XIV to the Act, whichever is lower. However, if there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, the capitalised asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset, the lease term or the useful life envisaged in Schedule XIV to the Act.

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

#### g Borrowing costs

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

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 2.1. | SIGNIFICANT ACCOUNTING POLICIES (Contd.)

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

#### **h Investments**

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

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

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

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

#### **i Inventories**

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

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

Costs incurred that relate to future activities on the contract are recognised as "Contract work in progress".

Contract work in progress comprising construction costs and other directly attributable overheads is valued at lower of cost and net realisable value.

#### **j Revenue recognition**

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

##### Revenue from construction activity

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

##### Dividends

Dividend income is recognised when the Company's right to receive dividend is established by the reporting date.

##### Income from management/ technical services

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

##### Interest

Interest on investments and bank deposits are recognised on a time proportion basis taking into account the amounts invested and the rate applicable.

#### **k Foreign currency translation**

Foreign currency transactions and balances

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 2.1. | SIGNIFICANT ACCOUNTING POLICIES (Contd.)

(i) Initial recognition

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

(ii) Conversion

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

(iii) Exchange differences

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

1. Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalised and depreciated over the remaining useful life of the asset.
2. Exchange differences arising on other long-term foreign currency monetary items are accumulated in the "Foreign Currency Monetary Item Translation Difference Account" and amortised over the remaining life of the concerned monetary item.
3. All other exchange differences are recognised as income or as expenses in the period in which they arise.

For the purpose of (iii)(1) and (iii)(2) above, the Company treats a foreign monetary item as "long-term foreign currency monetary item", if it has a term of twelve months or more at the date of its origination. In accordance with MCA circular dated August 09, 2012, exchange differences for this purpose, are total differences arising on long-term foreign currency monetary items for the period. In other words, the Company does not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange differences.

#### I Retirement and other employee benefits

(i) Defined contribution plans

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

(ii) Defined benefit plan

Gratuity liability is a defined benefit obligation and is provided on the basis of actuarial valuation, based on projected unit credit method at the balance sheet date, carried out by an independent actuary. Actuarial gains and losses comprise experience adjustments and the effect of changes in the actuarial assumptions and are recognised in full in the period in which they occur in the statement of profit and loss as an income or expense.

(iii) Other long term employee benefits

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 entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for twelve months after the reporting date.

(iv) Short term employee benefits

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

#### m Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 2.1. | SIGNIFICANT ACCOUNTING POLICIES (Contd.)

preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

#### n Income 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 (the 'IT Act') enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

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

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

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

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

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

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

#### o Segment reporting

##### Identification of segments

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

##### Allocation of common costs

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

##### Unallocated items

Unallocated items include general corporate income and expense items which are not allocated to any business segment.

##### Segment accounting policies

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 2.1. | SIGNIFICANT ACCOUNTING POLICIES (Contd.)

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statement of the Company as a whole.

**p Shares/ debentures issue expenses and premium redemption**

Equity shares issue expenses incurred are expensed in the year of issue and debenture/ preference share issue expenses and redemption premium payable on preference shares/ debentures are expensed over the term of preference shares/ debentures. These are adjusted to the securities premium account as permitted by Section 78(2) of the Act to the extent of balance available in such securities premium account. These expenses are adjusted to the securities premium account net of taxes.

**q Provisions**

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

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

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

**s Cash and cash equivalents**

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

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## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 3 | SHARE CAPITAL

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Authorised shares</b>		
7,500,000,000 (March 31, 2013: 7,500,000,000) equity shares of ₹ 1 each	750.00	750.00
6,000,000 (March 31, 2013: Nil) Compulsorily Convertible Preference Shares ('CCPS' or 'preference shares') of ₹ 1,000 each ('Series A CCPS')	600.00	-
6,000,000 (March 31, 2013: Nil) CCPS of ₹ 1,000 each ('Series B CCPS')	600.00	-
<b>Issued, subscribed and fully paid-up shares</b>		
3,892,430,282 (March 31, 2013: 3,892,430,282) equity shares of ₹ 1 each	389.24	389.24
5,683,351 (March 31, 2013: Nil) Series A CCPS of ₹ 1,000 each	568.33	-
5,683,353 (March 31, 2013: Nil) Series B CCPS of ₹ 1,000 each	568.34	-
<b>Issued, subscribed but not fully paid-up shares</b>		
4,500 (March 31, 2013: 4,500) equity shares of ₹ 1 each not fully paid-up [₹ 2,250 (March 31, 2013: ₹ 2,250)]	0.00	0.00
<b>Total issued, subscribed and paid-up share capital</b>	<b>1,525.91</b>	<b>389.24</b>

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

Equity Shares	March 31, 2014		March 31, 2013	
	Number	₹ in Crore	Number	₹ in Crore
At the beginning of the year	3,892,434,782	389.24	3,892,434,782	389.24
Add: Issued during the year	-	-	-	-
Outstanding at the end of the year	3,892,434,782	389.24	3,892,434,782	389.24

Preference Shares	March 31, 2014		March 31, 2013	
	Number	₹ in Crore	Number	₹ in Crore
At the beginning of the year	-	-	-	-
Add: Issued during the year				
a) Series A CCPS of ₹ 1,000 each	5,683,351	568.33	-	-
b) Series B CCPS of ₹ 1,000 each	5,683,353	568.34	-	-
Outstanding at the end of the year				
a) Series A CCPS of ₹ 1,000 each	5,683,351	568.33	-	-
b) Series B CCPS of ₹ 1,000 each	5,683,353	568.34	-	-

## b) Terms / rights attached to equity shares

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

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

## c) Terms / rights attached to CCPS:

"Pursuant to the equity shareholders' approval obtained on March 20, 2014, the Company issued 11,366,704 CCPS of face value of ₹ 1,000 each comprising of (a) 5,683,351 Series A CCPS each fully paid up, carrying a coupon rate of 0.001% per annum ('p.a.') and having a term of 17 months from the date of allotment and (b) 5,683,353 Series B CCPS each fully paid up, carrying a coupon rate of 0.001% p.a. and having a term of 18 months from the date of allotment, to IDFC Limited, Dunearn Investments (Mauritius) Pte Limited, GKFF Ventures, Premier Edu-Infra Solutions Private Limited and Skyron Eco-Ventures Private Limited. The Series A CCPS and Series B CCPS shall be converted into equity shares upon the expiry of their respective terms in accordance with the provisions of Chapter VII of the SEBI (Issue of Capital Disclosure Requirements) Regulations, 2009 ('ICDR Regulations'). The number of equity shares allotted to the Investors upon conversion of the Investor Securities shall be on the basis of the minimum permissible price, computed in accordance with Regulation 76 read with Regulation 71(b) of the SEBI ICDR Regulations on the conversion date.

The preference shareholders have a right to attend General Meetings of the Company and vote on resolutions directly affecting their interest. In the event of winding up, the Company would repay the preference share capital in priority to the equity shares of the Company but it does not confer any further right to participate either in profits or assets of the Company."

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 3 | SHARE CAPITAL

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

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

Particulars	March 31, 2014 Number	March 31, 2013 Number
<b>GMR Holdings Private Limited ('GHPL'), the Holding Company</b>		
Equity shares of ₹ 1 each, fully paid up	2,736,221,862	2,736,221,862
<b>GMR Infra Ventures LLP ('GIVLLP'), an associate of the Holding Company</b>		
Equity shares of ₹ 1 each, fully paid up	31,321,815	30,000,000
<b>GMR Enterprises Private Limited ('GEPL'), an associate of the Holding Company</b>		
Equity shares of ₹ 1 each, fully paid up	17,100,000	17,100,000
<b>Welfare Trust of GMR Infra Employees ('GWT'), an associate of the Holding Company</b>		
Equity shares of ₹ 1 each, fully paid up	17,999,800	17,999,800

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

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Equity shares allotted as fully paid-up for consideration other than cash <sup>1</sup>	2.60	2.60

- During the year ended March 31, 2010, 46,800,000 equity shares of ₹ 10 each of Delhi International Airport Private Limited ('DIAL') were acquired from Infrastructure Development Finance Corporation Limited Infrastructure Fund - India Development Fund at a consideration of ₹ 149.72 Crore, which was discharged by allotment of 26,038,216 equity shares of the Company of ₹ 1 each at an issue price of ₹ 57.50 per equity share (including ₹ 56.50 per equity share towards securities premium).

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

Particulars	March 31, 2014		March 31, 2013	
	Number	% holding in the class	Number	% holding in the class
<b>Equity shares of ₹ 1 each fully paid</b>				
GHPL	2,736,221,862	70.30%	2,736,221,862	70.30%
<b>Series A CCPS of ₹ 1,000 each</b>				
Dunearn Investments (Mauritius) Pte Limited	3,944,084	69.40%	-	-
IDFC Limited*	209,550	3.69%	-	-
GKFF Ventures*	272,415	4.79%	-	-
Premier Edu-Infra Solutions Private Limited*	209,550	3.69%	-	-
Skyron Eco Ventures Private Limited*	1,047,752	18.43%	-	-
<b>Series B CCPS of ₹ 1,000 each</b>				
Dunearn Investments (Mauritius) Pte Limited	3,944,085	69.40%	-	-
IDFC Limited*	209,550	3.69%	-	-
GKFF Ventures*	272,416	4.79%	-	-
Premier Edu-Infra Solutions Private Limited*	209,550	3.69%	-	-
Skyron Eco Ventures Private Limited*	1,047,752	18.43%	-	-

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

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



## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 4 | RESERVES AND SURPLUS

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>(a) Securities premium account</b>		
Balance as per the last financial statements	6,328.34	6,378.10
Less: utilised towards provision for debenture redemption premium (net of taxes and MAT credit)	41.21	49.76
Less: utilised towards share issue expenses	0.60	-
<b>Closing balance</b>	<b>6,286.53</b>	<b>6,328.34</b>
<b>(b) Debenture redemption reserve</b>		
Balance as per the last financial statements	118.47	58.60
Add: amount transferred from surplus balance in the statement of profit and loss	108.50	81.53
Less: amount transferred to surplus in the statement of profit and loss / general reserve	108.75	21.66
<b>Closing balance</b>	<b>118.22</b>	<b>118.47</b>
<b>(c) General reserve</b>		
Balance as per the last financial statements	40.62	18.96
Add: amount transferred from debenture redemption reserve	-	21.66
<b>Closing balance</b>	<b>40.62</b>	<b>40.62</b>
<b>(d) Surplus in the statement of profit and loss</b>		
Balance as per last financial statements	309.06	382.37
Profit for the year	165.90	53.45
Amount transferred from debenture redemption reserve	108.75	-
Less: Appropriations		
Proposed equity dividend <sup>1</sup>	38.92	38.92
Tax on proposed equity dividend (March 31, 2014: includes tax on equity dividend of ₹ 0.30 Crore for the year ended March 31, 2013)	6.92	6.31
Proposed preference dividend <sup>1</sup> (₹ 1,868)	0.00	-
Tax on preference dividend (₹ 318)	0.00	-
Transfer to debenture redemption reserve	108.50	81.53
<b>Net surplus in the statement of profit and loss</b>	<b>429.37</b>	<b>309.06</b>
<b>Total reserves and surplus</b>	<b>6,874.74</b>	<b>6,796.49</b>

1. The Board of Directors of the Company have recommended a dividend of ₹ 0.10 (March 31, 2013: ₹ 0.10) per equity share of ₹ 1 (March 31, 2013: ₹ 1) each for the year ended March 31, 2014 and dividend on preference shares at the rate of 0.001% on a prorata basis on Series A CCPS and Series B CCPS for the year ended March 31, 2014.

## NOTE | 5 | LONG-TERM BORROWINGS

Particulars	Non-current portion		Current maturities	
	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Debentures</b>				
10,000 (March 31, 2013: 10,000) 0% secured, redeemable and non-convertible debentures of ₹ 977,500 each (March 31, 2013: ₹ 987,500). <sup>1</sup>	967.50	977.50	10.00	10.00
5,000 (March 31, 2013: 5,000) 0% unsecured, redeemable and non-convertible debentures of ₹ 350,000 each (March 31, 2013: ₹ 700,000). <sup>2</sup>	-	175.00	175.00	175.00
<b>Term loans</b>				
Indian rupee term loan from financial institutions (secured) <sup>15,16</sup>	231.92	-	7.08	-
Indian rupee term loan from a financial institution (unsecured) <sup>3,4,5</sup>	941.66	983.33	191.67	191.67
Indian rupee term loan from banks (secured) <sup>7,8,9,10,11</sup>	588.50	430.00	350.11	93.50
Indian rupee term loan from banks (unsecured) <sup>6,12,13</sup>	961.22	450.00	488.78	-
<b>Other loans and advances</b>				
Loan from a group company (unsecured) <sup>14</sup>	87.40	-	4.60	-
Loan from others (secured) <sup>17</sup>	0.23	-	0.04	-
	<b>3,778.43</b>	<b>3,015.83</b>	<b>1,227.28</b>	<b>470.17</b>
<b>The above amount includes</b>				
Secured borrowings	1,788.15	1,407.50	367.23	103.50
Unsecured borrowings	1,990.28	1,608.33	860.05	366.67
Amount disclosed under the head "other current liabilities" (refer note 10)	-	-	(1,227.28)	(470.17)
<b>Net amount</b>	<b>3,778.43</b>	<b>3,015.83</b>	<b>-</b>	<b>-</b>

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 5 | LONG-TERM BORROWINGS (Contd.)

1. During the year ended March 31, 2012, the Company had entered into an agreement to issue 7,000 secured, redeemable, non convertible debentures of ₹ 1,000,000 each to ICICI Bank Limited ('ICICI') ('Tranche 1'). During the year ended March 31, 2013 the Company has further entered into an agreement with ICICI to issue 3,000 secured, redeemable, non convertible debentures of ₹ 1,000,000 each ('Tranche 2'). These debentures are secured by way of first ranking (i) pari passu charge on the fixed assets of GMR Vemagiri Power Generation Limited ('GVPGL'); (ii) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GMR Energy Limited ('GEL') held by GMR Renewable Energy Limited ('GREEL'); (iii) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GVPGL held by GEL; (iv) pari passu charge over GVPGL excess cash flow account, as defined in the subscription agreement executed between the Company and ICICI; (v) exclusive charge over Debt Service and Reserve Account ('DSRA') maintained by the Company with ICICI. These debentures are redeemable at a premium yielding 14.50% p.a. till March 25, 2013 and after March 25, 2013 with a yield of base rate of ICICI plus 4.50% p.a. The Tranche 1 is redeemable in thirty seven quarterly unequal instalments commencing from March 25, 2012 and Tranche 2 is redeemable in thirty six quarterly unequal instalments commencing from June 25, 2012. As at March 31, 2014, the Company has partially redeemed these debentures and the revised face value of these debentures after redemption is ₹ 977,500 (March 31, 2013: ₹ 987,500) per debenture.
2. During the year ended March 31, 2010, the Company had issued 5,000 unsecured redeemable, non convertible debentures of ₹ 1,000,000 each to ICICI which are redeemable at a premium yielding 14.00% p.a. (March 31, 2013: 14.00% p.a.) and are repayable in 5 annual unequal instalments commencing from April 2011. As at March 31, 2014, the Company has partially redeemed these debentures and the revised face value of these debentures after redemption is ₹ 350,000 (March 31, 2013: ₹ 700,000) per debenture.
3. Indian rupee term loan from a financial institution of ₹ 150.00 Crore (March 31, 2013: ₹ Nil) carries interest @ 12.00% p.a. (March 31, 2013: Nil) payable on a quarterly basis. The loan is repayable in 7 equal annual instalments commencing at the end of four years from the date of first disbursement i.e. September, 2013. The loan is secured by exclusive first charge on land held by GMR Krishnagiri SEZ Limited ('GKSEZ').
4. Indian rupee term loan from a financial institution of ₹ 183.33 Crore (March 31, 2013: ₹ 275.00 Crore) carries periodic rates of interest as agreed with the lenders and payable on a yearly basis. The loan is repayable in 3 equated annual instalment commencing from August 2013. The loan is secured by way of a corporate guarantee issued by GHPL and pledge of 269,238,300 (March 31, 2013: 269,238,300) equity shares of ₹ 1 each of the Company, held by GHPL.
5. Indian rupee term loan from a financial institution of ₹ 800.00 Crore (March 31, 2013: ₹ 900.00 Crore) carries interest @ 11.75% p.a. (March 31, 2013 : 11.75% p.a.) payable on a half yearly basis. The loan is repayable in 10 equated annual instalments commencing from December 2012. The loan is secured by exclusive first charge on barge mounted plant of a subsidiary Company and pledge of 133,198,216 (March 31, 2013: 115,103,532) equity shares of ₹ 1 each of the Company, held by GHPL.
6. Indian rupee term loan from a bank of ₹ 1,000.00 Crore (March 31, 2013: ₹ Nil) carries interest @ base rate of lender plus spread of 4.75% p.a. (March 31, 2013 : Nil) payable on a monthly basis. The loan is secured by i) subservient charge on the immovable properties and moveable assets of EMCO Energy Limited ('EMCO') both present and future ii) subservient charge on non agricultural land in the State of Andhra Pradesh of Kakinada SEZ Private Limited ('KSPL') iii) pledge of equity shares of the Company, held by GHPL iv) pledge of 23% equity shares of EMCO held by GEL v) pledge of 30% equity shares of GMR Chattisgarh Energy Limited ('GCHL') held by GEL vi) pledge over 30% of equity shares of GEL held by GREEL vii) subservient charge on immovable properties situated in the State of Gujarat (both present and future) and all moveable assets of GMR Gujarat Solar Power Private Limited ('GGSPPL'). The loan is repayable in 32 structured quarterly instalments commencing from April 25, 2016 and ending on January 25, 2024. Out of the above ₹ 1,000.00 Crore, the Company has availed ₹ 900.00 Crore as at March 31, 2014. There are certain mandatory prepayment events agreed with the bank including divestment of shareholding in Istanbul Sabiha Gokcen Uluslararası Havalimani Yatırım Yapım Ve İşletme Anonim Sirketi ('ISG') and hence ₹ 200.00 Crore has been considered as current maturities.
7. Indian rupee term loan from a bank of ₹ 250.00 Crore (March 31, 2013: ₹ 300.00 Crore) carries interest @ base rate of lender plus spread of 1.50% p.a. (March 31, 2013 : base rate of lender plus spread of 1.50% p.a.) and interest is payable on a monthly basis. The loan is secured by i) 10% of cash margin on the outstanding amount in the form of lien on fixed deposits in favour of the lender ii) exclusive charge on loans and advances provided by the Company created out of this facility. The loan is repayable in 6 equal quarterly instalments commencing from March 31, 2014.
8. Indian rupee term loan from a bank of ₹ 200.00 Crore (March 31, 2013: ₹ 200.00 Crore) carries interest @ base rate of lender plus spread of 1.50% p.a. (March 31, 2013 : base rate of lender plus spread of 1.50% p.a.) and interest is payable on a monthly basis. The loan is secured by a first charge over the immovable properties of ₹ 17.70 Crore, aircrafts of ₹ 38.75 Crore, lien marked fixed deposit of ₹ 13.55 Crore and exclusive charge on loans and advances provided by the Company out of this loan facility, charge over 30% shares of GHPL in GMR Sports Private Limited ('GSPL') and non-disposable undertaking with regard to 19% of shareholding of GHPL in GSPL. The loan is repayable in 8 equal quarterly instalments commencing from June 26, 2016. Of the above ₹ 200.00 Crore, the Company has availed ₹ 188.00 Crore as at March 31, 2014 (March 31, 2013: ₹ 180.00 Crore).
9. Indian rupee term loan from a bank of ₹ 500.00 Crore (March 31, 2013: ₹ Nil) carries interest @ base rate of lender plus spread of 1.50% p.a. (March 31, 2013 : Nil) and interest is payable on a monthly basis. The loan is secured by i) residual charge over all current assets and movable fixed assets both present and future ii) first charge over loans and advances both present and future (excluding EPC division) to provide minimum cover of 1.25 times of the facility outstanding iii) second charge over cash flows both present and future of GMR Highways Limited ('GMRHL') iv) exclusive charge over rights and interest of GMR group in IBC Knowledge Park property at Bangalore and v) pledge of 30% shares of GMRHL. The loan is repayable in 8 equal quarterly instalments after a moratorium of 39 months from the date of first disbursement i.e., the first instalment is due on September 30, 2016. There are certain mandatory prepayment events agreed with the bank including divestment of shareholding in ISG and GMR Ulundurpet Expressways Private Limited ('GUEPL') and hence ₹ 150.00 Crore has been considered as current maturities of such loans.
10. Indian rupee term loan from a bank of ₹ Nil (March 31, 2013: ₹ 43.50 Crore) carried interest @ BBR plus 2.50% p.a. (March 31, 2013 : BBR plus 2.50% p.a.) and was payable on a monthly basis. The loan was repayable in 3 equal instalments at the end of 12th, 18th and 24th month from the date of first disbursement i.e. February 16, 2012. The loan was secured by an exclusive first charge on assets acquired out of the proceeds of the loan and second charge on the current assets of EPC division of the Company.
11. Vehicle loan from a bank of ₹ 0.61 Crore (March 31, 2013: ₹ Nil) carries interest @ 10.00% p.a. (March 31, 2013 : Nil) and the same is payable on a monthly basis. The loan is repayable in 60 equal monthly instalments commencing from October 01, 2013 and is secured by the vehicle taken on loan.
12. Indian rupee term loan from a bank of ₹ 500.00 Crore (March 31, 2013: ₹ 500.00 Crore) carries interest @ base rate of lender plus applicable spread of 3.25% p.a. (March 31, 2013 : base rate of lender plus applicable spread of 3.25% p.a.) and interest is payable on a monthly basis. The loan is secured by exclusive first mortgage and charge on i) movable fixed assets and immovable properties of GMR Power Corporation Limited ('GPCL') ii) non agricultural lands of GMR Hebbal Towers Private

