

NATIONAL HIGHWAYS INFRA INVESTMENT MANAGERS PRIVATE LIMITED

Registered Office: G-5 & 6, Sector-10, Dwarka, New Delhi– 110075,

Tel: 011-25076536, Website: nhit.co.in, Email: nhiimpl@nhit.co.in

[CIN: U65929DL2020GOI366835](#)

Date: 27th May, 2023

Corporate Relations Department, BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001	The Listing Department, National Stock Exchange of India Limited Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051
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Ref: Scrip Code: 543385; Scrip ID/Symbol: NHIT

Sub: Outcome of Board Meeting of National Highways Infra Investment Managers Private Limited

Dear Sir/ Ma'am,

In furtherance to the intimation dated 18th May, 2024 and pursuant to applicable provisions of SEBI (Infrastructure Investment Trusts) Regulations, 2014 (“**InvIT Regulations**”), as amended from time to time, read with Regulation 51 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (“**SEBI LODR Regulations**”) and circulars and guidelines issued thereunder, we hereby inform you that the meeting of the Board of Directors (“**Board**”) of National Highways Infra Investment Managers Private Limited acting in the capacity of Investment Manager to National Highways Infra Trust (“**NHIT**”) was held today i.e. 27th May, 2024, wherein the Board, *inter-alia*, considered and approved the following matters:

- 1) Considered and approved the Audited Standalone and Consolidated Financial Results (including Cash Flow Statements for both Standalone and Consolidated) along with the Auditor’s Report issued by the Statutory Auditors thereon, for the quarter, half and financial year ended 31st March, 2024.

Further, please note that the financial information of the Investment Manager is not disclosed as there is no material erosion in the net worth.

We further hereby declare that in compliance with the provisions of Regulation 52(3)(a) of the SEBI LODR Regulations, the Statutory Auditors i.e. A. R. & Co., Chartered Accountants, New Delhi, have issued the Audit Reports with Unmodified Opinion on the Annual Audited Financial Information/Results of the NHIT for the financial year ended 31st March, 2024.

- 2) Considered and approved the quantum of distributions to be paid to the unitholders of Rs. 0.705/- per unit for the quarter ended 31st March, 2024. The distribution will be paid as Rs 0.687/- per unit as Interest pass through (subject to applicable withholding taxes, if any) and Rs 0.018/- per unit as other income on surplus funds at Trust level

The said distributions shall be paid within 15 days from the date of declaration.

Further, the Record Date is declared as 29th May, 2024 to ascertain the eligibility of Unit holders entitled to receive the aforesaid distributions.

- 3) Took note of the Valuation Report prepared by independent valuer, RBSA Valuation Advisors LLP (“**RBSA**”) for the period ended 31st March, 2024 of the existing assets of the NHIT which provides the valuation as at Rs. 27,714.2/- Crores (Equity valuation of Rs. 4598.06/- Crores).

Corporate Office (Delhi):

324, 3rd Floor, D-21, Corporate Park,
Sector 21, Dwarka, New Delhi-110077

Corporate Office (Mumbai):

609, Plot No. C-63, G-Block, A Wing,
6th Floor, INS Tower, Bandra Kurla Complex,
Bandra East, Mumbai-400051

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- 4) Pursuant to Regulation 10(21) of SEBI (Infrastructure Investment Trusts) Regulations, 2014, as amended from time to time read with circulars and guidelines issued thereunder, the Net Asset Value (“NAV”) of NHIT as of 31st March, 2024, as computed by the management based on the Valuation Report issued by Valuer is Rs 125.46/- per unit pre-distribution and Rs. 124.75/- per unit post distribution.
- 5) Re-constitution of the Committees of the Board of Directors and dissolution of Investment and Finance Committee and consequent amendment in the Corporate Governance Framework.
- 6) Approved the appointment of M/s. Garg Vaibhav & Associates as the Secretarial Auditor of NHIT and NHIIMPL for the financial year 2024-25.
- 7) Approved the corporate Identity (Logo) of National Highways Infra Trust (“NHIT” or “Trust”)

The Board Meeting commenced at 04:00 p.m. and concluded at 07:00 p.m.

You are requested to take the same on your record.

Sincerely,

For **National Highways Infra Trust**

By Order of the Board

National Highways Infra Investment Managers Private Limited

Gunjan Singh

Company Secretary and Compliance Officer

Corporate Office (Delhi):

324, 3rd Floor, D-21, Corporate Park,
Sector 21, Dwarka, New Delhi-110077

Corporate Office (Mumbai):

609, Plot No. C-63, G-Block, A Wing,
6th Floor, INS Tower, Bandra Kurla Complex,
Bandra East, Mumbai-400051

A.R. & CO.
Chartered Accountants

Delhi Office:

A-403, Gayatri Apartment Airlines
Group Housing Society, Plot No 27,
Sector -10, Dwarka, New Delhi -110075
Cell No.-9810195084, 9810444051
E-mail: ar_co1981@yahoo.co.in
pawankgoel1@gmail.com

Corporate and Correspondence Office:

C-1, II Floor, RDC, Raj Nagar,
Ghaziabad-201001 Delhi-NCR National
Capital region Of Delhi

**INDEPENDENT AUDITOR'S REPORT ON THE QUARTER, HALF YEAR AND
YEAR TO DATE STANDALONE FINANCIAL RESULTS OF THE TRUST
PURSUANT TO REGULATION 23 OF THE SEBI (INFRASTRUCTURE
INVESTMENT TRUSTS) REGULATIONS, 2014, AS AMENDED**

To,
The Board of Directors
National Highways Infra Investment Managers Private Limited
(Investment Manager of National Highways Infra Trust)
G-5 & 6, Sector-10,
Dwarka, Delhi - 110075

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying Statement of standalone financial results of National Highways Infra Trust (hereinafter referred to as "the Trust or NHIT"), consisting of the Statement of Profit and Loss including Other Comprehensive Income, explanatory notes thereto and the additional disclosures in accordance with Chapter 4 of the Securities Exchange Board of India (SEBI) Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023 for the quarter, half year and the year ended March 31, 2024 (the standalone statement of Profit & Loss including other comprehensive income, other comprehensive income, explanatory notes and additional disclosures together referred to as "the Statement"), attached herewith, being submitted by the National Highways Infra Investment Managers Private Limited ("Investment Manager") pursuant to the requirements of Regulation 23 of the SEBI (Infrastructure Investment Trusts) Regulations, 2014, as amended from time to time read with SEBI Circular.

