

GHL/SE/2019-20

14<sup>th</sup> February, 2020

|  |   |
|--|---|
| The General Manager<br>Department of Corporate Services<br><b>BSE Limited</b><br>Phiroze Jeejeebhoy Towers<br>Dalal Street, Fort<br>Mumbai-400 001 | The Manager<br>Listing Department<br><b>The National Stock Exchange of India Limited</b><br>Bandra Kurla Complex<br>Bandra East, Mumbai-400 051 |
|--|---|

Dear Sir/Madam,

**Sub: Unaudited Standalone and Consolidated Financial Results for the third Quarter and nine months ended 31<sup>st</sup> December, 2019**

**Ref: Scrip Code: 541546 (BSE) & Scrip Code: GAYAHWS (NSE)**

With reference to the above stated subject and pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 please find enclosed herewith Unaudited Standalone and Consolidated Financial Results for the third Quarter and nine months ended 31<sup>st</sup> December, 2019.

Also find attached herewith the Limited Review Report issued by M/s. G. S. Sai Babu & Associates, Chartered Accountants, Statutory Auditors of the Company on the Unaudited Standalone and Consolidated Financial Results for the third Quarter and nine months ended 31<sup>st</sup> December, 2019.

These financial results were approved by the Board of Directors of the Company at their meeting held on 14<sup>th</sup> February, 2020.

This is for your information and record.

Thanking you,  
Yours faithfully,  
For Gayatri Highways Limited

  
P. Raj Kumar  
Company Secretary



**GAYATRI HIGHWAYS LIMITED**

(Formerly known as Gayatri Domicile Private Limited)

Regd. & Corp. Office :

1<sup>st</sup> Floor, 6-3-1090, TSR Towers, Raj Bhavan Road, Somajiguda,  
Hyderabad 500 082, Telangana.

CIN : L45100TG2006PLC052146

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Eghl@gayatrihighways.com  
www.gayatrihighways.com

## GAYATRI HIGHWAYS LIMITED

(Formerly known as Gayatri Highways Private Limited erstwhile Gayatri Domicile Private Limited)

Regd office: 1st Floor, 'TSR' Towers, 6-3-1090, Rajbhavan Road, Somajiguda,

Hyderabad-500082, Telangana

Tel: 040-23310330 / 4284, Fax: 040-2339 8435 Email: [cs@gayatrihighways.com](mailto:cs@gayatrihighways.com)

Web: [www.gayatrihighways.com](http://www.gayatrihighways.com) CIN: L45100TG2006PLC052146



### Statement of Unaudited Standalone Financial Results for the Quarter ended and nine months ended on 31st December 2019

(All amounts are in lakhs, unless otherwise stated)