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 5 | LONG-TERM BORROWINGS (Contd.)

- Limited ('GHTPL') and Mr. G. M. Rao iii) certain immovable properties of Boyance Infrastructure Private Limited ('BIPL') in Mamidipally, Ranga Reddy district iv) commercial apartment owned by Honey Flower Estates Private Limited ('HFEPL') v) an irrevocable and unconditional guarantee of GHPL, BIPL and HFEPL and demand promissory note equal to principal amount of the loan and interest payable on the loan. The loan is repayable in 16 quarterly instalments commencing from October 1, 2014. Of the above ₹ 500.00 Crore, the Company has availed ₹ 300.00 Crore as at March 31, 2014 (March 31, 2013: ₹200.00 Crore).
13. Indian rupee term loan from a bank of ₹ 250.00 Crore (March 31, 2013: ₹250 Crore ) carries interest @ base rate of lender plus 1.50% p.a. (March 31, 2013 :base rate of lender plus 1.50% p.a.) and is payable on a monthly basis. This loan is secured by exclusive first mortgage and charge on i) non-agricultural lands of BIPL, Namitha Real Estates Private Limited ('NREPL'), Sri Varalakshmi Jute Twine Mills Private Limited ('SVJTMPL') and Neozone Properties Private Limited ('NPPL'). The loan is repayable in 5 equated monthly instalments commencing from November 30, 2014.
  14. Loans from group company of ₹ 100.00 Crore (March 31, 2013: ₹Nil ) from its subsidiary, GMR Airport Developers Limited ('GADL') carries interest @ 12.95% p.a. (March 31, 2013: Nil. ) and is payable on a monthly basis. The loan is to be prepaid on occurrence of any liquidity event as per the terms of the agreement or repayable in 28 structured quarterly instalments commencing from December 23, 2013 . Out of the above ₹ 100 Crore, the Company has availed ₹ 93.40 Crore and ₹92.00 Crore is outstanding as at March 31, 2014.
  15. Indian rupee term loan from a financial institution of ₹ 50.00 Crore (March 31, 2013: ₹ Nil) carries interest @ 14.75% p.a. linked with SBR on reducing balance (March 31, 2013: Nil) and is payable on a monthly basis. The loan is repayable in 57 monthly instalments commencing from April, 2014. The loan is secured by a charge on assets of the Company. Of the above ₹ 50.00 Crore, the Company has availed ₹ 44.00 Crore as at March 31, 2014.
  16. Indian rupee term loan from a financial institution of ₹ 200.00 Crore (March 31, 2013: ₹Nil) carries interest rate @14.25% p.a. (March 31,2013: Nil) and is payable on a monthly basis. The loan is repayable in 18 quarterly instalments commencing from October, 2016. The loan is secured by way of i) first mortgage and charge on non agriculture lands of SJK Powergen Limited ('SJK') ii) pledge of 20,000,000 (March 31, 2013: Nil ) equity shares of ₹ 1 each of the Company, held by GHPL and iii) pledge of such number of equity shares of ₹ 10 each of GEL having book value of minimum of ₹ 400.00 Crore (March 31, 2013: ₹ Nil ) held by the Company and in case of default of repayment of loan, the lender has the right to convert the loan into equity. Of the above ₹ 200.00 Crore, the Company has availed ₹ 195.00 Crore as at March 31, 2014.
  17. Vehicle loan from others of ₹ 0.27 Crore (March 31, 2013: ₹ Nil) carries interest @10.33 % p.a. (March 31, 2013: Nil) and interest is payable on a monthly basis. The loan is repayable in 60 equal monthly instalments commencing from April, 2014 and is secured by vehicle taken on loan.

### NOTE | 6 | DEFERRED TAX (ASSET) / LIABILITY (NET)

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Deferred tax liability</b>		
Fixed assets: Impact of difference between tax depreciation and depreciation / amortisation charged for the financial reporting	11.06	8.75
<b>Gross deferred tax liability</b>	<b>11.06</b>	<b>8.75</b>
<b>Deferred tax asset</b>		
Impact of expenditure charged to the statement of profit and loss but allowed for tax purposes on payment basis	13.18	27.07
<b>Gross deferred tax asset</b>	<b>13.18</b>	<b>27.07</b>
<b>Net deferred tax asset</b>	<b>(2.12)</b>	<b>(18.32)</b>

### NOTE | 7 | Other long-term liabilities

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Advances from customers	2.88	-
	<b>2.88</b>	-

### NOTE | 8 | Provisions

Particulars	Long-term		Short-term	
	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Provision for employee benefits</b>				
Provision for gratuity (refer note 28)	1.35	0.89	-	0.41
Provision for leave benefits	-	-	4.45	5.43
Provision for other employee benefits	-	-	9.58	10.28
	<b>1.35</b>	<b>0.89</b>	<b>14.03</b>	<b>16.12</b>
<b>Other provision</b>				
Proposed equity dividend (refer note 4(d))	-	-	38.92	38.92
Provision for tax on proposed equity dividend (refer note 4(d))	-	-	6.62	6.31
Proposed Preference dividend (refer note 4(d)) (₹1,868)	-	-	0.00	-
Provision for tax on proposed Preference dividend (refer note 4(d)) (₹318)	-	-	0.00	-
Provision for debenture redemption premium	-	-	4.66	6.37
	-	-	<b>50.20</b>	<b>51.60</b>
	<b>1.35</b>	<b>0.89</b>	<b>64.23</b>	<b>67.72</b>

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 9 | SHORT-TERM BORROWINGS

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Bank overdraft (secured) <sup>1</sup>	136.64	201.20
Short-term loans from banks (unsecured) <sup>2</sup>	-	150.00
Intercompany deposits from related parties repayable on demand (unsecured) <sup>3</sup>	79.00	150.00
<b>Debentures</b>		
Nil (March 31, 2013: 2,500) 0.01% unsecured, non-convertible debentures of ₹ 1,000,000 each. <sup>4</sup>	-	250.00
	<b>215.64</b>	<b>751.20</b>
<b>The above amount includes</b>		
Secured borrowings	136.64	201.20
Unsecured borrowings	79.00	550.00
	<b>215.64</b>	<b>751.20</b>

- Bank overdraft is secured by first charge on current assets of the EPC division of the Company and carries an interest @13.50% p.a. (March 31, 2013: 13.75% p.a.).
- Short-term loan from banks represents loan taken from banks which was repayable by way of a bullet payment within one year from the date of disbursement and carried interest rate of 12.80% p.a. (March 31, 2013: ranging from 12.00% p.a. to 12.80% p.a.)
- During the year ended March 31, 2014, the Company has accepted intercompany deposit ₹11.00 Crore from its subsidiary, GMR Aviation Private Limited ('GAPL') which is repayable on or before April 09, 2014 and carries an interest @ 12.50% p.a. (March 31, 2013 : Nil) payable on a monthly basis. During the year ended March 31, 2013, the Company had accepted intercompany deposit of ₹ 150.00 Crore from its subsidiary, GMR Airports Limited ('GAL') which is repayable within 6 months from the date of first disbursement of deposit and carries an interest @ 11.75% p.a. (March 31, 2013: 11.75% p.a.) payable on a monthly basis. The loan has been extended for a further period of one year. Of the above ₹ 150.00 Crore, ₹ 68.00 Crore is outstanding as at March 31, 2014.
- During the year ended March 31, 2012, the Company had issued 2,500 0.01% non-convertible, unsecured debentures of ₹ 1,000,000 each to GAL. These debentures are redeemed at the request of the subscriber during the year ended March 31, 2014.

### NOTE 10 | OTHER CURRENT LIABILITIES

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Trade payable (refer note 33) <sup>1</sup>	206.95	162.55
	<b>(A) 206.95</b>	<b>162.55</b>
<b>Other liabilities</b>		
Current maturities of long-term borrowings (refer note 5)	1,227.28	470.17
Interest accrued but not due on borrowings	79.36	137.82
Unearned revenue	7.77	1.67
Share application money refund <sup>2</sup>	-	0.05
Advances from customers (refer note 33)	115.57	270.28
Retention money <sup>3</sup>	71.73	69.68
Non trade payable (refer note 33)	144.71	9.77
Unclaimed dividend	0.14	-
TDS payable	4.56	5.75
Other statutory dues	0.66	1.03
	<b>(B) 1,651.78</b>	<b>966.22</b>
<b>Total (A+B)</b>	<b>1,858.73</b>	<b>1,128.77</b>

- Refer note 39 for details of dues to micro and small enterprises.
- During the year ended March 31, 2014, share application money pending refund of ₹ 0.01 Crore was paid to the investors and ₹ 0.04 Crore due and outstanding for more than seven years has been credited to Investor education and protection fund.
- Retention money is payable on the completion of the contracts or after the completion of the defect liability period as defined in the respective contracts.

## Notes to the Financial Statements for the year ended March 31, 2014

NOTE	11	TANGIBLE ASSETS						(₹ in Crore)
Particulars	Freehold Land	Office Equipments	Computer Equipments	Plant and Equipments	Furniture and Fixtures	Vehicles	Total	
<b>Gross block (at cost)</b>								
As at April 1, 2012	0.08	6.63	7.99	88.66	2.77	6.31	112.44	
Additions	-	1.51	0.53	12.25	0.19	0.15	14.63	
Disposals	-	-	0.01	-	-	0.29	0.30	
<b>As at March 31, 2013</b>	<b>0.08</b>	<b>8.14</b>	<b>8.51</b>	<b>100.91</b>	<b>2.96</b>	<b>6.17</b>	<b>126.77</b>	
Additions	-	0.24	0.07	0.42	0.01	1.41	2.15	
Disposals	-	0.04	0.06	-	-	-	0.10	
<b>As at March 31, 2014</b>	<b>0.08</b>	<b>8.34</b>	<b>8.52</b>	<b>101.33</b>	<b>2.97</b>	<b>7.58</b>	<b>128.82</b>	
<b>Depreciation</b>								
As at April 1, 2012	-	0.85	2.79	7.62	0.95	0.92	13.13	
Charge for the year	-	0.36	1.28	5.22	0.20	0.62	7.68	
Disposals	-	-	-	-	-	0.05	0.05	
<b>As at March 31, 2013</b>	<b>-</b>	<b>1.21</b>	<b>4.07</b>	<b>12.84</b>	<b>1.15</b>	<b>1.49</b>	<b>20.76</b>	
Charge for the year	-	0.40	1.31	5.14	0.15	0.68	7.68	
Disposals	-	0.01	0.05	-	-	-	0.06	
<b>As at March 31, 2014</b>	<b>-</b>	<b>1.60</b>	<b>5.33</b>	<b>17.98</b>	<b>1.30</b>	<b>2.17</b>	<b>28.38</b>	
<b>Net block</b>								
<b>As at March 31, 2013</b>	<b>0.08</b>	<b>6.93</b>	<b>4.44</b>	<b>88.07</b>	<b>1.81</b>	<b>4.68</b>	<b>106.01</b>	
<b>As at March 31, 2014</b>	<b>0.08</b>	<b>6.74</b>	<b>3.19</b>	<b>83.35</b>	<b>1.67</b>	<b>5.41</b>	<b>100.44</b>	

NOTE	12	INTANGIBLE ASSETS		(₹ in Crore)
Particulars		Computer software	Total	
<b>Gross block (at cost)</b>				
As at April 1, 2012		3.11	3.11	
Additions		1.36	1.36	
Disposals		-	-	
<b>As at March 31, 2013</b>		<b>4.47</b>	<b>4.47</b>	
Additions		1.86	1.86	
Disposals		-	-	
<b>As at March 31, 2014</b>		<b>6.33</b>	<b>6.33</b>	
<b>Amortisation</b>				
As at April 1, 2012		0.95	0.95	
Charge for the year		0.63	0.63	
Disposals		-	-	
<b>As at March 31, 2013</b>		<b>1.58</b>	<b>1.58</b>	
Charge for the year		0.74	0.74	
Disposals		-	-	
<b>As at March 31, 2014</b>		<b>2.32</b>	<b>2.32</b>	
<b>Net block</b>				
<b>As at March 31, 2013</b>		<b>2.89</b>	<b>2.89</b>	
<b>As at March 31, 2014</b>		<b>4.01</b>	<b>4.01</b>	

## Notes to the Financial Statements for the year ended March 31, 2014

NOTE	13	NON-CURRENT INVESTMENTS		
Particulars			March 31, 2014	March 31, 2013
			₹ in Crore	₹ in Crore
<b>Trade investments (valued at cost unless stated otherwise)</b>				
<b>Unquoted equity shares</b>				
<b>A. In Subsidiary Companies</b>				
<b>- Domestic Companies</b>				
		GMR Hyderabad International Airport Limited ('GHIAL')	0.00	0.00
		[1,000 (March 31, 2013: 1,000) equity shares of ₹ 10 each] [₹ 10,000 (March 31, 2013: ₹ 10,000)]		
		GMR Pochanpalli Expressways Limited ('GPEPL')	1.38	1.38
		[1,380,000 (March 31, 2013: 1,380,000) equity shares of ₹ 10 each]		
		GMR Jadcherla Expressways Limited ('GJEPL') (Formerly GMR Jadcherla Expressways Private Limited) <sup>2</sup>	-	1.18
		[Nil (March 31, 2013: 1,178,250) equity shares of ₹ 10 each]		
		GMR Ambala Chandigarh Expressways Private Limited ('GACEPL') <sup>1</sup>	23.27	23.27
		[23,272,687 (March 31, 2013: 23,272,687) equity shares of ₹ 10 each]		
		DIAL <sup>1,8</sup>	0.00	245.00
		[100 (March 31, 2013: 245,000,000) equity shares of ₹ 10 each] [₹ 1,000]		
		GUEPL <sup>6</sup>	-	1.99
		[Nil (March 31, 2013: 1,987,500) equity shares of ₹ 10 each]		
		GMR (Badrinath) Hydro Power Generation Private Limited ('GBHPL')	0.00	0.00
		[4,900 (March 31, 2013: 4,900) equity shares of ₹ 10 each] [₹ 49,000 (March 31, 2013: ₹ 49,000)]		
		GAL <sup>1</sup>	679.83	679.83
		[340,869,304 (March 31, 2013: 340,869,304) equity shares ₹ 10 each]		
		GAPL	86.44	86.44
		[86,440,000 (March 31, 2013: 86,440,000) equity shares of ₹ 10 each]		
		Gateways for India Airports Private Limited ('GFIAL')	0.01	0.01
		[8,649 (March 31, 2013: 8,649) equity shares of ₹ 10 each]		
		GKSEZ	117.50	117.50
		[117,500,000 (March 31, 2013: 117,500,000) equity shares of ₹ 10 each]		
		GMR SEZ & Port Holdings Private Limited ('GSPHPL')	47.99	47.99
		[47,989,999 (March 31, 2013: 47,989,999) equity shares of ₹ 10 each]		
		GMRHL <sup>1</sup>	20.00	20.00
		[20,000,000 (March 31, 2013: 20,000,000) equity shares of ₹ 10 each]		
		GMR Hyderabad Vijayawada Expressways Private Limited ('GHVEPL')	2.05	2.05
		[2,050,000 (March 31, 2013: 2,050,000) equity shares of ₹ 10 each]		
		GMR Corporate Affairs Private Limited ('GCAPL')	5.00	5.00
		[4,999,900 (March 31, 2013: 4,999,900) equity shares of ₹ 10 each]		
		GMR Chennai Outer Ring Road Private Limited ('GCCRPL') <sup>1</sup>	9.30	9.30
		[9,300,000 (March 31, 2013: 9,300,000) equity shares of ₹ 10 each]		
		GMR Energy Trading Limited ('GETL')	50.22	50.22
		[50,219,897 (March 31, 2013: 50,219,897) equity shares of ₹ 10 each]		
		Dhruvi Securities Private Limited ('DSPL')	199.70	199.70
		[168,059,694 (March 31, 2013: 168,059,694) equity shares of ₹ 10 each]		
		GMR OSE Hungund Hospet Highways Private Limited ('GOSEHHPL') <sup>1</sup>	59.80	59.80
		[59,801,692 (March 31, 2013: 59,801,692) equity shares of ₹ 10 each]		
		GREEL	0.50	0.50
		[500,000 (March 31, 2013: 500,000) equity shares of ₹ 10 each]		
		GMR Power Infra Limited ('GPIL')	0.85	0.85
		[849,490 (March 31, 2013: 849,490) equity shares of ₹ 10 each]		
		GMR Kishangarh Udaipur Ahmedabad Expressways Limited ('GKUAEI')	5.05	5.05
		[5,050,000 (March 31, 2013: 5,050,000) equity shares of ₹ 10 each]		
		GEL <sup>1,4</sup>	1,476.46	-
		[536,894,545 (March 31, 2013: Nil) equity shares of ₹ 10 each]		