In our opinion and to the best of our information and according to the



explanations given to us, the Statement:

- a. Is presented in accordance with the requirements of Regulation 23 of SEBI (Infrastructure Investment Trusts) Regulations, 2014, as amended from time to time, read with Securities Exchange Board of India (SEBI) Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023, and any other relevant circulars in this regard; and
- b. Gives a true and fair view in conformity with the Indian Accounting Standards, and other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations, of the net profit and other comprehensive income and other financial information of the Trust for the quarter, half year and the year ended March 31, 2024.

BASIS FOR OPINION

We conducted our audit in accordance with the Standards on Auditing (SAs), issued by Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Trust in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the SEBI InvIT Regulations and we have fulfilled our other ethical responsibilities in accordance these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone financial results.

RESPONSIBILITIES OF THE BOARD OF DIRECTORS OF INVESTMENT MANAGER FOR THE STANDALONE FINANCIAL RESULTS

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Investment Manager is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Trust in accordance with the requirements of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time ("SEBI InvIT Regulations"); Indian Accounting Standards as defined in Rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and



other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations. This responsibility includes the design, implementation and maintenance of adequate internal financial controls for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors of Investment Manager are responsible for assessing the ability of the Trust to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of Investment Manager either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of Investment Manager is also responsible for overseeing the financial reporting process of the Trust.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE STANDALONE FINANCIAL RESULTS

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Board of Directors of Investment Manager.
- Conclude on the appropriateness of the Board of Directors of Investment Manager use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

OTHER MATTERS

1. The Statement includes the standalone financial results for the half year ended March 31, 2024 being the balancing figures between the audited



figures in respect of full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to September 30, 2023, being the date of the end of the first half of the current financial year, which were subject to limited review as required under Regulation 23 of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time read with Securities Exchange Board of India (SEBI) Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023

2. The Statement includes the standalone financial results for the quarter ended March 31, 2024 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2024 and the unaudited year-to-date figures up to 31st December 2023, being the date of the end of the first half of the current financial year, which were subject to limited review as required under Regulation 23 of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time read with SEBI Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023.

Our opinion on the Statement is not modified in respect of the above matter.

For A. R. & Co.
Chartered Accountants
FRN. 002744C



CA Mohd Azam Ansari
Partner
Membership No: 511623
UDIN: 24511623 BKCSSG1224

Place: New Delhi
Date: 27-05-2024

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Audited Standalone Balance Sheet as at March 31, 2024

(All amounts in ₹ Lakh unless otherwise stated)

Particulars	As at 31 March 2024 (Audited)	As at 31 March 2023 (Audited)
ASSETS		
1) Non - Current Assets		
(a) Financial Assets		
(i) Investments	3,80,163.52	1,39,553.52
(ii) Loans	22,40,043.05	8,90,606.66
(iii) Other Financial Assets	10,174.48	9,670.84
(b) Other Non-Current Assets	95.43	-
Total Non Current Assets	26,30,476.48	10,39,831.02
2) Current Assets		
(a) Financial Assets		
(i) Cash and Cash Equivalents	30,718.41	14,080.38
(ii) Other Financial Assets	87,534.15	46,692.16
(b) Current Tax Assets (Net)	7.04	
(c) Other Current Assets	693.14	1,119.47
Total Current Assets	1,18,952.74	61,892.01
TOTAL ASSETS	27,49,429.22	11,01,723.03
EQUITY AND LIABILITIES		
EQUITY		
1) Unit Capital	14,67,093.46	7,41,604.32
2) Initial Settlement Amount	0.10	0.10
3) Other Equity	1,02,760.63	60,432.64
Total Equity	15,69,854.19	8,02,037.06
LIABILITIES		
1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	11,63,394.94	2,92,158.33
Total Non Current Liabilities	11,63,394.94	2,92,158.33
2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	10,054.00	2,000.00
(ii) Trade Payables		
(a) Total Outstanding dues of micro and small enterprises	36.17	3.88
(b) Total outstanding dues of creditors other than micro and small enterprises	733.58	342.69
(iii) Other Financial Liabilities	5,162.05	5,129.59
(b) Current Tax Liabilities (Net)	-	8.98
(c) Other Current Liabilities	194.29	42.50
Total Current Liabilities	16,180.09	7,527.64
Total Liabilities	11,79,575.03	2,99,685.97
TOTAL EQUITY & LIABILITIES	27,49,429.22	11,01,723.03



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Standalone Statement of Profit & Loss for the quarter, half year and year ended March 31, 2024

(All amounts in ₹ lakh, unless otherwise stated)