| Particulars   | 3 months ended          |                         |                         | Year to date for 9 months ended |                         | Year ended         |
|---|-------------------------|-------------------------|-------------------------|---------------------------------|-------------------------|--------------------|
|   | 31st December 2019      | 30th September 2019     | 31st December 2018      | 31st December 2019              | 31st December 2018      | 31st March 2019    |
|   | Unaudited               | Unaudited               | Unaudited               | Unaudited                       | Unaudited               | Audited            |
| <b>1 Income</b>   |                         |                         |                         |                                 |                         |                    |
| (a) Revenue from operations   | 115.883                 | 115.883                 | 191.621                 | 347.648                         | 403.687                 | 1,504.237          |
| (b) Other income  | 224.056                 | 222.677                 | 235.573                 | 669.782                         | 709.838                 | 1,057.506          |
| <b>Total income</b>   | <b>339.938</b>          | <b>338.560</b>          | <b>427.193</b>          | <b>1,017.430</b>                | <b>1,113.526</b>        | <b>2,561.743</b>   |
| <b>2 Expenses</b>   |                         |                         |                         |                                 |                         |                    |
| (a) Operating & Maintenance Expenses                                      | 19.334                  | 47.639                  | 107.705                 | 96.059                          | 181.457                 | 1,089.508          |
| (b) Finance costs   | 764.014                 | 799.124                 | 977.169                 | 2,414.867                       | 2,700.028               | 3,442.671          |
| (c) Depreciation expense  | 0.928                   | 0.805                   | 0.397                   | 2.295                           | 0.634                   | 1.040              |
| (d) Other expenses  | 5.611                   | 20.751                  | 11.670                  | 39.916                          | 41.088                  | 41.515             |
| <b>Total expenses</b>   | <b>789.886</b>          | <b>868.320</b>          | <b>1,096.941</b>        | <b>2,553.136</b>                | <b>2,923.207</b>        | <b>4,574.734</b>   |
| <b>3 Net Loss before tax and exceptional items</b>                        | <b>(449.948)</b>        | <b>(529.760)</b>        | <b>(669.748)</b>        | <b>(1,535.706)</b>              | <b>(1,809.682)</b>      | <b>(2,012.991)</b> |
| 4 Exceptional Items   | -                       | -                       | -                       | -                               | -                       | -                  |
| <b>5 Loss before tax but after exceptional items</b>                      | <b>(449.948)</b>        | <b>(529.760)</b>        | <b>(669.748)</b>        | <b>(1,535.706)</b>              | <b>(1,809.682)</b>      | <b>(2,012.991)</b> |
| 6 Tax expense   |                         |                         |                         |                                 |                         |                    |
| - Current tax   | -                       | -                       | -                       | -                               | -                       | -                  |
| - Deferred tax  | -                       | -                       | -                       | -                               | -                       | -                  |
| <b>7 Net Loss after tax for the period</b>                                | <b>(449.948)</b>        | <b>(529.760)</b>        | <b>(669.748)</b>        | <b>(1,535.706)</b>              | <b>(1,809.682)</b>      | <b>(2,012.991)</b> |
| <b>8 Other comprehensive loss (net of tax)</b>                            | -                       | -                       | -                       | -                               | -                       | -                  |
| <b>9 Total comprehensive loss for the period</b>                          | <b>(449.948)</b>        | <b>(529.760)</b>        | <b>(669.748)</b>        | <b>(1,535.706)</b>              | <b>(1,809.682)</b>      | <b>(2,012.991)</b> |
| 10 Paid-up Equity Share Capital - Face Value Rs. 2/- each                 | 4,793.038               | 4,793.038               | 4,793.038               | 4,793.038                       | 4,793.038               | 4,793.038          |
| 11 Other Equity as per balance sheet of previous accounting year          |                         |                         |                         |                                 |                         | 17,003.595         |
| 12 Earnings/(Loss) Per Share - Basic & Diluted (of Rs. 2/- each) (in Rs.) | (0.19)                  | (0.22)                  | (0.28)                  | (0.64)                          | (0.76)                  | (0.84)             |
|   | <i>(not annualised)</i> | <i>(not annualised)</i> | <i>(not annualised)</i> | <i>(not annualised)</i>         | <i>(not annualised)</i> |                    |

#### Notes:

- The Unaudited Standalone Financial Results were reviewed by the Audit Committee on 14th February 2020 and approved by the Board of Directors at their meeting held on 14th February 2020
- The Standalone Financial Results for the quarter ended and nine months ended 31st December 2019 along with previous periods presented, as restated under Ind AS, have been subjected to "Limited Review" by the statutory auditors of the Company. An unqualified report has been issued by them thereon.
- The Company primarily engaged in the business of "construction, invest, operations and maintenance of roads, highways, vehicle bridges and tunnels and toll roads on BOT, BOOT, BOLT, EPC basis or in any manner", which is as per Indian Accounting Standard - 108 on "Operating Segment" is considered to be the only reportable business segment. The company is operating in India which is considered as a single geographical segment.
- The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

For and on behalf of the Board of Directors  
GAYATRI HIGHWAYS LIMITED

*M.V. Narasimha Rao*

M.V. Narasimha Rao  
Director

DIN:06761474

*K.G. NAIDU*  
Chief Executive Officer

Place: Hyderabad  
Date: 14th February 2020





**Limited Review Report on the Statement of Unaudited Standalone Financial Results of  
M/s. Gayatri Highways Limited for the quarter and nine months ended 31<sup>st</sup> December,  
2019.**