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE 13 | NON-CURRENT INVESTMENTS (Contd.)**

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>- Body Corporates</b>		
GMR Energy (Mauritius) Limited ('GEML') [5 (March 31, 2013: 5) equity share of USD 1 each] [₹ 202 (March 31, 2013: ₹ 202)]	0.00	0.00
GMR Infrastructure (Mauritius) Limited ('GIML') (refer note 43) [320,550,001 (March 31, 2013: 320,550,001) equity share of USD 1 each]	1,477.99	1,477.99
GMR Coal Resources Pte Limited ('GCRPL') (Formerly GMR Infrastructure Investments (Singapore) Pte Limited) [30,000 (March 31, 2013: 30,000) equity share of SGD 1 each]	0.11	0.11
GMR Male International Airport Private Limited ('GMIAL') [154 (March 31, 2013: 154) equity share of Mrf 10 each] [₹ 4,917 (March 31, 2013: ₹ 4,917)]	0.00	0.00
GMR Infrastructure (Overseas) Limited ('GIOL') (Formerly known as GMR Holdings (Overseas) Investments Limited) [100 (March 31, 2013: 100) equity shares of USD 1 each] [₹ 4,903 (March 31, 2013: ₹ 4,903)]	0.00	0.00
<b>B. In Jointly controlled entity</b>		
ISG <sup>1,3</sup> [Nil (March 31, 2013: 109,629,660) equity shares of YTL 1 each]	-	334.62
<b>C. In Associates</b>		
GJEPL <sup>2</sup> [1,178,250 (March 31, 2013: Nil) equity shares of ₹ 10 each]	1.18	-
GUEPL <sup>6</sup> [1,987,500 (March 31, 2013: Nil) equity shares of ₹ 10 each]	1.99	-
<b>(i)</b>	<b>4,266.62</b>	<b>3,369.78</b>
<b>Unquoted preference shares</b>		
<b>D. In Subsidiary Companies</b>		
GEL <sup>4</sup> [Nil (March 31, 2013: 215,109,146) 1% non-cumulative redeemable preference shares of ₹10 each ]	-	346.36
GEL <sup>4</sup> [Nil (March 31, 2013: 280,493,375 ) 1% cumulative redeemable preference shares of ₹10 each ]	-	280.49
GPEPL [4,450,000 (March 31, 2013: 4,450,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	44.50	44.50
GACEPL [66,000 (March 31, 2013: 66,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	0.66	0.66
GUEPL <sup>6</sup> [Nil (March 31, 2013: 2,002,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	-	20.02
GMRHL [70,654,000 (March 31, 2013: 70,654,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	706.54	706.54
GCORRPL [2,192,500 (March 31, 2013: 2,192,500) 6% non-cumulative redeemable convertible preference shares of ₹ 100 each]	21.93	21.93
GCAPL [15,000,000 (March 31, 2013: 15,000,000) 8% non-cumulative redeemable preference shares of ₹ 10 each]	15.00	15.00
DSPL [42,000,000 (March 31, 2013: 42,000,000) 8% compulsorily convertible preference shares of ₹ 10 each]	210.00	210.00
GHVEPL [8,152,740 (March 31, 2013: 7,682,740) 6% non-cumulative redeemable convertible preference shares of ₹ 100 each]	81.53	76.83
GKUAEL [195,000 (March 31, 2013: 195,000) 0.1% non cumulative redeemable convertible preference shares of ₹ 100 each]	1.95	1.95
GAL <sup>7</sup>	-	-
GREEL <sup>4</sup> [1,013,440,000 (March 31, 2013: Nil) 8% compulsorily convertible preference shares of ₹ 10 each]	1,013.44	-
GREEL <sup>4</sup> [11,039,649 (March 31, 2013: Nil) 0.01% compulsorily convertible preference shares of ₹ 1,000 each]	1,103.96	-
GREEL <sup>4</sup> [495,602,500 (March 31, 2013: Nil) 0.01% compulsorily convertible preference shares of ₹ 10 each]	495.60	-
GJEPL <sup>2</sup> [Nil (March 31, 2013: 5,310,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	-	53.10
Less: Current portion of non-current investments <sup>2</sup> (refer note 16)	-	(53.10)
<b>(ii)</b>	<b>3,695.11</b>	<b>1,724.28</b>

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 13 | NON-CURRENT INVESTMENTS (Contd.)**

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Unquoted debentures</b>		
<b>E. In Subsidiary Companies</b>		
GKSEZ	22.85	135.00
[22.85 (March 31, 2013: 135) 12% unsecured optionally convertible cumulative debentures of ₹ 10,000,000 each]		
GKSEZ	73.40	47.20
[734 (March 31, 2013: 472) 12% optionally convertible cumulative debentures of ₹ 1,000,000 each]		
GAPL	98.65	185.65
[9,865 (March 31, 2013: 18,565) 12.50% unsecured optionally convertible debentures of ₹ 100,000 each]		
GSPHPL	100.00	100.00
[100 (March 31, 2013: 100) 1% unsecured optionally convertible cumulative debentures of ₹ 10,000,000 each]		
GSPHPL	129.00	129.00
[12,900 (March 31, 2013: 12,900) 0.1% unsecured convertible cumulative debentures of ₹ 100,000 each]		
GSPHPL	14.76	15.70
[1,476 (March 31, 2013: 1,570) 12% unsecured optionally convertible cumulative debentures of ₹ 100,000 each]		
GCAPL	15.00	15.00
[1,500,000 (March 31, 2013: 1,500,000) 5% unsecured non-convertible redeemable debentures of ₹ 100 each]		
GCAPL	135.00	135.00
[13,500,000 (March 31, 2013: 13,500,000) 1% unsecured non-convertible redeemable debentures of ₹ 100 each]		
Deepesh Properties Private Limited ('DPPL')	1.50	3.00
[150 (March 31, 2013: 300) 0.1% unsecured optionally convertible cumulative debentures of ₹ 100,000 each]		
Padmapriya Properties Private Limited ('PAPPL')	-	7.50
[Nil (March 31, 2013: 750) 0.1% unsecured optionally convertible cumulative debentures of ₹ 100,000 each]		
GEL	977.50	987.50
[10,000 (March 31, 2013: 10,000) 14.50% unsecured non-convertible redeemable debentures of ₹ 977,500 each (March 31, 2013: ₹ 987,500)]		
Less: Current portion of non-current investments (refer note 16)	(10.00)	(10.00)
<b>(iii)</b>	<b>1,557.66</b>	<b>1,750.55</b>
<b>Unquoted equity shares</b>		
<b>F. - In other Body Corporates</b>		
GMR Holdings Malta Limited ('GHML') <sup>1</sup>	0.00	0.00
[58 (March 31, 2013: 58) equity shares of EURO 1 each] [₹ 3,924 (March 31, 2013: ₹ 3,924)]		
Istanbul Sabiha Gokcen Uluslararası Havalimani Yer Hizmetleri Anonim Sirketi ('SGH') <sup>1,5</sup>	1.27	1.27
[4,300 (March 31, 2013: 4,300) equity shares of YTL 100 each]		
Less: provision for diminution in value of investments <sup>5</sup>	(1.27)	-
<b>(iv)</b>	<b>0.00</b>	<b>1.27</b>
<b>Total (i)+(ii)+(iii)+(iv)</b>	<b>9,519.39</b>	<b>6,845.88</b>
Aggregate amount of unquoted investments	<b>9,519.39</b>	<b>6,845.88</b>



## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE 13 NON-CURRENT INVESTMENTS (Contd.)

## Notes

1 Details of investments pledged as security in respect of the loans availed by the Company and the investee Companies.

The following unquoted investments included above have been pledged as security in respect of the borrowings of the Company or the investee Companies:

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Description</b>		
GMRHL	11.20	5.20
[11,200,000 (March 31, 2013: 5,200,000) equity shares of ₹10 each fully paid up]		
GACEPL	23.27	23.27
[23,272,687 (March 31, 2013: 23,272,687) equity shares of ₹10 each fully paid up]		
DIAL	-	99.32
[Nil (March 31, 2013: 99,324,324) equity shares of ₹10 each fully paid up]		
GCORRPL	2.42	2.42
[2,418,000 (March 31, 2013: 2,418,000 ) equity shares of ₹10 each fully paid up]		
GOSEHHHPL	7.99	7.99
[7,988,993 (March 31, 2013: 7,988,993) equity shares of ₹10 each fully paid up]		
GAL	91.23	-
[91,226,067 (March 31, 2013: Nil ) equity shares of ₹10 each fully paid up]		
GEL	219.66	-
[219,659,528 (March 31, 2013: Nil ) equity shares of ₹10 each fully paid up]		
GHML	0.00	0.00
[58 (March 31, 2013: 58) equity shares of Euro 1 each fully paid up] [₹ 3,924 (March 31, 2013: ₹ 3,924)]		
ISG	-	266.76
[Nil (March 31, 2013: 86,984,800) equity shares of YTL 1 each fully paid up]		
SGH	1.27	1.27
[4,300 (March 31, 2013: 4,300) equity shares of YTL 100 each fully paid up]		

2 Refer Note 26 (1)

3 Refer Note 26 (3)

4 During the year ended March 31, 2011, GEL had issued 13,950,000 compulsorily convertible cumulative preference shares ('CCCPs') of ₹ 1,000 each to Claymore Investments (Mauritius) Pte. Limited and IDFC group investors (collectively called as PE Investors). These preference shares were convertible upon the occurrence of Qualifying Initial Public Offering ('QIPO') of equity shares of GEL. During the year ended March 31, 2014, GEL entered into negotiations with the PE investors pursuant to which the Company agreed to convert the loans given to GEL and investment in the preference shares of GEL into equity shares of ₹10 each at a premium of ₹17.50 per share. Accordingly, the Company converted loans given to GEL aggregating to ₹ 1,476.46 Crore and 1% cumulative and non-cumulative redeemable preference shares aggregating to ₹ 495.60 Crore (excluding redemption premium of ₹131.25 crore) into 717,113,641 equity shares of GEL after obtaining the approval of the Board of Directors of the Company and class holders and shareholders of GEL.

The premium of ₹ 131.25 Crore paid on investment in 1% non-cumulative redeemable preference shares was waived off by the Company and the loss of ₹131.25 Crore arising on account of the waiver of premium has been disclosed as an exceptional item in the financial statements. The conversion as stated aforesaid and the premium waiver was done to maintain optimum fair value per share at the time of conversion of CCCPS held by the PE investors. This arrangement enabled GEL and the Company to conclude the Amended and Restated Share Subscription and Shareholders Agreements with PE investors at favourable terms.

Further, with a view to restructure its shareholding in energy business, the Company has made following issues/ transfer of shares during the year ended March 31, 2014.

- Out of the total allotment of 717,113,641 equity shares of GEL as stated aforesaid, the Company transferred 180,219,096 equity shares to GREEL, a 100% subsidiary of the Company, at cost. The proceeds of the transfer of shares to GREEL have been utilised for investment in 495,602,500 0.01% compulsorily convertible preference shares of ₹ 10 each of GREEL at par value.
- The proceeds of the issue of 11,366,704 CCPS of face value of ₹ 1,000 each to Series A CCPS and Series B CCPS holders as stated in Note 3 have been utilised by the Company primarily for investment in 11,039,649 0.01% compulsorily convertible preference shares of ₹ 1,000 each of GREEL at par value.
- The Company has also purchased DSPL's investment in 1,013,440,000 8% compulsorily convertible preference shares of ₹ 10 each in GREEL. The purchase consideration has been settled against the loan outstanding from DSPL along with interest accrued thereon of ₹ 610.55 Crore and balance has been paid before the year end.

5 Refer Note 26 (5)

6 Refer Note 46

7 GAL have allotted these shares as bonus shares in their allotment and transfer committee meeting held on August 04, 2011.

8 Refer Note 45

## Notes to the Financial Statements for the year ended March 31, 2014

NOTE	14	LOANS AND ADVANCES			
Particulars	Non-current		Current		
	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	
<b>Capital advances</b>					
Unsecured, considered good	0.10	1.71	-	-	
	<b>(A)</b>	<b>0.10</b>	<b>1.71</b>	<b>-</b>	
<b>Security deposit</b>					
Unsecured, considered good (refer note 33)	4.55	8.07	2.50	-	
	<b>(B)</b>	<b>4.55</b>	<b>8.07</b>	<b>2.50</b>	
<b>Loan and advances to related parties</b>					
Unsecured, considered good (refer note 33)	2,052.90	2,747.49	290.40	700.51	
	<b>(C)</b>	<b>2,052.90</b>	<b>2,747.49</b>	<b>290.40</b>	
<b>Advances recoverable in cash or kind</b>					
Unsecured considered good	-	-	43.62	43.43	
	<b>(D)</b>	<b>-</b>	<b>43.62</b>	<b>43.43</b>	
<b>Other loans and advances (unsecured considered good)</b>					
Advance income-tax (net of provision for taxation)	43.51	55.54	-	-	
MAT credit entitlement <sup>1</sup>	72.78	27.58	-	-	
Prepaid expenses	0.29	0.46	1.25	1.66	
Loan to others <sup>2</sup>	115.00	115.00	-	-	
Loans to employees	0.57	0.56	0.38	1.14	
Balances with statutory/ government authorities	17.08	25.62	-	-	
	<b>(E)</b>	<b>249.23</b>	<b>224.76</b>	<b>1.63</b>	
<b>Total (A+B+C+D+E)</b>	<b>2,306.78</b>	<b>2,982.03</b>	<b>338.15</b>	<b>746.74</b>	

1. During the year ended March 31, 2014, the Company has utilised MAT credit of ₹ Nil (March 31, 2013: ₹3.53 Crore). Further the Company has reversed MAT credit of ₹ Nil (March 31, 2013: ₹ 10.39 Crore) based on an intimation under Section 143(1) of the IT Act.

2. The Company has given an interest free loan of ₹ 115.00 Crore (March 31, 2013: ₹ 115.00 Crore) to GWT. Based on the confirmation received from GWT, the trust has utilised the proceeds of the loan received from the Company in the following manner:

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Investment in equity shares of the Company	101.55	101.55
Investment in equity shares of GAL	11.28	11.28
Bank balance	2.17	2.17
	<b>115.00</b>	<b>115.00</b>

Securities and Exchange Board of India ('SEBI') had issued Circular No. CIR/CFD/DIL/3-2013 dated January 17, 2013 prohibiting listed entities from framing any employee benefit scheme involving acquisition of own securities from the secondary market. SEBI had issued Circular No. CIR/CFD/POLICYCELL/14/2013 dated November 29, 2013 extending the date of compliance to June 30, 2014. The management of the Company submitted the details of the GWT to the stock exchanges and is in the process of complying with the requirements of the circular within the prescribed timelines. As per the trust deed, GWT is undertaking only employee benefit schemes and hence the Company has not consolidated the financial statements of GWT in the financial statements of the Company.