	Quarter Ended			Half Year Ended		Year ended	
	31 March 2024 (Unaudited)	31 March 2023 (Unaudited)	31 March 2024 (Unaudited)	30 September 2023 (Unaudited)	31 March 2023 (Unaudited)	31 March 2024 (Audited)	Year ended 31 March, 2023 (Audited)
INCOME AND GAINS							
Interest income on loan given to subsidiaries	32,895.92	30,581.06	63,476.98	59,626.53	55,267.29	1,23,103.51	94,698.30
Interest Income on fixed deposits	173.86	169.80	343.66	443.08	268.21	786.74	352.28
Profit on sale of investments	503.12	191.21	693.33	147.66	387.96	840.99	422.20
Other Income	0.71	0.67	1.38	2.83	280.18	4.21	316.59
Total Income	33,572.61	30,942.74	64,515.35	60,220.10	56,203.64	1,24,735.45	95,789.37
EXPENSES							
Investment Manager Fees	443.84	453.69	897.53	902.47	657.05	1,800.00	1,263.70
Trustee Fees	0.87	3.92	4.79	4.81	4.79	9.60	9.60
Valuation expenses	5.67	2.16	7.83	3.24	4.00	11.07	4.00
Annual listing fees	13.27	13.56	26.83	26.97	9.97	53.80	20.00
Rating fees	1.38	6.25	7.63	0.10	-	7.73	0.20
Audit Fees	-	-	-	-	-	-	-
- Statutory audit fees	2.03	0.84	2.87	2.88	2.02	5.75	2.90
- Other audit services (including certification)	0.68	0.64	1.32	0.40	0.08	1.72	0.88
Custodian Fees	0.77	0.80	1.57	1.58	0.42	3.15	0.84
Finance Charges	6,626.43	6,231.07	12,857.50	12,282.18	11,168.52	25,139.68	16,590.17
Other Expenses	84.52	32.47	116.99	71.65	151.32	188.64	190.16
Total Expenses	7,179.46	6,745.40	13,924.86	13,296.28	11,998.17	27,221.14	18,082.45
Profit/(Loss) before Exceptional Items and Tax	26,393.15	24,197.34	50,590.49	46,923.82	44,205.47	97,514.31	77,706.92
Exceptional Items (net)	-	-	-	-	-	-	-
Profit/(Loss) before Tax	26,393.15	24,197.34	50,590.49	46,923.82	44,205.47	97,514.31	77,706.92
Tax Expenses							
Current Tax	289.25	155.81	443.05	252.51	405.03	697.56	473.89
Provision for Tax for Earlier Years	-	(2.84)	(2.84)	0.32	0.01	(2.52)	0.01
Deferred Tax expense/(credit)	-	-	-	-	(0.45)	-	(3.16)
Total Tax	289.25	152.97	442.21	252.83	404.61	695.04	470.74
Profit/(Loss) for the period	26,103.90	24,044.37	50,148.28	46,670.99	43,800.86	96,819.27	77,236.17
Other Comprehensive Income							
Items that will not be reclassified to Profit and Loss	-	-	-	-	-	-	-
Items that will be reclassified to Profit and Loss	-	-	-	-	-	-	-
Total Comprehensive Income for the period	26,103.90	24,044.37	50,148.28	46,670.99	43,800.86	96,819.27	77,236.17

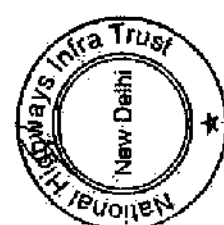


NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Standalone Statement of Profit & Loss for the quarter, half year and year ended March 31, 2024

(All amounts in ₹ lakh unless otherwise stated)

	Quarter Ended			Half Year Ended		Year ended	
	31 March 2024	31 December 2023	31 March 2023	31 March 2024	30 September 2023	31 March 2023	31 March, 2023
Earnings per Unit							
- Basic	3.12	3.31	3.11	6.42	6.42	6.10	11.76
- Diluted	3.12	3.31	3.11	6.42	6.42	6.10	11.76
Debt- Equity Ratio:	0.75	0.36	0.37	0.75	0.36	0.37	0.37
Debt- Service coverage ratio	6.78	3.58	3.37	3.69	3.28	4.71	4.60
Interest Service coverage ratio	4.98	4.88	4.86	4.93	4.82	4.96	5.68
Security Cover ratio	2.01	3.30	3.21	2.01	3.27	3.21	3.21
Outstanding redeemable preference shares	-	-	-	-	-	-	-
Capital redemption reserve/debenture redemption reserve:	-	-	-	-	-	-	-
Networth:	15,69,854.19	8,35,161.00	8,02,037.06	15,69,854.19	8,24,308.16	8,02,037.06	8,02,037.06
Net Profit after tax:	26,103.90	24,044.37	22,584.42	50,148.28	46,670.99	43,800.86	77,236.17
Current Ratio:	7.35	13.61	8.22	7.35	11.19	8.22	8.22
Long term debt to working capital:	10.40	3.45	5.22	10.40	3.84	5.22	5.22
Bad debts to Accounts receivable ratio:	-	-	-	-	-	-	-
Current liability ratio:	0.01	0.02	0.03	0.01	0.02	0.03	0.03
Total debts to total assets:	0.43	0.26	0.27	0.43	0.26	0.27	0.27
Debtors turnover:	N.A	N.A	N.A	N.A	N.A	N.A	N.A
Inventory turnover:	N.A	N.A	N.A	N.A	N.A	N.A	N.A
Operating margin %	98.32%	98.32%	98.35%	98.32%	98.30%	98.50%	98.42%
Net profit margin %	79.35%	78.63%	78.73%	79.00%	78.27%	79.25%	81.56%