**To the Board of Directors of Gayatri Highways Limited**

We have reviewed the accompanying statement of unaudited Ind AS standalone financial results of Gayatri Highways Limited (“the Company”) for the quarter and nine months ended 31<sup>st</sup> December 2019 (‘Statement’), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The preparation of this Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 on Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with the Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (read with relevant SEBI circulars) is the responsibility of the Company’s Management and has been approved by the Board of Directors of the Company. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, “Review of Interim Financial Information performed by the Independent Auditor of the Entity” issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (‘Ind AS’) specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the



information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, read with relevant SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **G.S. Sai Babu & Associates**

Chartered Accountants

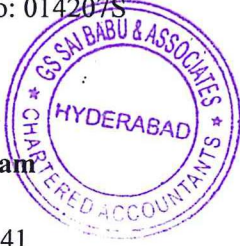
Firm's Registration No: 014207S



**Satya Sai Babu Gurrani**

Proprietor

Membership No: 208341



UDIN: 20208341AAAAAA6233

Place: Hyderabad

Date: 14<sup>th</sup> February 2020

## GAYATRI HIGHWAYS LIMITED

(Formerly known as Gayatri Highways Private Limited erstwhile Gayatri Domicile Private Limited)

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Hyderabad-500082, Telangana

Tel: 040-23310330 / 4284, Fax: 040-2339 8435 Email: cs@gayatrihighways.com

Web: www.gayatrihighways.com CIN: L45100TG2006PLC052146



| <b>Statement of Unaudited Consolidated Financial Results for the Quarter ended and nine months ended on 31st December 2019</b> |                         |                         |                         |                                 |                         |                     |  |
|--|-------------------------|-------------------------|-------------------------|---------------------------------|-------------------------|---------------------|--|
| (All amounts are in lakhs, unless otherwise stated)  |                         |                         |                         |                                 |                         |                     |  |
| Particulars  | 3 months ended          |                         |                         | Year to date for 9 months ended |                         | Year ended          |  |
|  | 31st December 2019      | 30th September 2019     | 31st December 2018      | 31st December 2019              | 31st December 2018      | 31st March 2019     |  |
|  | Unaudited               | Unaudited               | Unaudited               | Unaudited                       | Unaudited               | Audited             |  |
| <b>1 Income</b>  |                         |                         |                         |                                 |                         |                     |  |
| (a) Revenue from operations  | 4,440.985               | 4,521.700               | 3,036.703               | 13,160.678                      | 8,752.761               | 12,982.542          |  |
| (b) Other income   | 342.051                 | 199.084                 | 697.376                 | 730.761                         | 2,102.593               | 901.772             |  |
| (c) Construction income  | -                       | -                       | -                       | 341.879                         | -                       | -                   |  |
| <b>Total income</b>  | <b>4,783.036</b>        | <b>4,720.785</b>        | <b>3,734.078</b>        | <b>14,233.318</b>               | <b>10,855.353</b>       | <b>13,884.314</b>   |  |
| <b>2 Expenses</b>  |                         |                         |                         |                                 |                         |                     |  |
| (a) Construction Expenses  | 5.003                   | -                       | 502.094                 | 341.879                         | 1,513.705               | -                   |  |
| (b) Operating & Maintenance Expenses   | 550.476                 | 558.960                 | 372.757                 | 1,484.632                       | 1,388.434               | 2,909.318           |  |
| (c) Employee benefits expenses   | 72.261                  | 60.658                  | 59.004                  | 198.565                         | 166.243                 | 261.950             |  |
| (d) Finance costs  | 8,643.553               | 8,833.974               | 8,969.584               | 26,167.375                      | 23,528.380              | 34,355.583          |  |
| (e) Depreciation expense   | 811.860                 | 834.312                 | 445.037                 | 2,404.848                       | 1,300.405               | 1,816.442           |  |