## Notes to the Financial Statements for the year ended March 31, 2014

NOTE	15	TRADE RECEIVABLES AND OTHER ASSETS			
<b>15.1 Trade receivable</b>					
Particulars	Non-current		Current		
	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	
<b>Unsecured, considered good</b>					
Outstanding for a period exceeding six months from the date they are due for payment	-	-	13.98	1.99	
	(A)	-	13.98	1.99	
<b>Other receivables</b>					
Unsecured, considered good <sup>1</sup>	102.63	111.38	131.88	204.80	
	(B)	102.63	131.88	204.80	
<b>Total (A+B)</b>	<b>102.63</b>	<b>111.38</b>	<b>145.86</b>	<b>206.79</b>	
1. Includes retention money of ₹ 173.42 Crore (March 31, 2013: ₹ 158.28 Crore)					
<b>15.2 Other assets</b>					
Particulars	Non-current		Current		
	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	
<b>Unsecured, considered good unless stated otherwise</b>					
Non-current bank balances (refer note 18)	584.95	384.19	-	-	
	(A)	584.95	-	-	
<b>Unamortised expenditure</b>					
Ancillary cost of arranging the borrowings	62.03	30.98	24.51	12.58	
	(B)	62.03	24.51	12.58	
<b>Others</b>					
Interest accrued on fixed deposits	-	-	9.63	3.56	
Interest accrued on loan and debentures to subsidiaries (refer note 33)	-	-	97.28	185.55	
Other than trade - considered good (refer note 26 (3))	-	-	805.80	-	
Unbilled revenue (refer note 33)	9.62	7.64	97.84	145.32	
	(C)	9.62	1,010.55	334.43	
<b>Total (A+B+C)</b>	<b>656.60</b>	<b>422.81</b>	<b>1,035.06</b>	<b>347.01</b>	
<b>NOTE 16 CURRENT INVESTMENTS</b>					
Particulars	March 31, 2014 ₹ in Crore	31 March 2013 ₹ in Crore			
<b>A Current portion of long-term investments (valued at cost, unquoted)</b>					
Unquoted debentures					
GEL (refer note 13)	10.00	10.00			
Unquoted preference shares					
GJEPL (refer note 13)	-	53.10			
	(i)	63.10			
<b>B Investments in Mutual Funds</b>					
Birla Sunlife Infrastructure Fund - Plan - Dividend - Payout # [4,720,000 (March 31, 2013: 4,720,000) units of ₹ 10 each]	5.54	4.60			
	(ii)	4.60			
<b>Total (i)+(ii)</b>	<b>15.54</b>	<b>67.70</b>			
Aggregate amount of unquoted investments	15.54	67.70			
# Aggregate provision for diminution in value of investments	0.36	1.30			

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 17 INVENTORIES (VALUED AT LOWER OF COST AND NET REALIZABLE VALUE)

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Raw materials	8.92	16.06
Contract work-in-progress	82.11	71.16
	<b>91.03</b>	<b>87.22</b>

### NOTE 18 CASH AND BANK BALANCES

Particulars	Non-current		Current	
	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Cash and cash equivalents</b>				
Balances with banks:				
- On current accounts <sup>7,8</sup>	11.31	-	4.18	203.79
- Deposits with original maturity of less than or equal to 3 months	11.85	-	-	-
Cash on hand	-	-	0.05	0.02
	<b>23.16</b>	<b>-</b>	<b>4.23</b>	<b>203.81</b>
<b>Other bank balances</b>				
- On current accounts <sup>1</sup>	-	-	-	0.05
- Deposits with original maturity for more than 3 months but less than or equal to 12 months.	533.74	354.15	-	1.50
- Deposits with original maturity for more than 12 months	28.05	30.04	0.07	-
	<b>561.79</b>	<b>384.19</b>	<b>0.07</b>	<b>1.55</b>
Amount disclosed under non-current assets (refer note 15.2)	(584.95)	(384.19)	-	-
	<b>-</b>	<b>-</b>	<b>4.30</b>	<b>205.36</b>

- Includes share application money pending refund of ₹ Nil (March 31, 2013: ₹ 0.05 Crore)
- A charge has been created over the deposits of ₹ 95.46 Crore (March 31, 2013: ₹ 1.83 Crore) towards DSRA maintained by the Company for loans availed by the Company from banks and financial institutions (refer note 5).
- A charge has been created over the deposits of ₹ 20.55 Crore (March 31, 2013: ₹ 20.55 Crore) for working capital facility availed by the Company (refer note 9).
- A charge has been created over the deposits of ₹ 30.00 Crore (March 31, 2013 : ₹ 30.04 Crore) for loan availed by the Company from a bank.
- A charge has been created over the deposits of ₹ 2.98 Crore (March 31, 2013: ₹ 2.77 Crore) towards DSRA maintained by the Company with a bank for loan availed by GMRHL.
- A charge has been created over the deposits of ₹ 424.65 Crore (March 31, 2013: ₹ 329.00 Crore) for loan against deposits availed by KSPL.
- Includes unclaimed dividend of ₹0.14 Crore (March 31, 2013: ₹ Nil)
- Includes ₹11.17 Crore (March 31, 2013: ₹ Nil) towards DSRA maintained by the Company with ICICI.

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## Notes to the Financial Statements for the year ended March 31, 2014

NOTE	19	REVENUE FROM OPERATIONS		
Particulars			March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
<b>Sale of services</b>				
EPC:				
Construction revenue			468.67	1,142.17
			<b>468.67</b>	<b>1,142.17</b>
<b>Other operating revenue</b>				
Others:				
Income from management and other services			9.90	6.74
Dividend income on current investments (other than trade) (gross) [ ₹ 10,732 (March 31, 2013: ₹ 7,037 )] (refer note 33)			0.00	0.00
Interest income (gross)				
- Bank deposits			48.38	37.46
- Long-term investments (refer note 33)			256.30	218.11
- Current investments			-	0.09
Profit on sale of current investments (others)			3.04	28.22
			<b>317.62</b>	<b>290.62</b>
			786.29	1,432.79

NOTE	20	OTHER INCOME		
Particulars			March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Gain on account of foreign exchange fluctuations (net)			0.85	26.27
Provisions no longer required, written back			1.31	0.24
Other non-operating income [net of expenses directly attributable to such income of ₹ Nil (March 31, 2013: ₹ Nil)]			2.61	2.07
			<b>4.77</b>	<b>28.58</b>

NOTE	21	COST OF MATERIALS CONSUMED		
Particulars			March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Inventory at the beginning of the year			16.06	27.89
Add: Purchases			84.94	277.42
			<b>101.00</b>	<b>305.31</b>
Less: inventory at the end of the year			8.92	16.06
Cost of materials consumed			<b>92.08</b>	<b>289.25</b>
<b>Detail of materials consumed</b>				
Steel			17.01	76.43
Bitumen			11.02	29.48
High speed diesel			12.55	34.46
Cement			13.70	43.42
Aggregates			7.31	22.72
Granular			0.71	5.86
Sand			2.03	19.67
Boulders			2.22	14.65
Others			25.53	42.56
			<b>92.08</b>	<b>289.25</b>

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 22 | EMPLOYEE BENEFIT EXPENSES\*

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Salaries, wages and bonus	61.17	60.76
Contribution to provident and other funds	5.12	4.93
Gratuity expense (refer note 28) (₹ (35,293))	0.00	0.95
Staff welfare expenses	3.43	5.83
	<b>69.72</b>	<b>72.47</b>

\*Employee benefit expenses are net of ₹ 21.29 Crore (March 31, 2013: ₹ 25.16 Crore) cross charged to certain subsidiaries.

### NOTE 23 | OTHER EXPENSES\*\*

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Bidding charges	-	0.45
Lease rental and equipment hire charges	14.63	35.04
Rates and taxes	6.15	5.50
Insurance	0.66	0.79
Repairs and maintenance		
Others	2.87	9.15
Advertising and sales promotion	0.31	0.49
Freight	3.45	7.49
Travelling and conveyance	2.82	3.13
Communication costs	0.63	0.67
Printing and stationery	1.53	1.78
Logo Fees (refer note 33)	3.60	4.39
Legal and professional fees	10.00	11.80
Payment to auditors* (refer details below)	2.39	2.25
Directors' sitting fees	0.16	0.13
Adjustments to the carrying amount of current investments	-	0.12
Meetings and seminars	0.07	0.09
Security expenses	2.75	2.82
Donation	0.10	0.18
Loss on sale of fixed assets (net)	-	0.01
Miscellaneous expenses	2.92	1.29
	<b>55.04</b>	<b>87.57</b>

\*\* Other expenses are net of ₹ 91.68 Crore (March 31, 2013: ₹ 63.24 Crore) cross charged to certain subsidiaries.

#Payment to auditors [Inclusive of service tax]

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
As auditors:		
Audit fees (including fees for consolidated financial statements of the Company and quarterly limited reviews)	2.16	2.03
Tax audit fees	0.04	0.04
Other services (including certification fees)	0.01	0.03
Reimbursement of expenses	0.18	0.15
	<b>2.39</b>	<b>2.25</b>

### NOTE 24 | DEPRECIATION AND AMORTISATION EXPENSES

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Depreciation of tangible assets	7.68	7.68
Amortisation of intangible assets	0.74	0.63
	<b>8.42</b>	<b>8.31</b>

## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 25 | FINANCE COSTS\*\*\*

Particulars	March 31, 2014	March 31, 2013
	₹ in Crore	₹ in Crore
Interest expense	376.54	361.89
Bank and other finance charges	11.99	8.11
Amortization of ancillary borrowing costs	20.18	4.43
	<b>408.71</b>	<b>374.43</b>

\*\*\* Finance costs are net of ₹ 0.76 Crore (March 31, 2013: ₹ 0.42 Crore) cross charged to certain subsidiaries.

## NOTE | 26 | EXCEPTIONAL ITEMS (NET)

Particulars	March 31, 2014	March 31, 2013
	₹ in Crore	₹ in Crore
Profit on sale of investment in a subsidiary <sup>1</sup>	13.28	-
Profit on sale of investment in a subsidiary <sup>2</sup>	-	75.83
Profit on sale of investment in a jointly controlled entity <sup>3</sup>	471.21	-
Loss on redeemable preference shares <sup>4</sup>	(131.25)	-
Provision for diminution in the value of investment in a jointly controlled entity <sup>5</sup>	(1.27)	-
	351.97	75.83
Less: Expenses attributable towards sale of investment in a jointly controlled entity <sup>3</sup>	12.43	-
	<b>339.54</b>	<b>75.83</b>

1 During the year ended March 31, 2013, the Company and GMRHL, a subsidiary of the Company had entered into a definitive sale agreement for divestment of 74% shareholding in GJEPL, a subsidiary of the Company to Macquarie SBI Infrastructure Investments Pte. Limited and SBI Macquarie Infrastructure Trustee Limited.

During the year ended March 31, 2014, the above transaction has been completed and the profit of ₹ 13.28 Crore on redemption of preference shares held by the Company has been disclosed as an exceptional item in the financial statements of the Company.

2 During the year ended March 31, 2013, the Company and GMR Infrastructure (Singapore) Pte Limited ('GISPL'), a subsidiary of the Company had sold their shareholding in GMR Energy (Singapore) Pte Limited ('GESPL'). The profit on such sale amounting to ₹ 75.83 Crore had been disclosed as an exceptional item in the financial statements. The Company had provided a guarantee of Singapore Dollar ('SGD') 38.00 Crore towards warranties as specified in the Share Purchase Agreement ('SPA') and other SPA transaction document for a period till September 30, 2014 and in respect of tax claims, if any, the guarantee period is up to March 31, 2018.

3 During the year ended March 31, 2014, the Company along with its subsidiaries has entered into a definitive agreement with Malaysia Airports MSC Sdn Bhd (Buyer) for sale of their 40% equity stake in their jointly controlled entities; ISG and LGM Havalimani Isletmeleri Ticaret Ve Turizm Anonim Sirketi ('LGM') for a sale consideration of Euro 20.90 Crore (net of equity gap adjustment of Euro 1.6 Crore and subject to debt and other working capital adjustments, which are currently under finalisation). The management based on its internal assessment and a legal opinion is of the view that all "Conditions Precedent" were either fulfilled or waived or agreed to be not applicable as at March 31, 2014 except for the buyer to obtain approval from Bank Negara Malaysia which was obtained on April 3, 2014 and subsequently after receipt of the sale consideration, the shares were transferred to the buyer on April 30, 2014 in view of which, the Company has recognized the profit on the sale of its investment in ISG (net of cost incurred towards disposal of ₹ 12.43 Crore) of ₹ 458.78 Crore, which has been disclosed as an exceptional item in the financial statements of the Company for the year ended March 31, 2014.

Further, pursuant to definitive agreement entered with the buyer, the Company along with its subsidiaries has provided a guarantee of Euro 4.50 Crore towards claims, as specified in the definitive agreement for a period till December 2015 and in respect of tax claims, if any, the guarantee period is upto May 2019.

4 Refer note 13 (4)

5 Pursuant to the aforesaid definitive agreement as stated in note 3 above, the Company has provided ₹ 1.27 Crore for the diminution in the value of investment of SGH, a subsidiary of ISG.

## NOTE | 27 | EARNINGS PER SHARE (EPS)

Calculation of EPS - (Basic and Diluted)

Particulars	Year ended	
	March 31, 2014	March 31, 2013
Nominal value of equity shares (₹ per share)	1	1
Weighted average number of equity shares outstanding during the year	3,892,432,532	3,892,432,532
Net profit after tax for the purpose of EPS (₹ in Crore)	165.90	53.45
EPS - Basic and Diluted (₹)	0.43	0.14

## Notes:

- ₹ 2,250 (March 31, 2013: ₹ 2,250) are receivable towards equity shares and for the computation of weighted average number of equity shares outstanding during the year, these have been considered as partly paid-up shares.
- Refer note 3(c) pertaining to the terms / rights attached to CCPS.

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 28 | GRATUITY AND OTHER POST-EMPLOYMENT BENEFIT PLANS

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

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

#### Statement of profit and loss

##### Net employee benefit expense (as recognised in the employee cost)

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Current service cost	1.03	0.96
Interest cost on defined benefit obligation	0.31	0.27
Expected return on plan assets	(0.23)	(0.25)
Net actuarial (gain) / loss recognised in the year	(1.11)	(0.03)
Net benefit expense (₹ (35,293))	(0.00)	0.95

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Actual return on plan assets	0.26	0.25

#### Balance Sheet

##### Benefit asset/liability

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Present value of defined benefit obligation	3.78	4.08
Fair value of plan assets	2.43	2.79
Plan asset/ (liability)	(1.35)	(1.29)

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

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Opening defined benefit obligation	4.08	3.20
Interest cost	0.31	0.27
Current service cost	1.03	0.96
Benefits paid	(0.64)	(0.16)
Acquisition Adjustment	0.08	(0.16)
Actuarial (gains)/ losses on obligation	(1.08)	(0.03)
Closing defined benefit obligation	3.78	4.08

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

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Opening fair value of plan assets	2.79	2.69
Expected return	0.23	0.25
Acquisition Adjustment	0.02	-
Contributions by employer	-	0.01
Benefits paid	(0.64)	(0.16)
Actuarial gains / (losses) on plan assets (March 31, 2013: ₹ 10,935)	0.03	0.00
Closing fair value of plan assets	2.43	2.79

The Company expects to contribute ₹ Nil (March 31, 2013: ₹ 0.41 Crore) towards gratuity fund in 2014-2015.



## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 28 | GRATUITY AND OTHER POST-EMPLOYMENT BENEFIT PLANS (Contd.)

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

Particulars	March 31, 2014	March 31, 2013
Investments with insurer	100%	100%

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

Particulars	March 31, 2014	March 31, 2013
Discount rate	9.25%	8.10%
Expected rate of return on assets	9.40%	9.40%
Expected rate of salary increase	6.00%	6.00%
Employee turnover	5.00%	5.00%
Mortality rate	Refer Note 4 below	Refer Note 4 below

#### Notes :

1. Plan assets are fully represented by balance with Life Insurance Corporation of India.
2. The expected return on plan assets is determined considering several applicable factors mainly the composition of the plan assets held, assessed risks of asset management, historical results of the return on plan assets and the Company's policy for plan asset management.
3. The estimates of future salary increase in compensation levels, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
4. As per Indian Assured Lives Mortality (2006-08) (modified) Ultimate [March 31, 2013- Indian Assured Lives Mortality (2006-08) (modified) Ultimate.]

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

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2011 ₹ in Crore	March 31, 2010 ₹ in Crore
Defined benefit obligation	3.78	4.08	3.20	3.19	2.22
Plan assets	2.43	2.79	2.69	2.53	2.22
Surplus/ (deficit)	(1.35)	(1.29)	(0.51)	(0.66)	-
Experience (gain) / loss on plan liabilities	(1.08)	(0.03)	(0.86)	(0.02)	(0.01)
Experience gain / (loss) on plan assets	0.03	0.00	-	0.03	0.06

### NOTE | 29 | LEASES

Office premises and equipments taken by the Company are obtained on operating lease. The Company entered into certain cancellable operating lease arrangements and certain non-cancellable operating lease arrangements towards office premises. The equipments are taken on hire on need basis. There are no escalation clauses in the lease agreement. There are no restrictions imposed by lease arrangements. There are no subleases. The lease rentals charged during the year and maximum obligation on the long term non-cancellable operating leases as per the lease agreement are as follows:

Particulars	March 31, 2014 ₹ in Crore	March 31, 2013 ₹ in Crore
Lease rentals under cancellable leases and non-cancellable leases [net of ₹ 13.81 Crore (March 31, 2013: ₹ 4.96 Crore) cross charged to certain subsidiaries]	14.63	35.04
<b>Obligations on non-cancellable leases:</b>		
Not later than one year	2.26	1.40
Later than one year and not later than five years	0.08	-
Later than five years	-	-

### NOTE | 30 |

The Company has an investment of ₹ 357.35 Crore (March 31, 2013: ₹ 341.56 Crore) [including loans of ₹ 117.76 Crore (March 31, 2013: ₹ 104.97 Crore), share application money pending allotment of ₹ Nil (March 31, 2013: ₹ 20.00 Crore) and investment in equity/ preference shares of ₹ 239.59 Crore (March 31, 2013: ₹ 216.59 Crore) made by the Company and its subsidiaries] in GACEPL as at March 31, 2014. GACEPL has been incurring losses since the commencement of commercial operations. The management believes that these losses are primarily attributable to loss of revenue arising as a result of diversion of partial traffic on parallel roads. The matter is currently under arbitration and the arbitration tribunal has passed an interim order staying the payment of negative grant which was due during the year ended March 31, 2014. Based on internal assessment and a legal opinion obtained by the management, 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 diversion of traffic and accordingly, the investment in GACEPL has been carried at cost and no provision for diminution in the value of investments has been made in the financial statements of the Company as at March 31, 2014.

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 31 | INFORMATION ON JOINTLY CONTROLLED ENTITY AS PER ACCOUNTING STANDARD-27

The Company directly holds Nil (March 31, 2013: 27.55%) of the equity shares of ISG and Nil (March 31, 2013: 12.45%) of the equity shares of ISG through its subsidiary company. ISG is incorporated in Turkey and is involved in development and operation of airport infrastructure.