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Standalone Statement of Cash Flows for the Year ended March 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
	<i>(Audited)</i>	<i>(Audited)</i>
A. Cash flows from operating activities		
Net Profit/(Loss) Before Tax	97,514.31	77,706.92
Adjustments:		
Finance Cost (net)	25,015.90	16,590.17
Interest Income on Bank FDR	(786.74)	(352.28)
Interest Income on Long Term Loan given to SPV	(1,23,103.51)	(94,698.30)
Profit on redemption of Mutual Funds	(840.99)	(422.20)
Operating cash flows before Working Capital Changes	(2,201.03)	(1,175.71)
Movements in Working Capital		
Decrease / (Increase) in Other Non Current Financial Assets	(0.90)	(15.42)
Decrease / (Increase) in Other Current Financial Assets	(292.14)	(290.62)
Decrease / (Increase) in Other Current Assets	579.16	(834.96)
Increase / (Decrease) in Trade & Other Payables	(312.33)	393.13
Increase / (Decrease) in Other Financial Liabilities	-	(0.00)
Increase / (Decrease) in Other Current Liabilities	151.79	(57.30)
Increase / (Decrease) in Current Tax Liabilities	-	-
Cash used in operating activities	(2,075.45)	(1,980.87)
Income Tax paid	(711.06)	(626.67)
Net Cash Flows used in operating activities - A	(2,786.51)	(2,607.54)
B. Cash flows from investing activities		
Long Term Loans given	(13,49,436.40)	(2,84,966.66)
Purchase of Non-Current Investments	(2,40,610.00)	-
Investment in FDR	(447.00)	(6,299.18)
Profit on redemption of Mutual Funds	840.99	422.20
Interest received on Long Term Loan given	82,549.94	58,661.00
Interest Received from Bank on FDR	734.73	168.40
Net Cash Flows used in investing activities - B	(15,06,367.74)	(2,32,014.24)
C. Cash flows from financing activities		
Proceeds from Issue of unit capital	7,27,206.41	1,43,013.67
Expense incurred towards initial public debt offering	-	(1,689.00)
Expense incurred towards institutional unit allotment	(1,471.46)	(1,099.13)
Processing Fee paid	(1,482.16)	(197.00)
Proceeds from Long Term Borrowings -NCD	-	1,50,000.00
Proceeds from Long Term Loans from External Lenders	8,84,700.00	-
Distribution paid to unit holders	(54,491.29)	(34,927.86)
Repayment of Long Term Borrowings	(3,759.73)	(1,010.98)
Finance Costs Paid	(24,909.51)	(11,180.86)
Net Cash Flows from financing activities -C	15,25,792.27	2,42,908.84
Net Increase/Decrease in Cash and Cash equivalents (A+B+C)	16,638.03	8,287.05
Cash and Cash Equivalents at the Beginning of the year	14,080.38	5,793.33
Cash and Cash Equivalents at the end of the year	30,718.41	14,080.38



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No.

CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

Statement of Net Distributable Cash Flows (NDCF)

(All amounts in ₹ lakh unless otherwise stated)

S. No.	Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
1	Profit after tax as per Statement of profit and loss/income and expenditure (Standalone) (A)	96,819.27	77,236.17
2	Add: Depreciation and amortization as per statement of profit and loss account. Increase of Impairment reversal, same needs to be deducted from profit and loss.	-	-
3	Add/Less: Loss/gain on sale of infrastructure assets	-	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/ (loss) recognised in profit and loss account	-	-
6	Add/ Less: Any other item of non-cash expense/ non-cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss /income and expenditure on measurement of the asset or the liability at fair value; Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.	(82,058.04)	(45,002.00)
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements.	(4,206.73)	(1,010.98)
8	Total Adjustment (B)	(86,264.77)	(46,012.98)
9	Net Surplus (C) = (A+B) (NDCF)	10,554.51	31,223.19
10	Add: Income recognised in previous year and received in this year	46,688.43	10,651.13
11	Less :- Interest expenses recognised in previous year and paid in this year	(5,129.59)	-
12	Distributable Cash Flow	52,113.35	41,874.32
13	Less: Amount already distributed to Unitholders (for the period from April 23 to Jan 24)(P.Y for the period from April 22 to December 22))	42,843.37	30,225.78
14	Balance Net Distributable Cash Flows for the year ended March 31, 2024	9,269.98	11,648.54



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT

b. Investment manager fees

- i) The Investment Manager's fee as per agreement dated 21st October 2020 will initially be Rs. 1,100 Lakh (Rupees Eleven Hundred Lakhs) per annum.
 - ii) The Investment Management Agreement is revised and the fee with effect from 1st April 2023 has been agreed at Rs 1,800 Lakhs (Rupees Eighteen hundred lakhs) for the Financial Year 2023-24.
 - iii) The management fee set out in paragraph (ii) above shall be subject to escalation on an annual basis at the rate of 10% of the management fee for the previous year.
 - iv) Any applicable taxes, cess or charges, as the case may be, shall be in addition to the management fee and shall be payable by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL).
- Payment of frequency: Payment of management fee shall be made by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL) in advance on a quarterly basis at the beginning of each quarter of a financial year.

c. Statement of earnings per unit ('EPU')

Basic EPU amounts are calculated by dividing the profit for the period/ year attributable to Unit holders by the weighted average number of units outstanding during the period/ year. Diluted EPU amounts are calculated by dividing the profit/(loss) attributable to unit holders by the weighted average number of units outstanding during the period/ year plus the weighted average number of units that would be issued on conversion of all the dilutive potential units into unit capital.
(All amounts in ₹ lakh unless otherwise stated)

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
	(Audited)	(Audited)
Profit for the period / year (₹ lakhs)	96,819.27	77,236.17
Weighted average number of units outstanding for computation of basic and diluted earning per unit.	75,36,14,276	65,66,68,738
Earning per unit (basic and diluted) (₹)	12.85	11.76

d. Contingent Liabilities

Contingent Liabilities	Nil	Nil

e. Other funding commitments

Commitment for loan to Subsidiary Company (Project SPV- NHIPPL)	1,21,594.00	1,40,494.00
Commitment for loan to Subsidiary Company (Project SPV- NEPPL)	34,658.61	-
Total	1,56,252.61	1,40,494.00



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Additional disclosure as required by paragraph 6 of Annexure A to the SEBI Circular No.
CIR/IMD/DF/127/2016

Statement of Related Parties

A. List of Related Parties as per requirement of IND AS 24 – “Related Party Disclosures”

Enterprises where Control / significant influence exists	National Highways Infra Projects Private Limited ('NHIPPL') (Subsidiary Company) NHIT Eastern Projects Private Limited ('NEPPL') (Subsidiary Company)
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B. List of additional related parties as per Regulation 2(F)(iv) of the SEBI InvIT Regulations