| (f) Other expenses   | 85.961                  | 173.929                 | 76.373                  | 366.003                         | 247.024                 | 531.556             |  |
| <b>Total expenses</b>  | <b>10,169.113</b>       | <b>10,461.833</b>       | <b>10,424.848</b>       | <b>30,963.302</b>               | <b>28,144.190</b>       | <b>39,874.849</b>   |  |
| <b>3 Net Loss before tax and exceptional items</b>   | <b>(5,386.077)</b>      | <b>(5,741.048)</b>      | <b>(6,690.770)</b>      | <b>(16,729.984)</b>             | <b>(17,288.837)</b>     | <b>(25,990.535)</b> |  |
| 4 Exceptional Items  | -                       | -                       | -                       | -                               | -                       | -                   |  |
| <b>5 Loss before tax but after exceptional items</b>   | <b>(5,386.077)</b>      | <b>(5,741.048)</b>      | <b>(6,690.770)</b>      | <b>(16,729.984)</b>             | <b>(17,288.837)</b>     | <b>(25,990.535)</b> |  |
| 6 Tax expense  |                         |                         |                         |                                 |                         |                     |  |
| - Current tax  | -                       | -                       | -                       | -                               | -                       | -                   |  |
| - Deferred tax   | -                       | -                       | -                       | -                               | -                       | -                   |  |
| <b>7 Net Loss after tax for the period</b>   | <b>(5,386.077)</b>      | <b>(5,741.048)</b>      | <b>(6,690.770)</b>      | <b>(16,729.984)</b>             | <b>(17,288.837)</b>     | <b>(25,990.535)</b> |  |
| <b>8 Other comprehensive loss (net of tax)</b>   |                         |                         |                         |                                 |                         |                     |  |
| Remeasurements of the defined benefit plans  | -                       | -                       | -                       | -                               | -                       | (1.402)             |  |
| Share of profits/ (losses) in the Jointly controlled entities  | (732.212)               | (466.869)               | (395.842)               | (1,120.453)                     | (1,381.607)             | (2,750.113)         |  |
| <b>9 Total comprehensive loss for the period</b>   | <b>(6,118.289)</b>      | <b>(6,207.917)</b>      | <b>(7,086.612)</b>      | <b>(17,850.437)</b>             | <b>(18,670.444)</b>     | <b>(28,742.050)</b> |  |
| 10 Paid-up Equity Share Capital - Face Value Rs. 2/- each  | 4,793.038               | 4,793.038               | 4,793.038               | 4,793.038                       | 4,793.038               | 4,793.038           |  |
| 11 Other Equity as per balance sheet of previous accounting year   |                         |                         |                         |                                 |                         | (27,521.301)        |  |
| 12 Earnings/(Loss) Per Share - Basic & Diluted (of Rs. 2/- each) (in Rs.)  | (2.55)                  | (2.59)                  | (2.96)                  | (7.45)                          | (7.79)                  | (11.99)             |  |
|  | <i>(not annualised)</i> | <i>(not annualised)</i> | <i>(not annualised)</i> | <i>(not annualised)</i>         | <i>(not annualised)</i> |                     |  |

**Notes:**

- 1 The Unaudited Consolidated Financial Results were reviewed by the Audit Committee on 14th February 2020 and approved by the Board of Directors at their meeting held on 14th February 2020
- 2 The Consolidated Financial Results for the quarter ended and nine months ended 31st December 2019 along with previous periods presented, as restated under Ind AS, have been subjected to "Limited Review" by the statutory auditors of the Company. An unqualified report has been issued by them thereon.
- 3 The Company primarily engaged in the business of "construction, invest, operations and maintenance of roads, highways, vehicle bridges and tunnels and toll roads on BOT, BOOT, BOLT, EPC basis or in any manner", which is as per Indian Accounting Standard - 108 on "Operating Segment" is considered to be the only reportable business segment. The company is operating in India which is considered as a single geographical segment.



4 The figures of the previous year / periods have been regrouped / reclassified, wherever considered necessary to correspond with the current period's classification / disclosure.

**5 Events after the Balance sheet date**

One of the Subsidiary company 'Sai Maatarini Tollways Limited' (SMTL) has issued a notice dated 9th March 2019 of "Intention to Terminate the Concession Agreement on account of, inter-alia, irreparable loss of toll revenue due to reasons not attributable to the Concessionaire-Force Majeure (Political Event)" to NHAI to terminate the concession agreement and also issued "Termination Notice for the Force Majeure (Political Event) on 27th March 2019.