The Company's ownership and voting power of ISG along with its share in the assets, liabilities, income, expenses, contingent liabilities and commitments are as follows:

Particulars	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
(1) Share in ownership and voting power of the Company (note 1)	-	27.55%
(2) Country of incorporation	Turkey	Turkey
(3) Contingent liabilities - Company has incurred in relation to jointly controlled entity	950.83	1,842.12
(4) Company's share of contingent liabilities of jointly controlled entity	-	-
(5) Company's share of capital commitments of the jointly controlled entity	-	-
(6) Aggregate amount of Company's share in each of the following:		
(a) Current assets	-	238.33
(b) Non current assets	-	736.21
(c) Current liabilities	-	165.07
(d) Non current liabilities	-	767.84
<b>Equity (a+b-c-d)</b>	-	<b>41.63</b>
(e) Income		
1. Revenue	462.25	524.43
2. Other income	2.03	1.07
<b>(i) Total revenue</b>	<b>464.28</b>	<b>525.50</b>
(f) Expenses		
1. Purchase of traded goods	117.49	276.25
2. Increase/ (decrease) in traded goods	(0.72)	9.70
3. Employee benefit expense	24.32	20.52
4. Other expenses	112.63	92.23
5. Utilisation fees	128.23	90.14
6. Depreciation and amortisation expenses	48.43	41.10
7. Finance costs	82.28	80.51
<b>(ii) Total expenses</b>	<b>512.66</b>	<b>610.45</b>
<b>(g) Loss before tax [(i)-(ii)]</b>	<b>(48.38)</b>	<b>(84.95)</b>
8. Income tax expenses	-	-
<b>(h) Loss after tax</b>	<b>(48.38)</b>	<b>(84.95)</b>

#### Note:

- Refer Note 26 (3)
- Disclosure of financial data as per Accounting Standard - 27 'Financial Reporting of Interest in the Joint Venture' has been done based on the audited financial statements of ISG for the year ended March 31, 2014.

### NOTE 32 | SEGMENT INFORMATION

The segment information of the Company has been prepared in accordance with Accounting Standard 17 on Segment Reporting notified under the Companies Act, 1956, read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. The primary segment reporting format is determined to be business segment as the Company's risk and rates of return are affected predominantly by difference in the services provided. Secondary information is reported geographically.

The business segments of the Company comprise of the following:

Segment	Description of Activity
EPC	Handling of engineering, procurement and construction activities in Infrastructure Sector.
Others	Investment activity and corporate support to various infrastructure SPVs.

## Notes to the Financial Statements for the year ended March 31, 2014

Business segment

Particulars	EPC		Others		Unallocated		Inter Segment		Total	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
<b>Revenue</b>										
Revenue	468.67	1,142.17	317.62	290.62	-	-	-	-	786.29	1,432.79
Inter segment revenue	-	-	-	-	-	-	-	-	-	-
<b>Segment Revenue</b>	<b>468.67</b>	<b>1,142.17</b>	<b>317.62</b>	<b>290.62</b>	-	-	-	-	<b>786.29</b>	<b>1,432.79</b>
Other income	1.56	1.29	3.21	27.29	-	-	-	-	4.77	28.58
<b>Total income</b>	<b>470.23</b>	<b>1,143.46</b>	<b>320.83</b>	<b>317.91</b>	-	-	-	-	<b>791.06</b>	<b>1,461.37</b>
<b>Expenses</b>										
Cost of materials consumed	92.08	289.25	-	-	-	-	-	-	92.08	289.25
Subcontracting expenses	308.55	622.72	-	-	-	-	-	-	308.55	622.72
Employee benefit expenses	57.03	68.15	12.69	4.32	-	-	-	-	69.72	72.47
Other expenses	36.58	71.49	18.46	16.08	-	-	-	-	55.04	87.57
Depreciation and amortisation expenses	6.44	6.54	1.98	1.77	-	-	-	-	8.42	8.31
<b>Segment result</b>	<b>(30.45)</b>	<b>85.31</b>	<b>287.70</b>	<b>295.74</b>	-	-	-	-	<b>257.25</b>	<b>381.05</b>
Finance costs	-	-	-	-	408.71	374.43	-	-	408.71	374.43
<b>Exceptional items (refer note 26)</b>										
Profit on sale of investment in a subsidiary	-	-	13.28	75.83	-	-	-	-	13.28	75.83
Profit on sale of investment in a jointly controlled entity	-	-	458.78	-	-	-	-	-	458.78	-
Loss on redeemable preference shares	-	-	(131.25)	-	-	-	-	-	(131.25)	-
Provision for diminution in the value of investment in a jointly controlled entity	-	-	(1.27)	-	-	-	-	-	(1.27)	-
<b>Profit/ (Loss) before tax</b>	<b>(30.45)</b>	<b>85.31</b>	<b>627.24</b>	<b>371.57</b>	-	-	-	-	<b>188.08</b>	<b>82.45</b>
<b>Tax expenses</b>										
Current tax	-	-	-	-	51.18	45.54	-	-	51.18	45.54
Less: MAT credit entitlement	-	-	-	-	(45.20)	-	-	-	(45.20)	-
Charge/ (reversal) of current tax of earlier years	-	-	-	-	-	(4.71)	-	-	-	(4.71)
MAT credit written off	-	-	-	-	-	10.39	-	-	-	10.39
Deferred tax charge / (credit)	-	-	-	-	16.20	(22.22)	-	-	16.20	(22.22)
<b>Profit after tax</b>	<b>(30.45)</b>	<b>85.31</b>	<b>627.24</b>	<b>371.57</b>	-	-	-	-	<b>165.90</b>	<b>53.45</b>
<b>Other information</b>										
Segment assets	597.36	720.40	13,404.60	11,169.75	319.95	259.99	-	-	14,321.91	12,150.14
Segment liabilities	362.79	487.12	207.56	50.67	5,350.91	4,426.62	-	-	5,921.26	4,964.41
Capital expenditure	0.45	8.80	1.95	2.00	-	-	-	-	2.40	10.80
Depreciation and amortisation expenses	6.44	6.54	1.98	1.77	-	-	-	-	8.42	8.31
Other non-cash expenses	-	-	132.52	0.12	-	-	-	-	132.52	0.12

The following table represents revenue and certain assets information regarding the Company's geographical segment:

Particulars	Segment revenue (including exceptional income)		Segment assets		Capital expenditure	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
India	657.15	1,416.12	12,038.01	10,196.91	2.40	10.79
Outside India	468.68	92.50	2,283.90	1,953.23	-	-

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE 33 | RELATED PARTIES**
**a) Names of related parties and description of relationship:**

Description of relationship	Name of the related parties
Holding Company	GMR Holdings Private Limited (GHPL)
Subsidiary Companies	GMR Renewable Energy Limited (GREEL)
	GMR Energy Limited (GEL)
	GMR Power Corporation Limited (GPCL)
	GMR Vemagiri Power Generation Limited (GVPGL)
	GMR Energy Trading Limited (GETL)
	GMR (Badrinath) Hydro Power Generation Private Limited (GBHPL)
	Badrinath Hydro Power Generation Private Limited (BHPL) <sup>1</sup>
	GMR Mining and Energy Private Limited (GMEL)
	GMR Kamalanga Energy Limited (GKEL)
	GMR Consulting Services Private Limited (GCSPL)
	GMR Rajahmundry Energy Limited (GREL)
	SJK Powergen Limited (SJK)
	GMR Coastal Energy Private Limited (GCEPL)
	GMR Bajoli Holi Hydropower Private Limited (GBHHPL)
	GMR Chhattisgarh Energy Limited (GCHEPL)
	GMR Londa Hydropower Private Limited (GLHPPL)
	GMR Kakinada Energy Private Limited (GKEPL)
	EMCO Energy Limited (EMCO)
	Delhi International Airport Private Limited (DIAL)
	Delhi Aerotropolis Private Limited (DAPL)
	GMR Hyderabad International Airport Limited (GHIAL)
	Hyderabad Menzies Air Cargo Private Limited (HMACPL)
	Hyderabad Airport Security Services Limited (HASSL)
	GMR Hyderabad Airport Resource Management Limited (GHARML)
	GMR Hyderabad Aerotropolis Limited (HAPL)
	GMR Hyderabad Aviation SEZ Limited (GHASL)
	GMR Hyderabad Multiproduct SEZ Limited (GHMSL)
	GMR Hotels and Resorts Limited (GHRL)
	Gateways for India Airports Private Limited (GFIAL)
	GMR Highways Limited (GMRHL)
	GMR Tuni Anakapalli Expressways Limited (GTAEPL) (Formerly known as GMR Tuni Anakapalli Expressways Private Limited)
	GMR Highways Projects Private Limited (GHPPL)
	GMR Tambaram Tindivanam Expressways Limited (GTTEPL) (Formerly known as GMR Tambaram Tindivanam Expressways Private Limited)
	GMR Ambala Chandigarh Expressways Private Limited (GACEPL)
	GMR Pochanpalli Expressways Limited (GPEPL)
	GMR Hyderabad Vijayawada Expressways Private Limited (GHVEPL)
	GMR Chennai Outer Ring Road Private Limited (GCCRPL)
	GMR OSE Hungund Hospet Highways Private Limited (GOSEHHHPL)
	GMR Kishangarh Udaipur Ahmedabad Expressways Limited (GKUAEPL)
	GMR Krishnagiri SEZ Limited (GKSEZ)
	Advika Properties Private Limited (APPL)
Aklima Properties Private Limited (AKPPL)	
Amartya Properties Private Limited (AMPPL)	
Baruni Properties Private Limited (BPPL)	
Camelia Properties Private Limited (CPPL)	
Eila Properties Private Limited (EPPL)	
Gerbera Properties Private Limited (GPL)	
Lakshmi Priya Properties Private Limited (LPPPL)	
Honeysuckle Properties Private Limited (HPPL)	
Idika Properties Private Limited (IPPL)	
Krishnapriya Properties Private Limited (KPPL)	

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 33 | RELATED PARTIES (Contd.)**
**a) Names of related parties and description of relationship:**

Description of relationship	Name of the related parties
	Nadira Properties Private Limited (NPPL)
	Prakalpa Properties Private Limited (PPPL)
	Purnachandra Properties Private Limited (PUPPL)
	Shreyadita Properties Private Limited (SPPL)
	Sreepa Properties Private Limited (SRPPL)
	Bougainvillea Properties Private Limited (BOPPL)
	Honeyflower Estates Private Limited (HFEPL) <sup>7</sup>
	Namitha Real Estate Private Limited (NREPL) <sup>7</sup>
	GMR Gujarat Solar Power Private Limited (GGSPPL)
	GMR Airports Limited (GAL)
	GMR Corporate Affairs Private Limited (GCAPL)
	GMR SEZ & Port Holdings Private Limited (GSPHPL)
	GMR Aviation Private Limited (GAPL)
	GMR Business Process and Services Private Limited (GBPSPL)
	Dhruvi Securities Private Limited (DSPL)
	Himtal Hydro Power Company Private Limited (HHPPL)
	GMR Upper Karnali Hydro Power Limited (GUKPL)
	GMR Energy (Mauritius) Limited (GEML)
	GMR Lion Energy Limited (GLEL)
	GMR Energy (Cyprus) Limited (GECL)
	GMR Energy (Netherlands) BV (GENBV)
	PT Unsooco (PT)
	PT Dwikarya Sejati Utama (PTDSU)
	PT Duta Sarana Internusa (PTDSI)
	PT Barasentosa Lestari (PTBSL)
	GMR Infrastructure (Mauritius) Limited (GIML)
	GMR Infrastructure (Cyprus) Limited (GICL)
	GMR Infrastructure Overseas (Malta) Limited (GIOSL) (Formerly known as GMR Infrastructure Overseas Sociedad Limitada)
	GMR Infrastructure (UK) Limited (GIUL)
	GMR Airports (Malta) Limited (GMRAML)
	GMR Infrastructure (Global) Limited (GIGL)
	GMR Infrastructure (Singapore) Pte Limited (GISPL)
	GMR Energy (Global) Limited (G EGL)
	GMR Energy (Singapore) Pte Limited (GESPL) <sup>1</sup>
	GMR Supply Singapore Pte Limited (GSSPL) <sup>1</sup>
	Homeland Energy Group limited (HEGL)
	Homeland Energy Corporation (HEC)
	Homeland Mining & Energy SA (Pty) Limited (HMES)
	Homeland Energy (Swaziland) Pty Limited (HESW) <sup>1</sup>
	Homeland Mining & Energy (Botswana) (Pty) Limited (HMEB) <sup>1</sup>
	Homeland Coal Mining (Pty) Limited (HCM)
	Ferret Coal Holdings (Pty) Limited (FCH) <sup>1</sup>
	Wizard Investments (Pty) Limited (WIL) <sup>1</sup>
	Ferret Coal (Kendal) (Pty) Limited (FCK)
	Manoka Mining (Pty) Limited (MMPL) <sup>1</sup>
	Corpco 331 (Pty) Limited (CPL)
	GMR Maharashtra Energy Limited (GMAEL)
	GMR Bundelkhand Energy Private Limited (GBEPL)
	GMR Uttar Pradesh Energy Private Limited (GUPEPL)
	GMR Hosur Energy Limited (GHOEL)
	Karnali Transmission Company Private Limited (KTCPL)
	Marsyangdi Transmission Company Private Limited (MTCPL)
	GMR Indo-Nepal Energy Links Limited (GINELL)
	GMR Indo-Nepal Power Corridors Limited (GINPCL)
	Aravali Transmission Service Company Limited (ATSCL)

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 33 | RELATED PARTIES (Contd.)**
**a) Names of related parties and description of relationship:**

Description of relationship	Name of the related parties
	Maru Transmission Service Company Limited (MTSCL)
	GMR Energy Projects (Mauritius) Limited (GEPML)
	Hyderabad Duty Free Retail Limited (HDFRL)
	GMR Airport Developers Limited (GADL)
	GADL International Limited (GADLIL)
	GADL (Mauritius) Limited (GADLML)
	Deepesh Properties Private Limited (DPPL)
	Larkspur Properties Private Limited (LAPPL)
	Padmapriya Properties Private Limited (PAPPL)
	Radha Priya Properties Private Limited (RPPL)
	Pranesh Properties Private Limited (PRPPL)
	Kakinada SEZ Private Limited (KSPL)
	GMR Power Infra Limited (GPIL)
	GMR Male International Airport Private Limited (GMIAL)
	GMR Male Retail Private Limited (GMRPL)
	GMR Coal Resources Pte Limited (GCRPL)
	GMR Airport Handling Services Company Limited (GAHSCL)
	GMR Airport Global Limited (GAGL)
	GMR Hosur Industrial City Private Limited (GHICL) (Formerly known as Lantana Properties Private Limited (LPPL)) <sup>2</sup>
	Asteria Real Estate Properties Private Limited (AREPL) <sup>2</sup>
	GMR Infrastructure Overseas Limited (GIOL)
	GMR Hosur EMC Private Limited (GHEMCP) <sup>6</sup>
	GMR Airports (Mauritius) Limited (GALM) <sup>6</sup>
	Delhi Duty Free Services Private Limited (DDFS) <sup>10</sup>
	GMR Hyderabad Airport Power Distribution Limited (GHAPDL) <sup>2</sup>
<b>Enterprises where significant influence exists</b>	Istanbul Sabiha Gokcen Uluslararası Havalimani Yer Hizmetleri Anonim Sirketi (SGH) <sup>5</sup>
	Rampia Coal Mine and Energy Private Limited (RCMEPL)
	MAS GMR Aerospace Engineering Company Private Limited (MGAECL)
	TVS GMR Aviation Logistics Limited (TVS GMR) <sup>5</sup>
	Limak GMR Construction JV (CJV)
	Celebi Delhi Cargo Terminal Management India Private Limited (CDCTM)
	Delhi Cargo Service Centre Private Limited (DCSCPL)
	Delhi Aviation Services Private Limited (DASPL)
	Travel Food Services (Delhi Terminal 3) Private Limited (TFS)
	Devyani Food Street Private Limited (DFSPL)
	Delhi Select Services Hospitality Private Limited (DSSHPL)
	Wipro Airport IT Services Limited (WAISL)
	TIM Delhi Airport Advertisement Private Limited (TIM)
	LGM Havalimani İşletmeleri Ticaret Ve Turizm Anonim Sirketi (LGM)
	Delhi Airport Parking Services Private Limited (DAPSL)
	MAS GMR Aero Technic Limited (MGATL)
	Tshedza Mining Resource (Pty) Limited (TMR) <sup>5</sup>
	Nhalalala Mining (Pty) Ltd (NML)
	PT Golden Energy Mines Tbk (PTGEMS)
	PT Tanjung Belit Bara Utama (TBBU)
	PT Roundhill Capital Indonesia (RCI)
	PT Kuansing Inti Makmur (KIM)
	PT Trisula Kencana Sakti (TKS)
	PT Manggala Alam Lestari (MAL) <sup>4</sup>
	PT Borneo Indobara (BIB)
	PT Karya Cemerlang Persada (KCP)
	PT Bungo Bara Utama (BBU)
	PT Bara Harmonis Batang Asam (BHBA)
	PT Berkat Nusantara Permai (BNP)

## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 33 | RELATED PARTIES (Contd.)