Parties to the Trust

National Highways Infra Investment Managers Private Limited (NHIMPL) - Investment Manager (IM) of the Trust
 IDBI Trustee Services Limited (ITSL) - Trustee of the Trust
 National Highways Authority of India (NHAI)- Sponsor
 National Highways InvIT Project Managers Private Limited (NHIPMPL)- Project Manager

Promoters of the Parties to the Trust specified above

Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHIMPL
 IDBI Bank Limited (IDBI Bank) - Promoter of ITSL
 Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHAI
 National Highways Authority of India (NHAI)- Promoter of NHIPMPL

Directors of the parties to the Trust specified above

Directors of NHIMPL

Mr. Suresh Krishan Goyal
 Mr. Shailendra Narain Roy
 Mr. Mahavir Prasad Sharma
 Mr. Pradeep Singh Kharola
 Mr. N.R.V.V.M.K. Rajendra Kumar
 Mr. Sumit Bose
 Mr. Pushkar Vijay Kulkarni (Appointed as Director w.e.f. 08.11.2023)
 Mr. Debapratim Hajara (Appointed as Director w.e.f. 08.11.2023)
 Mr. Vinay Kumar (Appointed as Nominee Director w.e.f. 27.03.2024)
 Ms. Usha Monari (Appointed as Woman Independent Director w.e.f. 16.04.2024)
 Mr. Bruce Cane (Ceased to be director w.e.f. 07.11.2023)
 Ms. Kavita Saha (Ceased to be director w.e.f. 08.11.2023)
 Mr. Amit Kumar Ghosh (Ceased to be director w.e.f. 15.11.2023)

Directors of ITSL

Mr. Pradeep Kumar Jain
 Ms. Jayashree Vijay Ranade
 Mr. Pradeep Kumar Malhotra
 Ms. Buljinder Kaur Mandal
 Ms. Jayakumar Subramaniapillai

Directors of NHIPMPL

Mr. Akhil Khare
 Mr. Ashish Kumar Singh



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Additional disclosure as required by paragraph 6 of Annexure A to the SEBI Circular No.
CIR/IMD/DF/127/2016

C. Transactions with Related Parties

Particulars	(Amounts in ₹ lakh)	
	Year ended 31st March 2024	Year ended 31st March 2023
	<i>(Audited)</i>	<i>(Audited)</i>
National Highways Infra Projects Private Limited (NHIPPL)		
Advancement of Long Term Loans to NHIPPL	18,900.00	2,84,966.66
Interest Income accrued on Long Term Loan given to NHIPPL	1,20,885.93	94,698.30
Reimbursement of Expense paid by NHIT on behalf of NHIPPL	9.01	432.66
National Highways Infra Investment Managers Private Limited (NHIMPL)		
Investment Manager Fee	1,800.00	1,491.17
Advance Investment Manager Fee Paid	4.93	86.06
Expense incurred by NHIMPL on our behalf	15.35	39.79
National Highways Authority of India (NHAI)		
Issue of units of Trust to NHAI	1,09,081.07	21,366.83
Interest and other income distribution	8,641.92	5,589.34
IDBI Trusteeship Services Limited (ITSL)		
Payment of Trustee Fee	9.60	12.73
Other fees related to Round 1 & 2 Assets	1.50	3.54
Other Fees related to Round 3 Assets ("Project Leap")	17.58	-
IDBI Bank Limited		
Secured Loan given to NHIT	10,000.00	-
Interest Expense incurred on Loan given to NHIT	4.38	-
Repayment of Principal Amount	0.00	-
Loan Processing Fees Paid to them	41.30	-
NHIT Eastern Projects Private Limited (NEPPL)		
Subscription of Share Capital of NEPPL by NHIT	2,40,610.00	-
Long Term Loans given to NEPPL	13,30,536.39	-
Interest Income Accrued on Long Term Loan given to NEPPL	2,217.56	-
Short term Advance given to NEPPL	20.50	-
Expense incurred by NEPPL on our behalf	0.48	-
Expenses incurred by NHIT on their behalf	262.72	-

D. Closing Balances with Related Parties

Particulars	(Amounts in ₹ lakh)	
	As at March 31, 2024	As at March 31, 2023
	<i>(Audited)</i>	<i>(Audited)</i>
National Highways Infra Projects Private Limited (NHIPPL)		
Investment in equity shares of NHIPPL	1,29,410.00	1,29,410.00
Outstanding Long term Loans given to NHIPPL	9,09,506.66	8,90,606.66
Interest receivable on Long Term Loan given to NHIPPL	85,024.44	46,688.43
Amount Receivable for Expenses incurred on their behalf	9.01	-
National Highways Authority of India (NHAI)		
Issue of units of Trust to NHAI	2,27,003.91	1,17,922.83
National Highways Infra Investment Managers Private Limited (NHIMPL)		
Advance IM Fee	4.93	-
IM Fee Payable	-	1.89
IDBI Trusteeship Services Limited		
Trustee Fee Payable	1.73	1.73
Other Fees related to Round 3 Assets ("Project Leap")	2.68	-
IDBI Bank Limited		
Outstanding Secured Loan Amount	9,999.99	-
NHIT Eastern Projects Private Limited (NEPPL)		
Investment in equity shares of NEPPL	2,40,610.00	-
Amount Receivable for Expenses incurred on their behalf	262.64	-
Outstanding Advance Recoverable from NEPPL	20.50	-
Amount Payable for Expenses incurred on our behalf	0.44	-
Outstanding Long term Loans given to NEPPL	13,30,536.39	-
Interest Receivable on long term Loans given to NEPPL	2,217.56	-



SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29 November 2021 issued under the InvIT regulations)

Standalone Statement of Net Assets at Fair Value

(All amounts are in ₹ Lakh unless otherwise stated)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Book value	Fair value [^]	Book value	Fair value [^]
A. Assets	27,49,429.22	28,25,799.68	11,01,723.03	11,57,786.51
B. Liabilities (at book value)	11,79,575.03	11,79,575.03	2,99,685.97	2,99,685.97
C. Net assets (A-B)	15,69,854.19	16,46,225	8,02,037.06	8,58,100.54
D. No of units	1,31,22,00,600	1,31,22,00,600	72,64,05,200.00	72,64,05,200.00
E. NAV (C/D)	119.64	125.46	110.41	118.13

[^]Fair values of total assets relating to the Trust as at March 31, 2024 & March 31, 2023 as disclosed above are based on the independent valuer report.