NHAI had issued a Notice dated 10.04.2019 of "Intention for Termination under clause 37 of the concession agreement dated 28.09.2011" stating default of the concessionaire. In response to this notice, SMTL replied in detail to NHAI that the default is not on part of the Concessionaire. Later the Lenders had exercised their Right to Substitution of concessionaire vide their letter dated 24.04.2019. Based on that NHAI withhold the termination for 9 months.

Further NHAI had issued a "Termination notice" dated 28th January 2020, stating default of the concessionaire such as Failure to complete the balance works and suspension of tolling rights of the concessionaire and directed to handover the toll plazas. Also NHAI mentioned that it will pay the termination payment with in the due time.

In response to the NHAI termination notice, SMTL submitted a claim on NHAI for Rs. 2,835.73 Crs as Termination Payment.

SMTL has filed a petition as per Section 9 of the Arbitration & Conciliation Act, 1996 in the High Court of Delhi, New Delhi against NHAI on 21st December, 2019 requesting NHAI to deposit 90% of the Debt Due i.e., Rs. 1,765.08 Crore (Rs. 1,961.2 X 90%) as per the provisions of the Concession Agreement.

Due to this, there will be no financial impact on the values provided in this consolidated financial statements for the period ended 31st December 2019.

**6 Summary of Standalone results for the quarter and nine months ended on 31st December 2019 are as follows:**

| Statement of Unaudited Standalone Financial Results for the Quarter ended and nine months ended on 31st December 2019 |                    |                     |                    |                                 |                    |                 |
|---|--------------------|---------------------|--------------------|---------------------------------|--------------------|-----------------|
| (All amounts are in lakhs, unless otherwise stated)   |                    |                     |                    |                                 |                    |                 |
| Particulars   | 3 months ended     |                     |                    | Year to date for 9 months ended |                    | Year ended      |
|   | 31st December 2019 | 30th September 2019 | 31st December 2018 | 31st December 2019              | 31st December 2018 | 31st March 2019 |
|   | Unaudited          | Unaudited           | Unaudited          | Unaudited                       | Unaudited          | Audited         |
| 1 Income  | 339.938            | 338.560             | 427.193            | 1,017.430                       | 1,113.526          | 2,561.743       |
| 2 Expenses  | 789.886            | 868.320             | 1,096.941          | 2,553.136                       | 2,923.207          | 4,574.734       |
| 3 Net Loss before tax and exceptional items   | (449.948)          | (529.760)           | (669.748)          | (1,535.706)                     | (1,809.682)        | (2,012.991)     |
| 4 Exceptional Items   | -                  | -                   | -                  | -                               | -                  | -               |
| 5 Loss before tax but after exceptional items   | (449.948)          | (529.760)           | (669.748)          | (1,535.706)                     | (1,809.682)        | (2,012.991)     |
| 6 Tax expense   | -                  | -                   | -                  | -                               | -                  | -               |
| 7 Net Loss after tax for the period   | (449.948)          | (529.760)           | (669.748)          | (1,535.706)                     | (1,809.682)        | (2,012.991)     |
| 8 Other comprehensive loss (net of tax)   | -                  | -                   | -                  | -                               | -                  | -               |
| 9 Total comprehensive loss for the  | (449.948)          | (529.760)           | (669.748)          | (1,535.706)                     | (1,809.682)        | (2,012.991)     |
| 10 Earnings/(Loss) Per Share - Basic & Diluted (of Rs. 2/- each) (in Rs.)   | (0.19)             | (0.22)              | (0.28)             | (0.64)                          | (0.76)             | (0.84)          |
|   | (not annualised)   | (not annualised)    | (not annualised)   | (not annualised)                | (not annualised)   |                 |

For and on behalf of the Board of Directors  
GAYATRI HIGHWAYS LIMITED

*M.V.Narasimha Rao*

M.V.Narasimha Rao

Director

DIN:06761474

*K.G.Naidu*

K.G.NAIDU

Chief Executive Officer

Place: Hyderabad

Date: 14th February 2020





**Limited Review Report on the Statement of Unaudited Consolidated Financial Results of M/s. Gayatri Highways Limited for the quarter and nine months ended 31<sup>st</sup> December, 2019.**