## a) Names of related parties and description of relationship:

Description of relationship	Name of the related parties
	PT Nusa Indah Permai (NIP) <sup>4</sup>
	PT Bumi Anugerah Semesta (BAS) <sup>9</sup>
	GEMS Trading Resources Pte Limited (GEMSCR) <sup>3</sup> (Formerly known as GEMS Coal Resources Pte Limited)
	Delhi Aviation Fuel Facility Private Limited (DAFF)
	Laqshya Hyderabad Airport Media Private Limited (Laqshya)
	GMR Jadcherla Expressways Limited (GJEPL) <sup>8</sup>
	GMR Ulundurpet Expressways Private Limited (GUEPL) <sup>8</sup>
	GMR Trading Resources Pte. Limited (GEMSCR)
	Asia Pacific Flight Training Academy Limited (APFT)
	East Delhi Waste Processing Company Private Limited (EDWPCPL) <sup>8</sup>
Enterprises where key managerial personnel or their relatives exercise significant influence (Where transactions have taken place)	Welfare Trust of GMR Infra Employees (GWT)
	GMR Varalaxmi Foundation (GVF)
	GMR Family Fund Trust (GFFT)
	GMR Infra Ventures LLP (GIVLLP)
	GMR Enterprises Private Limited (GEPL)
	Grandhi Enterprises Private Limited (GREPL)
Jointly controlled entity	Istanbul Sabiha Gokcen Uluslararası Havalimani Yatırım Yapım Ve İşletme Anonim Şirketi (ISG) <sup>11</sup>
Fellow Subsidiaries (Where transactions have taken place)	Raxa Security Services Limited (RSSL)
	GMR Projects Private Limited (GPPL)
	GMR Hebbal Towers Private Limited (GHTPL)
	GMR Bannerghatta Properties Private Limited (GBPPL)
	GMR Sports Private Limited (GSPL)
	GMR Holding Malta Limited (GHML)
	Ravi Verma Realty Private Limited (RRPL)
	GEOKNO India Private Limited (GEOKNO)
Key management personnel and their relatives	Mr. G.M. Rao (Executive Chairman)
	Mrs. G Varalakshmi (Relative)
	Mr. G.B.S. Raju (Director)
	Mr. Grandhi Kiran Kumar (Managing director w.e.f July 28, 2013)
	Mr. O.B. Raju (Director)
	Mr. Srinivas Bommidala (Director)
	Mr. B.V. Nageswara Rao (Managing Director) (Resigned w.e.f July 28, 2013)

1. Ceased to be a subsidiary during the previous year.
2. Became subsidiaries during the previous year.
3. Subsidiary of PTGEMS incorporated during the previous year.
4. Ceased to be a subsidiary of PTGEMS during the previous year.
5. Ceased to be an enterprise where significant influence exists during the year ended March 31, 2014.
6. Subsidiaries incorporated during the year ended March 31, 2014.
7. Subsidiaries acquired during the year ended March 31, 2014.
8. Ceased to be a subsidiary during the year ended March 31, 2014 and is now an enterprise where significant influence exists.
9. Subsidiary of PTGEMS incorporated during the year ended March 31, 2014.
10. Ceased to be a jointly controlled entity and became a subsidiary during the year ended March 31, 2014.
11. Ceased to be a jointly controlled entity during the year ended March 31, 2014. (Refer note 26(3))

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>i) Interest Income - Gross</b>		
<b>Subsidiary Companies</b>		
- GEL	79.67	110.50
- GMRHL	34.96	9.57
- DSPL	44.07	43.51
- GIML	-	5.93
- GPIL	0.38	0.39
- GBPSPL	0.69	0.50
- GKSEZ	25.73	19.82
- GAPL	19.72	16.47
- GSPHPL	3.54	1.94
- GHVEPL	-	0.01
- SJK	-	0.02
- GBHHPL	0.75	2.58
- GTAEPPL	0.13	0.03
- GTTEPL	0.29	0.06
- KSPL	36.30	0.49
- DPPL ₹ 29,721 ( March 31, 2013 : ₹ 84,466)	0.00	0.01
- PAPPL ₹ 73,562 ( March 31, 2013 : ₹ 110,507)	0.01	0.01
- GCAPL	2.10	2.10
- GBHPL	3.74	-
- CPPL	2.07	-
- GPL	2.15	-
<b>Jointly controlled entity</b>		
- ISG	-	4.17
<b>ii) Construction revenue</b>		
<b>Subsidiary Companies</b>		
- EMCO	18.29	73.20
- GMRHL	7.31	-
- GTTEPL	25.35	-
- GKEL	43.56	29.75
<b>Enterprises where significant influence exists</b>		
- GUEPL	3.57	-
<b>iii) Income from management and other services</b>		
<b>Subsidiary Company</b>		
- GIML	9.90	6.58
<b>iv) Dividend income on current investments</b>		
Subsidiary Company		
- GAL ₹ 10,732 ( March 31, 2013: ₹7,037)	0.00	0.00
<b>v) Subcontracting expenses</b>		
<b>Subsidiary Companies</b>		
- GCSPL	-	0.14
- GEL	-	0.56
- GHIAL (₹ 10,860)	0.00	0.02
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GFFT	-	0.16
<b>Fellow subsidiaries</b>		
- RSSL	1.34	1.44
- GPPL	-	0.13



## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>vi) Finance costs</b>		
<b>Subsidiary Companies</b>		
- GAL	8.99	2.05
- GAPL	0.11	-
- GADL (including the unamortised portion of ancillary cost of arranging the borrowings)	16.33	0.09
<b>Fellow subsidiary</b>		
- GPPL	-	1.08
<b>vii) Legal and professional fees</b>		
<b>Subsidiary Companies</b>		
- GCSPL	-	0.14
- GKSEZ	0.26	-
- GCAPL	26.85	21.28
- GAL	0.52	-
- GBPSPL	2.60	6.26
<b>Fellow subsidiary</b>		
- RSSL ₹ 21,463 ( March 31, 2013: ₹22,000)	0.00	0.00
<b>viii) Lease rental and equipment hire charges</b>		
<b>Subsidiary Companies</b>		
- GHIAL	0.28	0.35
- HFEPL	0.29	-
- GCAPL	1.39	2.12
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GFFT	8.62	-
<b>ix) Security expenses</b>		
<b>Subsidiary Company</b>		
- GHIAL ₹ 46,510 (March 31, 2013: ₹1,75,001)	0.00	0.02
<b>Fellow subsidiary</b>		
- RSSL	2.66	1.38
<b>x) Travelling and conveyance</b>		
<b>Subsidiary Companies</b>		
- GHIAL ( March 31, 2013: ₹10,860)	0.03	0.00
- GHVEPL (March 31, 2013: ₹51,931)	-	0.00
- DIAL ₹ 45,655 ( March 31, 2013: ₹Nil)	0.00	-
- GAPL	2.12	0.51
- GKSEZ (March 31, 2013: ₹ 55,216)	-	0.01
- GISPL ( March 31, 2013: ₹ 20,580)	-	0.00
<b>Fellow subsidiary</b>		
- GPPL ₹ 104,330 (March 31, 2013: ₹ 3,530)	0.01	0.00
<b>xi) Repairs and maintenance</b>		
<b>Subsidiary Companies</b>		
- GCAPL	1.27	1.14
- GHIAL ₹2,239 ( March 31, 2013: ₹ 85,762)	0.00	0.01
<b>Fellow subsidiaries</b>		
- GPPL (March 31, 2013: ₹ 10,967 )	-	0.00
- RSSL	-	0.10
<b>xii) Advertisement and sales promotion</b>		
<b>Subsidiary Companies</b>		
- GHRL ₹ 4,385 ( March 2013: ₹Nil)	0.00	-
- GAL ₹ 11,236 ( March 2013: ₹Nil)	0.00	-
<b>xiii) Rates &amp; Taxes</b>		
<b>Subsidiary Company</b>		
- GAL (March 2014: ₹ 50,000)	0.01	-

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>xiv) Communication Costs</b>		
<b>Subsidiary Company</b>		
- GHIAL (March 2014: ₹ 60,812)	0.01	0.03
<b>Fellow Subsidiary</b>		
- GPPL (March 31, 2013: ₹ 1,500)	-	0.00
<b>xv) Miscellaneous Expenses</b>		
<b>Fellow Subsidiaries</b>		
- GSPL	-	0.54
- RSSL	-	0.08
<b>xvi) Expenses incurred by GIL on behalf of others- Cross charges</b>		
<b>a) Cross charges during the year</b>		
<b>Subsidiary Companies</b>		
- GMIAL	-	1.12
- ATSCCL	0.36	-
- MTSCCL	0.53	-
- EMCO	9.95	18.11
- GCHEPL	19.39	10.33
- GREL	-	4.54
- GKUAEL	0.29	6.36
- GGSPPL	3.90	0.81
- DIAL	24.87	46.48
- GCORRPL	2.88	-
- GEL	1.66	1.52
- GETL	-	-
- GHIAL	8.50	13.82
- GKSEZ	0.92	0.66
- KSPL	2.74	1.95
- GPCL	5.36	0.33
- GSPHPL	0.35	0.22
- GTTEPL	1.11	1.06
- GACEPL	-	0.19
- GAPL	0.65	0.86
- GMRHL	6.06	3.38
- GHVEPL	4.60	2.52
- GTAEPL	1.03	0.97
- GVPGL	1.92	1.78
- GKEL (March 31, 2013: ₹ 27,271)	16.27	0.00
<b>Fellow subsidiary</b>		
- RSSL	-	0.18
<b>Enterprises where significant influence exists</b>		
- GUEPL	0.39	2.16
- GJEPL	-	0.62
<b>b) Cross charges of earlier year reversed during the year</b>		
<b>Subsidiary Companies</b>		
- EMCO	-	10.39
- GCHEPL	-	7.52
- GREL	-	13.24
<b>xvii) Logo fee</b>		
<b>Holding Company</b>		
- GHPL	3.60	4.39

## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>xviii) Security deposit given</b>		
<b>Subsidiary Companies</b>		
- GHIAL	0.03	-
- HFEPL	0.48	-
<b>Fellow subsidiary</b>		
- GPPL	0.02	-
<b>xix) Security deposit refunded</b>		
<b>Subsidiary Company</b>		
- GCAPL	1.76	-
<b>Fellow subsidiary</b>		
- RSSL	0.15	-
<b>xx) Purchase of fixed assets</b>		
<b>Fellow subsidiary</b>		
- GPPL	-	-
<b>xxi) Investment in equity shares of</b>		
<b>a) Share application money allotted</b>		
<b>Subsidiary Companies</b>		
- GETL	-	8.10
- DSPL	-	160.00
- GKUAEL	-	5.00
<b>xxii) Investment in preference shares of</b>		
<b>a) Share application money allotted</b>		
<b>Subsidiary Companies</b>		
- GKUAEL	-	1.95
- GEL	-	225.00
- GHVEPL	4.70	72.54
- GMRHL	-	80.00
<b>b) Allotment of preference shares</b>		
<b>Subsidiary Company</b>		
- GREEL (Refer note 13(4))	2,613.01	-
<b>xxiii) Investment in debentures</b>		
<b>a) Debenture application money allotted</b>		
<b>Subsidiary Companies</b>		
- GKSEZ	37.25	24.40
- GEL	-	650.00
- GSPHPL	16.06	15.85
<b>xxiv) Redemption of preference shares of</b>		
<b>Subsidiary Company</b>		
- DSPL	-	800.00
<b>Enterprises where significant influence exists</b>		
- GUEPL	20.02	-
- GJEPL	53.10	-
<b>xxv) Redemption of debentures of</b>		
<b>Subsidiary Companies</b>		
- GEL	10.00	11.63
- GKSEZ	123.20	-
- DPPL	1.50	7.00
- GSPHPL	17.00	-
- GAPL	87.00	-
- PAPPL	7.50	4.80

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>xxvi) Sale of investments</b>		
<b>Subsidiary Companies</b>		
- GAL	244.99	-
- GREEL (Refer note 13(4))	495.60	-
- GTTEPL	-	47.98
- GTAEPL	-	32.02
- GMRHL	-	183.65
<b>xxvii) Preference shares converted into equity shares</b>		
<b>Subsidiary Company</b>		
- GEL (net of loss on waiver of premium on redeemable preference shares of ₹ 131.25 Crore)	495.60	-
<b>xxviii) Provision for diminution in value of investments</b>		
<b>Enterprise where significant influence exists</b>		
- SGH	1.27	-
<b>xxix) Equity share application money invested in</b>		
<b>Subsidiary Companies</b>		
- GETL	-	8.10
- GKUAEL	-	5.00
- DSPL	-	160.00
<b>xxx) Preference share application money invested in</b>		
<b>Subsidiary Companies</b>		
- GEL	-	225.00
- GHVEPL	-	77.24
- GKUAEL	-	1.95
- GMRHL	-	80.00
<b>xxxii) Debenture application money invested in</b>		
<b>Subsidiary Companies</b>		
- GSPHPL	16.06	15.85
- GKSEZ	40.50	24.40
<b>xxxiii) Refund of debenture application money received</b>		
<b>Subsidiary Company</b>		
- GKSEZ	3.25	-
<b>xxxiiii) Loans given</b>		
<b>Subsidiary Companies</b>		
- GAPL	10.00	16.75
- GEL	1,346.62	931.59
- GMRHL	799.81	719.23
- DSPL	582.33	1,109.75
- GBPSPL	1.40	5.84
- GBHHPL	-	43.00
- GOSEHHHPL	0.66	20.00
- GTAEPL	-	3.00
- GTTEPL	-	7.00
- KSPL	37.00	258.00
- SJK	-	51.00
- GKSEZ	150.00	-
- GSPHPL	46.62	-
- GBHPL	50.00	-
- GPL	26.03	-
- CPPL	25.00	-
- GHVEPL	6.00	60.46
- GCORRPL	2.00	-
<b>Fellow subsidiary</b>		
- GPPL	-	-

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 33 | RELATED PARTIES (Contd.)**

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>xxxiv) Loans converted into equity shares</b>		
<b>Subsidiary Company</b>		
- GEL	1,476.46	-
<b>Jointly controlled entity</b>		
- ISG	-	67.86
<b>xxxv) a) Loans repaid by</b>		
<b>Subsidiary Companies</b>		
- GIML	-	360.71
- GAPL	37.63	-
- DIAL	-	-
- GBPSPL	1.67	2.45
- GTAEPL	3.00	-
- GKSEZ	146.00	-
- KSPL	54.00	-
- GBHHPL	43.00	-
- GTTEPL	7.00	-
- GBHPL	50.00	-
- GHVEPL	66.46	-
- GOSEHHPL	20.66	-
- GMRHL	734.84	46.80
- DSPL	322.49	775.20
- GKUAEL	-	197.50
- SJK	-	51.00
- GCORRPL	2.00	-
- GEL	559.61	696.13
<b>b) Purchase of Preference shares of GREEL adjusted against loan given and interest accrued thereon</b>		
<b>Subsidiary Company</b>		
- DSPL	610.55	-
<b>xxxvi) Loans received from</b>		
<b>Subsidiary Companies</b>		
- GADL	94.36	-
- GAPL	11.00	-
- GAL	-	150.00
<b>Fellow subsidiary</b>		
- GPPL	-	92.80
<b>xxxvii) Loans repaid to</b>		
<b>Subsidiary Companies</b>		
- GAL	82.00	-
- GADL	2.35	7.00
<b>Fellow subsidiary</b>		
- GPPL	-	187.80
<b>xxxviii) Redemption of debentures</b>		
<b>Subsidiary Company</b>		
- GAL	250.00	-
<b>xxxix) Advance repaid to customers</b>		
<b>Fellow subsidiary</b>		
- GPPL	17.00	-
<b>xxxx) Corporate Guarantees/ Comfort Letters given on behalf of</b>		
<b>Subsidiary Companies</b>		
- GMRHL	200.00	-
- GEL	30.00	800.00
- GETL	60.00	-

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
- GHIAL	-	292.00
- KSPL	-	250.00
- GCHEPL	1,768.15	-
- GISPL	-	1,705.20
- GIML	-	849.40
- GAL	500.00	-
- DIAL	115.33	2,518.08
- GMRHL	-	625.00
- GVPGL	-	50.00
- GADL	100.00	-
- GGSPPPL	-	25.00
- GTAEPL	-	45.00
- GAPL	15.00	-
- GPCL	275.00	-
- GBHPL	1,545.00	-
- GTTEPL	-	105.00
- PTBSL	286.12	-
<b>Jointly controlled entity</b>		
- ISG	234.82	-
<b>xxxxxi) Bank Guarantees given on behalf of Subsidiary Companies</b>		
- GKSEZ	45.66	-
- GMRHL	10.00	-
- GPCL	85.00	-
<b>Fellow subsidiary</b>		
- GEOKNO	8.77	-
<b>xxxixii) Corporate Guarantees/ Comfort Letters extinguished on behalf of Subsidiary Companies</b>		
- KSPL	-	215.00
- GMRHL	200.00	375.00
- GIML	54.80	40.73
- GADL	-	379.24
- GESPL	-	1,030.60
- GISPL	2,211.28	289.41
- DIAL	-	4,694.08
- GHIAL	-	350.00
- GVPGL	-	-
- GMIAL	150.70	-
- HEGL	164.40	-
- GVPGL	100.00	-
<b>Jointly controlled entity</b>		
- ISG	1,240.29	-
<b>xxxixiii) Managerial remuneration to Key management personnel and their relatives</b>		
- Mr. G.M.Rao	8.14	3.94
- Mr. G.Kiran Kumar	2.48	-
<b>xxxixiv) Proposed final equity dividend Holding Company</b>		
- GHPL	27.36	27.36
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GIVLLP	0.31	0.30
- GEPL	0.17	0.17
- GWT	0.18	0.18
<b>Key management personnel and their relatives</b>	0.06	0.05

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>xxxxv) Outstanding balances as at the year end</b>		
a) Loans receivable - Non-Current		
<b>Subsidiary Companies</b>		
- GEL	1,095.00	1,644.96
- DSPL	-	144.50
- GHVEPL	-	60.46
- GPIL	-	3.80
- KSPL	241.00	258.00
- GMRHL	775.90	615.43
- GTAEPL	-	3.00
- GTTEPL	-	7.00
- GBPSPL	5.37	5.64
- GBHPL	-	-
- GSPHPL	46.62	-
- GKSEZ	4.00	-
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GWT	115.00	115.00
b) Loans receivable Current		
<b>Subsidiary Companies</b>		
- GEL	-	139.50
- GAPL	-	27.63
- GMRHL	-	95.50
- DSPL	27.00	190.05
- GPL	26.03	-
- CPPL	25.00	-
- GBHHPL	-	43.00
- GOSEHHHPL	-	20.00
- GPIL	3.80	-
c) Loans payables Current		
<b>Subsidiary Companies</b>		
- GAL	68.00	400.00
- GAPL	11.00	-
- GADL	4.60	-
d) Loans payables Non Current		
<b>Subsidiary Company</b>		
- GADL	87.40	-
e) Investment in share application money		
<b>Subsidiary Company</b>		
- GHVEPL	-	4.70
f) Trade receivables- Current		
<b>Subsidiary Companies</b>		
- EMCO	41.93	55.06
- GKEL	0.01	-
- GMRHL	1.40	-
- GCSPL (₹ 797)	0.00	-
- GKSEZ (₹ 9,317)	0.00	-
- GPEPL	0.01	-
- DIAL (₹ 10,407)	0.00	-
- GACEPL	0.01	-
- GIML	-	6.58
g) Trade receivables-Non-Current		
<b>Subsidiary Companies</b>		
- GMRHL	0.44	-
- GKEL	-	-