Standalone Statement of Total Return at Fair Value:

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Total comprehensive income for the year (As per the Standalone Statement of Profit and Loss)	96,819.27	77,256.17
Add: Other changes in fair value for the year *	76,370.46	56,063.48
Total return	1,73,189.73	1,33,299.65

* In the above statement, other changes in fair value for the period ended March 31, 2024 and March 31, 2023 have been computed based on the independent valuer report.

The accompanying notes form an integral part of the Standalone Financial Statements.

This is the Standalone Statement of Net Assets at Fair Value and Standalone Statement of Total Return at Fair Value referred to in our report of even date.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Results for the quarter, half year and year ended 31st March 2024

- 1 The investor can view the result of the National Highway Infra Trust (Trust) on the Trust's website (<https://www.nhil.co.in>) or on the websites of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- 2 The Standalone Financial results of National Highways Infra Trust (Trust) for the quarter, half year and year ended 31st March, 2024 have been reviewed by the Audit Committee of National Highways Infra Investment Managers Private Limited (Investment Manager of Trust) on 27th May, 2024 and thereafter approved by the Board of Directors of the Investment Manager on 27th May, 2024.
- 3 The Statutory Auditors of the Trust have carried out the audit of Standalone Financial Results of Trust for the quarter, half year and year ended 31st March 2024 and have issued an unmodified audit report on these Standalone Financial Results.
- 4 The Standalone Financial results comprise the Standalone Balance Sheet as at 31st March, 2024, Standalone Statement of Profit and Loss and explanatory notes thereto of the National Highways Infra Trust (the Trust) for the quarter, half year and year ended 31st March, 2024 (the Statement). The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) and/or any addendum thereto as defined in Rule 2 (1) (a) of the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India. The Statement has been prepared solely for submissions to be made by the Investment Manager with the Stock Exchanges (both BSE and NSE) and as additional information for stakeholders of the Trust and therefore it may not be suitable for another purpose.
- 5 National Highway Infra Trust (Trust or "InvIT") is registered as an Irrevocable Trust registered under the provisions of the Indian Trusts Act, 1882 on 19th October, 2020. It was registered under the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 on 28th October, 2020 having registration number IN/InvIT/20-21/0014.
- 6 The Trust has outstanding secured non-convertible debentures (NCDs) amounting to Rs. 1,500 crores for STRPP A, STRPP B, and STRPP C which will mature from 8th anniversary to 13th anniversary, 13th anniversary to 18th anniversary, 18th anniversary to 25th anniversary of allotment respectively. The NCDs are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). The security cover exceeds 100% of the principal and interest amount of NCDs as at 31 March 2024.
- 7 **Nature of Security for Non Convertible debentures:**
The debenture holders are secured by:
 - a) a first ranking pari passu Security Interest over the Trust's immovable assets (if any), both present and future. The Trust does not own any immovable property at the present time. In the event, the Trust acquires any immovable property in future, the Trust shall mortgage said property within 180 (one hundred eighty) days from the date of acquisition of such immovable assets. The Debenture Trustee shall be authorised to do all acts, deeds, and enter into necessary documents, agreement, amendments and/or modifications, as may be required to give effect the same, including carrying out the due diligence as may be required by Debenture Trustee;
 - b) a first ranking pari passu Security Interest over the Hypothecated Assets (including Receivables), both present and future; and
 - c) Negative Lien Undertaking
 - d) corporate guarantee executed by the Project SPV (NHIPPL) in favour of the Debenture Trustee for guaranteeing the due repayment of the secured obligations in accordance with the terms of the Debenture Trust Deed.
- 8 The standalone financial results relating to half year ended March 31, 2024 are the balancing figures between the audited figures in respect of full financial year ended March 31, 2024 and published figures for half year ended September 30, 2023 which were subject to limited review. The standalone financial results relating to quarter ended March 31, 2024 are the balancing figures between the audited figures in respect of full financial year ended March 31, 2024 and published figures for the period ended December 31, 2023 which were subject to limited review.
- 9 The Board of Directors of the Investment Manager has declared distribution for January 2024 of Rs. 0.631 per unit which comprises of Rs. 0.606 per unit as interest and Rs. 0.025 per unit as other income on surplus funds at the Trust level in their meeting held on 4th March, 2024. Further, the Board of Directors of the Investment Manager has declared distribution for February 2024 & March 2024 of Rs. 0.705 per unit which comprises of Rs. 0.687 per unit as interest and Rs. 0.018 per unit as other income on surplus funds at the Trust level in their meeting held on 27th May, 2024. The Board of Directors of the Investment Manager has declared distribution for Quarter 3 of FY 2023-24 of Rs. 1.697 per unit which comprises of Rs. 1.693 per unit as interest and Rs. 0.004 per unit as other income on surplus funds at the Trust level in their meeting held on 2nd February, 2024. The Board of Directors of the Investment Manager had declared distribution for Quarter 2 of FY 2023-24 of Rs. 1.816 per unit which comprises of Rs. 1.774 per unit as interest and Rs. 0.042 per unit as other income on surplus funds at the Trust level in their meeting held on 8th November, 2023 and the Board of Directors of the Investment Manager had declared distribution for Quarter 1 of FY 2023-24 of Rs. 1.754 per unit which comprises of Rs. 1.742 per unit as interest and Rs. 0.012 per unit as other income on surplus funds at the Trust level in their meeting held on 11th August, 2023.
- 10 The Trust has invested the amount of Rs. 2,40,610 Lakh in the equity share capital of the NHIT Eastern Projects Private Limited (Project SPV's - II) during the year. NEPPL acquired rights for Tolling, Management and Maintenance of the seven toll roads under the concession agreement signed with NHAI for consideration of INR 15,69,988.18 Lakhs. Appointed date for the project is w.e.f 01.04.2024.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Results for the quarter, half year and year ended 31st March 2024