**To the Board of Directors of Gayatri Highways Limited**

We have reviewed the accompanying Statement of Consolidated Financial Results of GAYATRI HIGHWAYS LIMITED (the "Parent"), and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group") and its share of the profit/(loss) after tax and total comprehensive income/(loss) of its associates and joint ventures for the quarter and nine months ended 31<sup>st</sup> December 2019 (the "Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The preparation of this Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 on Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with the Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (read with relevant SEBI circulars) is the responsibility of the Parent's Management and has been approved by the Board of Directors of the Parent. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



The Statement includes the results of the following entities:

| S.No. | Name of the Entity                      | Relationship              |
|-------|---|---------------------------|
| 1     | Sai Maatarini Tollways Limited          | Wholly Owned Subsidiary   |
| 2     | Indore Dewas Tollways Limited           | Subsidiary                |
| 3     | Balaji Highways Holding Private Limited | Subsidiary                |
| 4     | Hyderabad Expressways Limited           | Jointly Controlled Entity |
| 5     | Cyberabad Expressways Limited           | Jointly Controlled Entity |
| 6     | HKR Roadways Limited                    | Jointly Controlled Entity |
| 7     | Gayatri Jhansi Roadways Limited         | Jointly Controlled Entity |
| 8     | Gayatri Lalitpur Roadways Limited       | Jointly Controlled Entity |

We draw attention to Note No.5 of the Statement which describes the following:

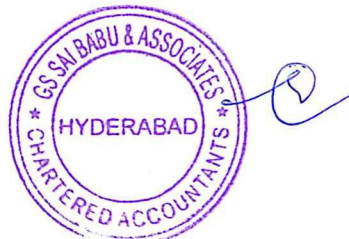
“One of the Subsidiary company 'Sai Maatarini Tollways Limited' (SMTL) has issued a notice dated 9th March 2019 of “Intention to Terminate the Concession Agreement on account of, inter-alia, irreparable loss of toll revenue due to reasons not attributable to the Concessionaire-Force Majeure (Political Event)” to NHAI to terminate the concession agreement and also issued "Termination Notice for the Force Majeure (Political Event) on 27th March 2019.

NHAI had issued a Notice dated 10.04.2019 of "Intention for Termination under clause 37 of the concession agreement dated 28.09.2011" stating default of the concessionaire. In response to this notice, SMTL replied in detail to NHAI that the default is not on part of the Concessionaire. Later the Lenders had exercised their Right to Substitution of concessionaire vide their letter dated 24.04.2019. Based on that NHAI withhold the termination for 9 months.

Further NHAI had issued a "Termination notice" dated 28th January 2020, stating default of the concessionaire such as Failure to complete the balance works and suspension of tolling rights of the concessionaire and directed to handover the toll plazas. Also NHAI mentioned that it will pay the termination payment within the due time.

In response to the NHAI termination notice, SMTL submitted a claim on NHAI for Rs. 2,835.73 Crs as Termination Payment.

SMTL has filed a petition as per Section 9 of the Arbitration & Conciliation Act, 1996 in the High Court of Delhi, New Delhi against NHAI on 21st December, 2019 requesting NHAI to deposit 90% of the Debt Due i.e., Rs. 1,765.08 Crore (Rs. 1,961.2 X 90%) as per the provisions of the Concession Agreement.





Due to this, there will be no financial impact on the values provided in this consolidated financial statements for the period ended 31st December 2019.”


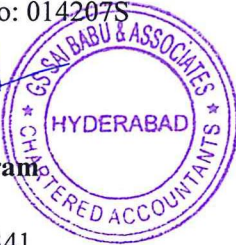
Our conclusion is not modified in respect of this matter.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (‘Ind AS’) specified under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, read with relevant SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **G.S. Sai Babu & Associates**

Chartered Accountants

Firm’s Registration No: 014207S

**Satya Sai Babu Gurram**

Proprietor

Membership No: 208341

UDIN:20208341AAAAAB3366

Place: Hyderabad

Date: 14<sup>th</sup> February 2020