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
h) Unbilled revenue - Non Current		
<b>Subsidiary Companies</b>		
- EMCO	3.60	34.99
- GMRHL	0.13	-
- GKEL	1.02	23.59
i) Unbilled revenue - Current		
<b>Subsidiary Companies</b>		
- EMCO	15.86	-
- GMRHL	2.47	-
- GKEL	19.35	-
j) Unearned revenue -Current		
<b>Subsidiary Company</b>		
- GMRHL	7.20	-
k) Accrued interest on loan receivables		
<b>Subsidiary Companies</b>		
- GEL	-	51.64
- GIML	-	46.42
- GMRHL	43.01	9.04
- GAPL	-	2.77
- DSPL	-	40.59
- GHVEPL(March 31, 2013: ₹ 47,432)	-	0.00
- GBHPL	-	2.32
- GTAEPL	0.14	0.02
- GTTEPL	0.32	0.05
- KSPL	35.84	0.45
- GKSEZ	0.05	-
- GBPSPL	0.67	-
- GSPHPL	0.08	-
- GCAPL	-	-
- DPPL	-	-
- PPPL	-	-
- GPL	-	-
- CPPL	-	-
- GBHPL	3.60	-
<b>Jointly controlled entity</b>		
- ISG (March 31, 2013: ₹ 9,093)	-	0.00
l) Accrued interest on investment in debentures		
<b>Subsidiary Companies</b>		
- GAPL	11.53	-
- GKSEZ	-	18.17
- GAPL	-	12.28
- GSPHPL	-	1.78
- DPPL	-	0.01
- PPPL	-	0.01
- GCAPL	2.05	-
m) Accrued interest but not due on borrowings		
<b>Subsidiary Companies</b>		
- GAL	-	1.37
- GAPL	0.11	-
<b>Fellow subsidiary</b>		
- GPPL	-	0.03



## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 33 | RELATED PARTIES (Contd.)**

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
n) Advances receivable in cash or kind (Other advances)		
<b>Subsidiary Companies</b>		
- GEL	0.38	17.28
- GKSEZ	0.84	0.78
- GHVEPL	5.61	0.88
- EMCO	23.86	13.47
- GCHEPL	12.20	9.36
- DIAL	6.23	36.36
- GHIAL	2.82	3.40
- GGSPPL	3.30	0.35
- KSPL	0.66	1.04
- GAPL	0.15	0.39
- GKUAEL	5.70	5.41
- GTTEPL	1.11	0.67
- GTAEPPL	0.99	0.61
- GVPGL	3.62	1.88
- GPCL	5.20	0.15
- GMRHL	10.56	4.03
- GACEPL	-	0.19
- GKEL (March 31, 2013 : ₹ 27,271)	4.36	0.00
- GISPL	-	86.24
- GCORRPL	2.92	-
- MTSCCL	0.34	-
- GCAPL	1.78	-
- GSPHPL	0.33	-
- ATSCCL	0.38	-
- GIOSL	0.21	-
<b>Fellow subsidiaries</b>		
- RSSL	0.01	0.10
- GPPL	-	0.15
<b>Enterprises where significant influence exists</b>		
- GUEPL	-	1.77
- GJEPL	-	0.22
<b>Jointly controlled entity</b>		
- ISG	-	0.12
o) Security deposits payable		
<b>Subsidiary Companies</b>		
- GCAPL	-	1.76
- GHIAL	0.04	0.02
- HFEPL	0.48	-
<b>Fellow subsidiaries</b>		
- GPPL	0.02	-
- RSSL	0.28	0.43

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 33 | RELATED PARTIES (Contd.)

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
p) Trade payables - Current		
<b>Holding Company</b>		
- GHPL	3.37	4.12
<b>Subsidiary Companies</b>		
- GMRHL	0.22	0.19
- GAPL	2.34	2.66
- GHIAL	0.03	0.05
- KSPL	0.01	-
- GAL	0.53	0.25
- GCAPL	11.99	11.56
- GKUAEL	-	0.01
- GBPSPL	2.47	1.58
- DIAL (March 31, 2014: ₹ 49,137)	0.00	0.99
- GKEL	0.01	-
- GKSEZ	0.17	-
- GCSPL	0.02	-
<b>Fellow Subsidiaries</b>		
- RSSL	1.56	0.12
- GPPL	0.04	-
- RRPL	0.01	-
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GFFT	1.50	0.01
- GVF	0.25	-
<b>Key management personnel and their relatives</b>		
- Mr. G.M.Rao	7.90	3.77
- Mr. G.Kiran Kumar	2.48	-
q) Non-Trade payables - Current		
<b>Subsidiary Companies</b>		
- GEL	134.43	-
- GREL	10.28	9.77
r) Advance from customers - Current		
<b>Subsidiary Companies</b>		
- GMRHL	6.28	0.18
- GKEL	20.21	20.36
- GTTEPL	2.57	1.14
- EMCO	14.84	42.43
<b>Fellow subsidiary</b>		
- GPPL	39.11	56.85
s) Corporate Guarantees/ Comfort Letters sanctioned on behalf of		
<b>Subsidiary Companies</b>		
- DIAL	395.33	280.00
- GADL	100.00	-
- GAPL	218.39	190.00
- GCORRPL	786.78	787.67
- GCRPL	3,127.33	2,833.16
- GEL	1,630.00	1,600.00
- GENBV	290.35	263.04
- GHIAL	542.00	542.00
- GHVEPL	1,690.00	1,690.00
- GIML	1,421.52	1,343.49

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 33 | RELATED PARTIES (Contd.)**

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

Nature of Transaction	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
- GISPL	1,808.14	3,872.64
- GMIAL	2,374.23	2,301.60
- GMRHL	450.00	450.00
- GOSEHHHPL	1,080.00	1,080.00
- GPEPL	8.00	8.00
- GVPGL	-	100.00
- HEGL	-	164.40
- KSPL	250.00	250.00
- GGSPPL	25.00	25.00
- PTBSL	286.12	-
- GPCL	275.00	-
- GETL	60.00	-
- GAL	500.00	-
- GCHEPL	1,768.15	-
- GTTEPL	105.00	105.00
- GTAEPL	45.00	45.00
- GBHHPL	1,545.00	-
<b>Fellow subsidiary</b>		
- GHML	205.66	186.32
<b>Jointly controlled entity</b>		
- ISG	-	1,842.12
<b>Enterprises where significant influence exists</b>		
- GUEPL	596.25	596.25
- GJEPL	353.48	353.48
- LGM	56.23	47.26
t) Bank Guarantee outstanding on behalf of		
<b>Subsidiary Companies</b>		
- GKSEZ	45.66	45.66
- GMRHL	10.00	-
- GPCL	85.00	-
<b>Fellow subsidiary</b>		
- GEOKNO	8.77	-
u) Provision for proposed final equity dividend		
<b>Holding Company</b>		
- GHPL	27.36	27.36
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GIVLLP	0.31	0.30
- GEPL	0.17	0.17
- GWT	0.18	0.18
<b>Key management personnel and their relatives</b>	0.06	0.05

**Notes:**

- The Company has provided securities by way of pledge of investments for loans taken by certain Companies (refer note 13).
- The Holding Company has pledged certain shares held in the Company as security towards the borrowings of the Company.
- A charge has been created over the deposits of ₹ 424.65 Crore (March 31, 2013: 329.00 Crore) for loan against deposits availed by KSPL.
- A charge has been created over the deposits of ₹ 2.98 Crore (March 31, 2013: ₹2.77 Crore) for the purpose of DSRA maintained by the Company with ING Vysya Bank Limited for loan against Company for loan availed by GMRHL.
- Also refer note 13 on non-current investments and note 16 on current investments.

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 34 | CAPITAL AND OTHER COMMITMENTS

#### Capital commitments

- a) Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances ₹ 0.01 Crore (March 31, 2013: ₹ 0.13 Crore).

#### Other commitments

1. The Company has committed to provide financial assistance as tabulated below:

Nature of relationship	Outstanding commitment for financial assistance	
	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
Subsidiaries	2,941.02	2,634.41
Jointly controlled entity	-	18.01
<b>Total</b>	<b>2,941.02</b>	<b>2,652.42</b>

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

March 31, 2014	March 31, 2013
· GMIAL	· GMIAL

3. The Company has extended comfort letters to provide continued financial support to the following subsidiaries, to ensure that these subsidiaries are able to meet their debts and liabilities as they fall due and they continue as going concerns:

March 31, 2014	March 31, 2013
· GADL	· GIOL
· GEL	· GEGL
· GAGL	· GIGL
· GICL	· GICL
· GHIAL	

4. The Company has entered into agreements with the lenders of the following subsidiary Companies wherein it has committed to hold directly or indirectly at all times at least 51% of the equity share capital of the below mentioned subsidiary Companies and not to sell, transfer, assign, dispose, pledge or create any security interest except pledge of shares to the respective lenders as covered in the respective agreements with the lenders:

March 31, 2014	March 31, 2013
· GIML	· GIML
· GCRPL	· GCRPL
· GENBV	· GISPL
· GMIAL	· GENBV
· GEL	· HEGL
· GAL	· GMIAL
· DIAL	· GEL
· GMRHL	· GAL
	· DIAL
	· GMRHL

5. For commitments relating to purchase of equity/ preference shares (refer note 35(b) and (c)).  
 6. For commitment relating to lease arrangements (refer note 29).  
 7. The Company has certain long term unquoted investments which have been pledged as security towards loan facilities sanctioned to the Company and the investee Companies (refer note 13).  
 8. Refer note 26 (3) for tax commitment relating to sale of investment in ISG.  
 9. Refer note 3 (c) for commitments relating to CCPS issued by the Company.

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 35 | CONTINGENT LIABILITIES

#### a) Contingent liabilities include

Particulars	As at	
	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
Corporate guarantees availed by the group Companies		
(a) sanctioned	21,508.80	20,881.87
(b) outstanding	15,566.28	16,224.86
Bank guarantees		
(a) sanctioned	300.00	300.00
(b) outstanding	149.43	60.53
Letter of comfort availed by the group Companies		
(a) sanctioned	1,435.00	72.78
(b) outstanding	74.19	72.27
Matters relating to indirect taxes under dispute	26.72	26.72

#### b) GEL has issued following fully paid up CCCPS:

Investors	No. of CCCPS		March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
	March 31, 2014	March 31, 2013		
<b>CCCPS - Portion B Securities of ₹ 1,000 each</b>				
Claymore Investments (Mauritius) Pte Limited	3,705,749	9,300,000	370.57	930.00
IDFC Private Equity Fund III	999,940	2,500,000	99.99	250.00
Infrastructure Development Finance Company Limited	199,988	500,000	20.00	50.00
IDFC Investment Advisors Limited	449,988	500,000	45.00	50.00
Ascent Capital Advisors India Private Limited	199,988	500,000	20.00	50.00
Argonaut Ventures	-	650,000	-	65.00
GKFF Capital	325,000	-	32.50	-
<b>CCCPS - Portion A Securities of ₹ 1,000 each</b>				
GREEL	6,400,000	-	640.00	-
GEPML	650,000	-	65.00	-

"During the year ended March 31, 2011, GEL had issued 13,950,000 CCCPS of ₹ 1,000 each. These preference shares were held by Claymore Investments (Mauritius) Pte Limited, IDFC Private Equity Fund III, Infrastructure Development Finance Company Limited, IDFC Investment Advisors Limited, Ascent Capital Advisors India Private Limited, and Argonaut Ventures (collectively called as Investors). These preference shares were convertible upon the occurrence of QIPO of equity shares of GEL. In case of non-occurrence of QIPO within 3 years of the closing date, as defined in the terms of share subscription and shareholders agreement between the parties, investors had the right to require the Company to purchase the preference shares or if converted, the equity shares in GEL at an agreed upon internal rate of return ('IRR'). In case the Company failed to purchase the preference shares within 180 days from the date of notice by the Investors, the CCCPS holder had the sole discretion to exercise the various rights under clause 11.18 of the share subscription and shareholders agreement including the conversion of CCCPS into equity shares of GEL / buyback of the converted shares by GEL.

During the year ended March 31, 2014, GEL has entered into an amended and restated share subscription and shareholders agreement ('Amended SSA') with the investors, the Company and other GMR group companies, in accordance to which the Investors continue to hold 6,900,000 CCCPS in GEL and a new investor GKFF Capital has subscribed to additional 325,000 CCCPS of ₹ 1,000 each (collectively referred to as 'Portion B securities'). Further on March 27, 2014, GEL converted 1,344,347 portion B securities of Investors into 110,554,848 equity shares of ₹ 10 each at a premium of ₹ 2.16 per share as per the terms of clause 4.2 of the Amended SSA so as to enable the Portion B securities investors to participate in proposed QIPO by way of an offer for sale whenever such QIPO is made.

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 35 | CONTINGENT LIABILITIES (Contd.)

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

- c) During the year ended March 31, 2011 GAL has issued 2,298,940 non-cumulative compulsory convertible non-participatory preference shares (CCPSI) bearing 0.0001% dividend on the face value of ₹ 1,000 each fully paid up amounting to ₹ 229.89 Crore at a premium of ₹ 2,885.27 each totaling to ₹ 663.31 Crore to Macquaire SBI Infrastructure Investments 1 Limited, ("Investor I") for funding and consolidation of airport related investments by the Group. Further, during the year ended March 31, 2013 GAL issued 1,432,528 non-cumulative compulsory convertible non-participatory preference shares (CCPS 2) bearing 0.0001% dividend on the face value of ₹ 1,000 each fully paid up amounting to ₹ 143.25 Crore at a premium of ₹ 3,080.90 each totaling to ₹ 441.35 Crore to Standard Chartered Private Equity (Mauritius) III Limited, JM Financial - Old Lane India Corporate Opportunities Fund I Limited, JM Financial Trustee Company Private Limited, JM Financial Products Limited and Build India Capital Advisors LLP ("Investors II"). The Company and GAL have provided Investor I and Investors II various conversion and exit options at an agreed internal rate of return as per the terms of the Restructuring Options Agreements and Investment agreements executed between the Company, GAL, Investor I and Investor II.
- d) Refer note 26 (3) in respect of future claims if any arising on account of the divestment of shareholding in ISG.

### NOTE 36 (a) | EARNINGS IN FOREIGN CURRENCY

Particulars	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
Interest income	-	10.09
Profit on sale of investments (refer note 26)	471.21	75.83
Income from management and other services	9.90	6.58
<b>Total</b>	<b>481.11</b>	<b>92.50</b>

### (b) Imported and indigenous materials consumed

Particulars	Value (₹ in Crore) March 31, 2014	% of total consumption March 31, 2014	Value (₹ in Crore) March 31, 2013	% of total consumption March 31, 2013
<b>Raw materials</b>				
Imported	-	0.00%	0.10	0.03%
Indigenously obtained	92.08	100.00%	289.15	99.97%
<b>Total</b>	<b>92.08</b>	<b>100.00%</b>	<b>289.25</b>	<b>100.00%</b>

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## Notes to the Financial Statements for the year ended March 31, 2014

NOTE | 37

Disclosure as per clause 32 of the Listing agreement of the loans and advances in nature of loan (including debenture and share application money) granted to subsidiaries, fellow subsidiaries, joint controlled entities and associates.

(₹ in Crore)

Name of the entity	Amount outstanding as at March 31,		Maximum amount outstanding during the year		Interest rate during the year		Investment by loanee in the Company/ subsidiary Companies Shares
	2014	2013	2014	2013	2014	2013	
<b>Loans given/ debentures subscribed</b>							
- GEL <sup>1^</sup>	1,095.00	1,784.46	2,274.46	1,846.76	0% to 16.50%	0% to 16.50%	Refer note 1
- GMRHL <sup>1^</sup>	775.90	710.93	1,065.74	718.73	0% to 14.75%	0% to 12%	Refer note 2
- GKSEZ <sup>2^</sup>	96.25	182.20	208.40	182.20	12%	12%	Refer note 4
-CPPL <sup>1^</sup>	25.00	-	25.00	-	12%	-	Nil
- GKSEZ <sup>1^</sup>	4.00	-	150.00	-	12%	-	Refer note 4
-GPL <sup>1^</sup>	26.03	-	26.03	-	12%	-	Nil
-GSPHPL <sup>1^</sup>	46.62	-	46.62	-	14.75%	-	Refer note 7
- GAPL <sup>2^</sup>	98.65	185.65	185.65	185.65	12.50%	2% to 12.5%	Nil
- GSPHPL <sup>2^</sup>	243.76	244.70	260.76	244.70	0.10% to 12%	0.10% to 12%	Refer note 7
- GWT <sup>1^</sup>	115.00	115.00	115.00	115.00	0%	0%	Refer note 14(2) on loans and advances
- DSPL <sup>1^</sup>	27.00	334.55	586.22	874.25	0.00% to 15%	8.50% to 13%	Refer note 3
- GAPL <sup>1^</sup>	-	27.63	27.63	27.63	12.5% to 14%	12.50%	Nil
- GBPSPL <sup>1^</sup>	5.37	5.64	7.04	6.74	12%	8.50% to 12%	Nil
- GEL <sup>2^</sup>	977.50	987.50	987.50	999.13	14.25% to 14.50%	14.25% to 14.50%	Refer note 1
- DPPL <sup>2^</sup>	1.50	3.00	3.00	10.00	0.10%	0.10%	Nil
- PAPPL <sup>2^</sup>	-	7.50	7.50	12.30	0.10%	0.10%	Nil
- GPIL <sup>1^</sup>	3.80	3.80	3.80	3.80	10%	10%	Refer note 10
- ISG <sup>1^</sup>	-	-	-	65.99	-	5.32% to 6.95%	Nil
- GKUAEL <sup>1^</sup>	-	-	-	197.50	-	0%	Nil
- GIML <sup>1^</sup>	-	-	-	360.71	-	11.75%	Refer note 6
- GCAPL <sup>2^</sup>	150.00	150.00	150.00	150.00	1% to 5%	1% to 5%	Refer note 5
-GTAEPL <sup>1^</sup>	-	3.00	3.00	3.00	12%	12%	Refer note 8
-GBHPL <sup>1^</sup>	-	-	50.00	-	12%	-	Nil
-GTTEPL <sup>1^</sup>	-	7.00	7.00	7.00	12%	12%	Refer note 09
-GOSEHHHPL <sup>1^</sup>	-	20.00	20.00	20.00	0%	0%	Nil
-KSPL <sup>1^</sup>	241.00	258.00	276.00	258.00	14% to 14.75%	14%	Nil
-SJK1 <sup>^</sup>	-	-	-	51.00	-	12%	Nil
-GHVEPL <sup>1^</sup>	-	60.46	66.46	110.00	0% to 12%	0% to 12%	Nil
-GBHHPL <sup>1^</sup>	-	43.00	43.00	43.00	12%	12%	Nil

1. Loans given

2. Debentures subscribed

<sup>^</sup> Excludes interest accrued.