- 11 In current year the Trust offered an issue of 58,57,95,400 units of National Highways Infra Trust ("NHIT"), for cash at a price of 124.14 per unit (the "issue price"), aggregating to Rs 7,27,206.41 lakh through Institutional and preferential placement in accordance with the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 including the rules, circulars and guidelines issued thereunder.
- 12 As per Ind AS 36 'Impairment of assets', based on management review on expected future cash flows and economic conditions of the assets of the Trust, no indicators of impairment of assets exist as on the reporting date. Hence no provision for impairment has been recognized in the books on the reporting date.
- 13 As per Ind AS 109, Financial Assets that are measured at amortized cost are required to compute the Expected Credit Loss (ECL). As at the reporting period, the Investment Manager of the Trust assessed the credit risk of the financial assets and concluded that no provision for ECL is required.
- 14 During the year ended 31st March 2024, the Trust has taken a further disbursement of amounting to Rs. 163 Crores from the Axis Bank Limited and Rs. 26 Crores from the Bank of Maharashtra in accordance with Facility agreement. The Trust has given the above said amount to Project SPV NHIPPL as Loan at the rate of 12.70% p.a. for initial improvement works.
- 15 During the year ended 31st March 2024, the Trust has obtained the sanction of Rs. 877 Crores from the Axis bank for initial improvement works of Round 2 Assets. Further Trust has obtained sanction of Rs. 9000 Crores from Banks and Financial Institution for acquisition of Round 3 Assets and has taken a disbursement of Rs. 8.658 Crore during the year, the Trust has given the said amount to Project SPV NEPPL as Loan at the rate of 12.70% p.a. for acquisition of Round 3 Assets.
- 16 Cash & cash equivalent includes Rs. 15,000 Lakhs raised in current year from unit issue for leap projects, to be utilised for creation of DSRA against loans raised for leap projects. Further these investments also includes Rs. 4106.06 Lakhs pertaining to one time issue related expenses unutilized as on 31-03-2024.
- 17 All values are rounded to nearest lakh, unless otherwise indicated. Certain amounts that are required to be disclosed and do not appear due to rounding off are expressed as 0.00.
- 18 Previous year figures have been reclassified/regrouped wherever necessary to confirm to current period classification.

For and on behalf of the National Highways Infra Investment Managers Private Limited (Investment Manager of National Highways Infra Trust)




Gagan Singh
Compliance Officer


Mathew George
Chief Financial Officer




Shresh Krishna Goyal
Director
DIN: 02721580

Place: New Delhi
Date: 27th May, 2024

A.R. & CO.
Chartered Accountants

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**INDEPENDENT AUDITOR'S REPORT ON THE QUARTER, HALF YEAR AND
YEAR TO DATE CONSOLIDATED FINANCIAL RESULTS OF THE TRUST
PURSUANT TO REGULATION 23 OF THE SEBI (INFRASTRUCTURE
INVESTMENT TRUSTS) REGULATIONS, 2014, AS AMENDED**

To,
The Board of Directors
National Highways Infra Investment Managers Private Limited
(Investment Manager of National Highways Infra Trust)
G-5 & 6, Sector-10,
Dwarka, Delhi - 110075

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Statement of consolidated financial results of National Highways Infra Trust (hereinafter referred to as "the Trust or NHIT") comprising its two subsidiaries (hereinafter referred to as "the National Highways Infra Projects Private Limited or NHIPPL and the NHIT Eastern Projects Private Limited or NEPPL") (the Trust and its subsidiary "NHIPPL& NEPPL" together referred to as "the Group"), consisting of the Consolidated Statement of Profit and Loss including Other Comprehensive Income, explanatory notes thereto and the additional disclosures in accordance with Chapter 4 of the Securities Exchange Board of India (SEBI) Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023 for the quarter, half year and year ended March 31, 2024 (the consolidated statement of Profit and Loss including other comprehensive income,



explanatory notes and additional disclosures together referred to as "Statement"), attached herewith, being submitted by the National Highways Infra Investment Managers Private Limited ("Investment Manager") pursuant to the requirements of Regulation 23 of the SEBI (Infrastructure Investment Trusts) Regulations, 2014, as amended from time to time read with SEBI Circular.

In our opinion and to the best of our information and according to the explanations given to us, and the based on the consideration of our report on subsidiary's Standalone Financial Statements, the Statement:

- a. Includes the results and other disclosures of the National Highways Infra Projects Private Limited and NHIT Eastern Projects Private Limited;
- b. Is presented in accordance with the requirements of Regulation 23 of SEBI (Infrastructure Investment Trusts) Regulations, 2014, as amended, read with SEBI Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023, and any other relevant circulars in this regard; and
- c. Gives a true and fair view in conformity with the Indian Accounting Standards, and other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter, half year and year ended March 31, 2024.