## Notes to the Financial Statements for the year ended March 31, 2014

NOTE | 37 | (Contd.)

(₹ in Crore)

Name of the entity	Amount outstanding as at March 31,		Maximum amount outstanding during the year		Investment by loanee in the Company/ subsidiary Companies Shares (Nos)
	2014	2013	2014	2013	
<b>Investment in share/ debenture application money</b>					
- GMRHL	-	-	-	80.00	Refer note 2
- GHVEPL	-	4.70	-	72.54	Nil
- GEL	-	-	-	225.00	Refer note 1
- DSPL	-	-	-	160.00	Refer note 3
- GKUAEL	-	-	-	6.95	Nil
- GSPHPL	-	-	16.06	15.85	Refer note 7
- GKSEZ	-	-	37.25	24.40	Refer note 4
- GETL	-	-	-	8.10	Nil

Note:

1. GEL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Equity shares</b>		
GVPGL	295.90	295.90
GPCL	164.98	164.98
GMEL	0.05	0.05
GBHPL	5.00	5.00
GKEL	1,557.02	1,096.17
GCSPL	0.01	0.01
GBHHPL	182.54	161.61
GKEPL	0.01	0.01
GCEPL	0.01	0.01
GLHPPL	0.01	0.01
BHPL	-	0.01
EMCO	563.75	563.75
GCHEPL	1,577.20	822.87
GREL	520.00	520.00
SJK	65.00	65.00
GMAEL	0.05	0.05
GUPEPL	0.01	0.01
GGSPPL	73.60	73.60
GBEPL	0.01	0.01
GHOEL	0.05	0.05
ATSCL	5.48	5.48
MTSCL	9.39	9.39
GINELL	0.05	0.05
GINPCL	0.05	0.05
GEML [₹ 3,954 (March 31, 2013: ₹ 3,954)]	0.00	0.00
HHPPL	31.79	31.79
GCRPL	2.10	2.10
GETL	14.06	11.78
HEGL (net of provision of ₹ 167.94 Crore (March 31, 2013: ₹ 167.94 Crore))	-	-
GJEPL	0.59	0.59
GPEPL	0.69	0.69
DIAL [₹ 1,000]	0.00	245.00
GUEPL	0.99	0.99
GCORRPL	3.00	3.00
GACEPL	24.22	24.22
<b>Preference Shares</b>		
GEML	354.03	353.44
GCRPL	30.18	30.18
GCORRPL	12.00	12.00



## Notes to the Financial Statements for the year ended March 31, 2014

## NOTE | 37 | (Contd.)

2. GMRHL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Equity shares</b>		
GJEPL	47.35	116.06
GPEPL	135.93	135.93
GUEPL	85.83	195.77
GACEPL	45.63	45.63
GKUAEL	134.95	134.95
GTAEPL	23.76	23.76
GTTEPL	30.25	30.25
GHVEPL	2.45	2.45
GCORRPL	14.70	14.70
GOSEHHPL	57.50	57.50
GHPPL	0.01	0.01
<b>Preference shares</b>		
GACEPL	0.80	0.80
GHVEPL	216.00	216.00
GCORRPL	74.08	74.08
GJEPL	-	1.08
GKUAEL	558.05	558.05
GUEPL	-	0.40

3. DSPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Preference shares</b>		
GREEL	-	1,013.44

4. GKSEZ has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>equity shares</b>		
GHEMCPL	0.10	-

5. GCAPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Equity shares</b>		
GBPSPL	0.01	0.01

6. GIML has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (USD in Crore)	March 31, 2013 (USD in Crore)
<b>Equity shares</b>		
GICL	1.06	1.06
GIUL	0.90	0.90
GIOL [USD 4,702 (March 31, 2013: USD 4,702)]	0.00	0.00
GISPL	4.80	4.80
GMIAL	2.31	2.31

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE | 37 | (Contd.)**

7. GSPHPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Equity shares</b>		
APPL	1.00	1.00
AKPPL	1.00	1.00
AMPPL	1.00	1.00
BPPL	1.00	1.00
BOPPL	1.00	1.00
CPPL	1.00	1.00
DPPL	1.00	1.00
DSPL [₹ 5,000 (March 31, 2013: ₹ 5,000)]	0.00	0.00
EPPL	1.00	1.00
GPL	1.00	1.00
LPPPL	1.00	1.00
LAPPL	1.00	1.00
HPPL	1.00	1.00
HFEPL	33.26	-
IPPL	1.00	1.00
KSPL	47.94	47.94
KPPL	1.00	1.00
NPPL	1.00	1.00
PPPL	1.00	1.00
PUPPL	1.00	1.00
PAPPL	1.00	1.00
SPPL	1.00	1.00
PRPPL	1.00	1.00
RPPL	1.00	1.00
AREPL	0.03	0.03
SRPPL	1.00	1.00
NREPL	0.01	-
LPPL	0.01	0.01

8. GTAEPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Preference shares</b>		
GACEPL	76.51	53.51
GJEPL	-	12.50
GUEPL	-	50.00

9. GTTEPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Preference shares</b>		
GACEPL	68.49	68.49
GJEPL	-	12.50
GUEPL	-	75.00

10. GPIL has invested in following subsidiary Companies:

Name of the Company	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Equity shares</b>		
GETL	9.72	-

## Notes to the Financial Statements for the year ended March 31, 2014

**NOTE 38 UNHEDGED FOREIGN CURRENCY EXPOSURE**

Particulars	Amount
Loans and advances	- ₹ Nil (SGD Nil) [March 31, 2013: ₹ 86.24 Crore (SGD 1.97 Crore)]
Investments (net of provision)	- ₹ 1,477.99 Crore (USD 32.06 Crore) [March 31, 2013: ₹ 1,477.99 Crore (USD 32.06 Crore )] - ₹ 0.11 Crore (SGD 0.00 Crore) [March 31, 2013: ₹ 0.11 Crore (SGD 0.00 Crore)] - ₹ Nil Crore (YTL Nil Crore) [March 31, 2013: ₹ 335.89 Crore (YTL 11.01 Crore)] ₹ 0.00 Crore (₹ 3,924) (EURO 0.00 Crore) (EURO: 58) [March 31, 2013: ₹ 0.00 Crore (₹ 3,924) (EURO 0.00 Crore) (EURO: 58)] ₹ 0.00 Crore (₹ 4,917) (MRF 0.00 Crore) (MRF 154) [March 31, 2013: ₹ 0.00 Crore (₹ 4,917) (MRF 0.00 Crore) (MRF 154)]
Payables	- ₹1.46 Crore (USD 0.02 Crore ) [March 31, 2013: ₹ Nil (USD Nil)] - ₹12.43 Crore (EURO 0.15 Crore ) [March 31, 2013: ₹ Nil (EURO Nil)]
Trade receivables	- ₹Nil (USD Nil) [March 31, 2013: ₹ 6.58 Crore (USD 0.12 Crore )]
Other current assets	- ₹ 0.06 Crore (USD 0.00 Crore) [March 31, 2013: ₹ 46.42 Crore (USD 0.85 Crore)] - ₹ 805.80 Crore (EURO 9.75 Crore) [March 31, 2013: ₹ Nil Crore (EURO Nil Crore)]

**Foreign currencies**

USD = United States Dollar

SGD = Singapore Dollar

YTL = Turkish Lira

MRF = Maldivian Rufiyaa

EURO

**NOTE 39**

Based on information available with the Company, there are no suppliers who are registered as micro, small or medium enterprises under 'The Micro, Small and Medium Enterprises Development Act, 2006' as at March 31, 2014.

**NOTE 40 VALUE OF IMPORTS CALCULATED ON CIF BASIS**

Particulars	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
Capital goods	-	1.49
Raw materials	-	0.1
<b>Total</b>	<b>-</b>	<b>1.59</b>

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 41 | DISCLOSURE IN TERMS OF ACCOUNTING STANDARDS 7 - CONSTRUCTION CONTRACTS

Particulars	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
Contract revenue recognised during the year	463.63	1,142.17
Aggregate cost incurred and recognised profits (less recognised losses) up to the reporting date for contracts in progress	2,127.62	2,667.96
Amount of customer advances outstanding	118.45	270.28
Retention money due from customers for contracts in progress	173.42	158.28
Gross amount due from customers for contract works as an asset (unbilled portion)	107.46	152.96
Gross amount due to customers for contract works as a liability	7.77	1.67

### NOTE 42 |

The investment by GEL in equity shares/ preference shares of the following subsidiary Companies has been funded by the Company against an agreement to pass on any benefits or losses out of investments by GEL to the Company and has been approved by the Board of Directors of both the Companies. During the current year, GEL has disposed off its investments in DIAL at par to GAL.

Name of the subsidiaries	March 31, 2014 (₹ in Crore)	March 31, 2013 (₹ in Crore)
<b>Equity Shares</b>		
GJEPL [589,125 (March 31, 2013: 589,125) equity shares of ₹10 each fully paid-up]	0.59	0.59
GPEPL [690,000 (March 31, 2013: 690,000) equity shares of ₹10 each fully paid-up]	0.69	0.69
DIAL [100 (March 31, 2013: 245,000,000) equity shares of ₹10 each fully paid-up]	0.00	245.00
GUEPL [993,750 (March 31, 2013: 993,750) equity shares of ₹10 each fully paid-up]	0.99	0.99
GCORRPL [3,000,000 (March 31, 2013: 3,000,000) equity shares of ₹10 each fully paid-up]	3.00	3.00
GACEPL [24,222,593 (March 31, 2013: 24,222,593) equity shares of ₹10 each fully paid-up]	24.22	24.22
<b>Preference Shares</b>		
GCORRPL [1,200,000 (March 31, 2013: 1,200,000) preference shares of ₹100 each fully paid-up]	12.00	12.00

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## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE | 43

The Company through its subsidiary GIML has made an investment of ₹ 190.97 Crore (USD 3.16 Crore) (including equity share capital of ₹ 139.73 Crore and share application money, pending allotment of ₹ 51.24 Crore) towards 77% holding in GMIAL and GIML has pledged deposits of ₹871.06 Crore (USD 14.40 Crore) towards loan taken by GMIAL from its lenders. Further the Company has given a corporate guarantee of ₹ 2,540.58 Crore (USD 42.00 Crore) to the lenders in connection with the borrowings made by GMIAL.

GMIAL entered into an agreement on June 28, 2010 with Maldives Airports Company Limited ('MACL') and Ministry of Finance and Treasury ('MoFT'), Republic of Maldives for the Rehabilitation, Expansion, Modernization, Operation and Maintenance of Male International Airport ('MIA') for a period of 25 years ("the Concession Agreement"). On November 27, 2012, MACL and MoFT issued notices to GMIAL stating that the concession agreement was void ab initio and that neither MoFT nor MACL had authority under the laws of Maldives to enter into the agreement. It was also stated that MACL would take over the possession and control of MIA within 7 days of the said letter. Though GMIAL denied that the contract was void ab initio, MACL took over the possession and control of the MIA and GMIAL vacated the airport effective December 8, 2012. This has resulted in the GMIAL principal activity becoming impossible from the date of takeover. The matter is currently under arbitration and the procedural meeting was held on April 10, 2013. On March 15, 2014, Government of Maldives ('GoM') and MACL have served a case summary which sets out a new case that the claimants wish to advance at trial and amended pleadings have been received on March 24, 2014. Subsequent to March 31, 2014, the hearings of liability issues have taken place from April 10, 2014 to April 16, 2014 and the tribunal has not specified any timescales to produce any award. GMIAL is in the process of seeking remedies under the aforesaid concession agreement and the outcome of the arbitration is uncertain as at March 31, 2014. In view of the aforesaid matter, GMIAL continues to reflect assets amounting to ₹ 1,431.50 crore (USD 23.66 crore) including claim recoverable of ₹ 1,062.90 crore (USD 17.57 crore) at their carrying values as at March 31, 2014, net of assets written off of ₹ 202.61 crore during the year ended March 31, 2013. GMIAL's ability to continue its future business operations and consequential impact on investments made / guarantees given by the Company and GIML is solely dependent on the outcome of arbitration and / or a negotiated settlement.

Further, GMIAL had executed work construction contracts with GADLIL and other service providers for rehabilitation, expansion, modernization of Male International Airport. Pursuant to aforesaid takeover of airport, GMIAL has terminated the contracts with GADLIL and these service providers. As per the terms of contracts, in the event of discontinuation of construction, GMIAL is required to pay termination payment to the service providers. GMIAL has received claims of around USD 8.00 crore as at March 31, 2014 from GADLIL and other service providers. However, no such claims relating to the termination of contracts have been recognised as at March 31, 2014 since the amounts payable are not certain.

Based on an internal assessment and a legal opinion obtained by GMIAL, the management of the Company is confident of proving that the concession agreement was not void ab initio and that GMIAL would be entitled for compensation under the concession agreement atleast to the extent of the carrying value of the assets taken over by the GoM / MACL and the subsequent expenditure incurred by GMIAL as at March 31, 2014 and accordingly these financial statements of the Company do not include any adjustments that might result from the outcome of this uncertainty.

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## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 44

The Company's subsidiaries GEL and GVPGL are engaged in the business of generation and sale of electrical energy from its two gas based power plants of 220 MW and 387 MW situated at Kakinada and Vemagiri respectively. Further, GREL a subsidiary is constructing a gas based power plant. In view of lower supplies/ availability of natural gas to the power generating companies in India, these aforesaid entities' are facing shortage of natural gas supply and delays in securing gas linkages. As a result, GEL and GVPGL have not generated and sold electricity since April 2013 and May 2013 respectively and have been incurring losses on account of the aforesaid shortage of natural gas supply, thereby resulting in erosion of net worth and usage of short term funds for long term purposes. The Gas Sales and Purchase Agreements for supply of natural gas in GEL and GVPGL have expired on March 31, 2014 and GEL and GVPGL are in the process of renewal of the same. Further, GREL has not yet commenced commercial operations pending linkages of natural gas supply. These aforesaid entities are actively pursuing / making representations with various government authorities to secure the natural gas linkage / supply as the natural gas supplies from KG D6 basin have dropped significantly from September 2011 onwards. GREL, for its 768 MW gas based power plant, which is under construction at Rajahmundry, has applied for allocation of gas and the Ministry of Petroleum and Natural Gas ('MoPNG') is yet to allocate the gas linkage.

The consortium of lenders have approved the reschedulement of Commercial Operation Date ('COD') of the plant under construction to April 1, 2014 and repayment of project loans. GREL has sought further extension of COD and repayment of project loans with the consortium of lenders in the absence of gas linkage. The Company, these aforesaid entities and the Association of Power Producers are closely monitoring the macro situation and are evaluating various approaches / alternatives to deal with the situation and the management is confident that the Government of India would take necessary steps / initiatives in this regard to improve the situation regarding availability of natural gas from alternate sources in the foreseeable future. Despite the aforementioned reasons, based on business plan and valuation assessment, the management is confident that GEL and GVPGL will be able to generate sufficient profits in future years, GREL will get a further extension of COD and these gas based power generating companies would meet their financial obligations as they arise and hence the going concern assumption of the aforesaid entities and carrying value of the investments (including advances) made by the Company directly or indirectly through its subsidiaries ('investments'), in GEL, GVPGL and GREL as at March 31, 2014 is appropriate and the financial statements of the Company do not include any adjustments that might result from the outcome of this uncertainty. In the meantime, the Company has also committed to provide necessary financial support to GEL, GVPGL and GREL as may be required by these Companies for continuance of their normal business operations.

### NOTE 45

During the year ended March 31, 2014, with a view to restructure its shareholdings in airport business, the Company has transferred 244,999,900 equity shares of ₹ 10 each held in DIAL to GAL, a 97.15% subsidiary of the Company, at cost.

### NOTE 46

"During the year ended March 31, 2013 with a view to restructure the equity holdings in road business, the Company had transferred 55,752,000 equity shares, 47,601,300 equity shares and 80,295,000 equity shares held in GPEPL, GJEPL and GUEPL respectively to GMRHL at cost. GMRHL is a 100.00% subsidiary of the Company. Further the Company has transferred 4,798,600 8% non-cumulative redeemable preference shares and 3,201,400 8% non-cumulative redeemable preference shares held in GUEPL to GTTEPL and GTAEPPL at cost.

During the year ended March 31, 2014, the Company has transferred 2,002,000 8% non-cumulative, redeemable preference shares of ₹ 100 each held in GMR Ulundurpet Expressways Private Limited ('GUEPL') to a wholly owned subsidiary of the Company, GMRHL at cost."

### NOTE 47

A search under Section 132 of the Income Tax Act, 1961 was carried out at the premises of the Company by the Income Tax Authorities on October 11, 2012, followed by search closure visits on various dates thereafter, to check the compliance with the provisions of the Income Tax Act, 1961. The Income Tax Department has subsequently sought certain information / clarifications. The Company has not received any show cause notice / demand from the Income Tax Authorities. The management of the Company believes that it has complied with all the applicable provisions of the Income Tax Act, 1961 with respect to its operations.

### NOTE 48

As per the transfer pricing rules prescribed under the IT Act, the Company is examining domestic and international transactions and documentation in respect thereof to ensure compliance with the said rules. The management does not anticipate any material adjustments with regard to the transaction involved.

## Notes to the Financial Statements for the year ended March 31, 2014

### NOTE 49

Certain amounts (currency value or percentages) shown in the various tables and paragraphs included in the financial statements have been rounded off or truncated as deemed appropriate by the management of the Company.

### NOTE 50

Previous year's figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.

As per our report of even date

For S.R. Batliboi & Associates LLP  
ICAI firm registration number: 101049W  
Chartered Accountants

For and on behalf of the Board of Directors of  
GMR Infrastructure Limited

per Sunil Bhumralkar  
Partner  
Membership No. 35141

G.M. Rao  
Executive Chairman

Grandhi Kiran Kumar  
Managing Director

Madhava Bhimacharya Terdal  
Group CFO

C.P. Sounderarajan  
Company Secretary

Place: Bengaluru  
Date : May 29, 2014

Place: Bengaluru  
Date : May 29, 2014