BASIS FOR OPINION

We conducted our audit in accordance with the Standards on Auditing (SAs), issued by Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial results under the provisions of the SEBI InvIT Regulations and we have fulfilled our other ethical responsibilities in accordance these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



EMPHASIS OF MATTER

- a) We draw the attention to Note No. 12 to the financial result regarding Initial Improvement Works. The group has recognized provision for initial improvement works on 1st December 2023 amounting to Rs. 1,11,993.43 lakhs with corresponding impact in Statement of Profit and Loss amounting to Rs. 1124.63 Lakhs and Rs. 2396.83 Lakhs on account of amortization of initial improvement work and unwinding of interest on provision of initial improvement respectively.
- b) We draw attention to Note 11 of the financial result which describes that Major Maintenance Provision (MMR) is made based on the first cycle of overlay expected to occur in five to seven years and not based on the total Major Maintenance Cost estimated to be incurred over entire concession period. The discounting rate used for arriving at the present value for MMR provisions is government bond rate of 30 years for projects acquired in first phase and 20 years for projects acquired in second phase.
- c) We draw the attention to Note No. 13 to the financial result regarding Capital Advance to National Highway Authority of India (NHAI). The appointed date is with effect from 1st April 2024, therefore the amount paid to NHAI has been classified as capital advance

Our opinion is not modified in respect of these matters.

RESPONSIBILITIES OF THE BOARD OF DIRECTORS OF INVESTMENT MANAGER FOR THE CONSOLIDATED FINANCIAL RESULTS

The Statement has been prepared on the basis of the consolidated annual financial statements. The Board of Directors' of the Investment Manager is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net profit and other comprehensive income and other financial information of the Group in accordance with the requirements of the SEBI InvIT regulations as amended, Indian Accounting Standards as defined in Rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations. The Board of Directors of the subsidiaries included in the Group are responsible for maintenance of adequate accounting records for



safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Board of Directors of the Investment Manager, as aforesaid.

In preparing the Statement, the Board of Directors of Investment Manager and the Board of Directors of the subsidiaries included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of Investment Manager and the subsidiaries included in the Group are also responsible for overseeing the financial reporting process of the Group.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL RESULTS

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

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

- Identify and assess the risks of material misstatement of the



Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of Investment Manager.
- Conclude on the appropriateness of the Board of Directors of Investment Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion.
- Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Trust and subsidiary included in the Statement of which we are the independent auditors, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial statements of the Trust and



subsidiary included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Trust and the subsidiaries included in the Statement of which we are the independent auditor regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

OTHER MATTERS

1. The Statement includes the consolidated financial results for the half year ended March 31, 2024 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to 30 September 2023, being the date of the end of the first half of the current financial year, which were subject to limited review as required under Regulation 23 of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time read with SEBI Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023.
2. The Statement includes the consolidated financial results for the quarter ended March 31, 2024 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2024 and the unaudited year-to-date figures up to 31st December 2023, being the date of the end of the first half of the current financial year, which were subject to limited review as required under Regulation 23 of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time read with SEBI Circular No. SBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023.



Our opinion on the Statement is not modified in respect of the above matters.

**For A. R. & Co.
Chartered Accountants
FRN. 002744C**



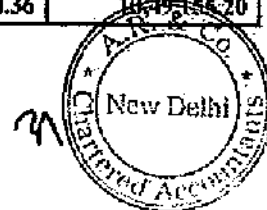
**CA Mohd Azam Ansari
Partner
Membership No: 511623
UDIN: 24511623 BkCSS14693**

**Place: New Delhi
Date: 27.05.2023**

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvIT/20-21/0014
Audited Consolidated Balance Sheet as at March 31, 2024

(All amounts in ₹ lakh unless otherwise stated)

Particulars	As at 31 March 2024 (Audited)	As at 31 March 2023 (Audited)
ASSETS		
1) Non - Current Assets		
(a) Property, Plant and Equipment	219.29	125.17
(b) Capital work in Progress (CWIP)	19.76	
(c) Goodwill	10,144.46	10,144.46
(d) Other Intangible Assets	10,88,670.84	10,01,400.09
(e) Financial Assets		
(i) Other Financial Assets	10,177.86	9,672.44
(f) Deferred Tax Assets (Net)	11,523.20	4,685.32
(h) Non Current Tax Assets (Net)	22.38	12.06
(g) Other Non Current Assets	15,70,649.18	-
Total Non Current Assets	26,91,426.97	10,26,039.54
2) Current Assets		
(a) Financial Assets		
(i) Trade Receivables	385.20	350.87
(ii) Cash & Cash Equivalents	46,400.78	21,124.08
(iii) Bank Balances other than Cash & Cash Equivalents	512.98	-
(iv) Other Financial Assets	4.54	6.65
(b) Other Current Assets	2,303.89	1,634.06
Total Current Assets	49,607.39	23,115.66
TOTAL ASSETS	27,41,034.36	10,49,155.20
EQUITY AND LIABILITIES		
EQUITY		
1) Unit Capital	14,67,093.47	7,41,604.32
2) Initial Settlement Amount	0.10	0.10
3) Other Equity	(27,541.44)	(2,469.86)
Total Equity	14,39,552.13	7,39,134.56
LIABILITIES		
1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	11,63,394.94	2,92,158.33
(ii) Other Financial Liabilities	80.90	-
(b) Provisions	35,923.32	6,318.81
Total Non Current Liabilities	11,99,399.16	2,98,477.14
2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	10,054.00	2,000.00
(ii) Trade Payables		
(a) Total Outstanding, dues of micro and small enterprises	275.99	137.23
(b) Total outstanding, dues of creditors other than micro and small enterprises	4,479.00	3,871.17
(iii) Other Financial Liabilities	7,224.53	5,284.95
(c) Provisions	79,404.66	0.56
(d) Current Tax Liabilities (Net)	181.66	8.98
(b) Other Current Liabilities	463.23	240.61
Total Current Liabilities	1,02,083.07	11,543.50
Total Liabilities	13,01,482.23	3,10,020.64
TOTAL EQUITY & LIABILITIES	27,41,034.36	10,49,155.20



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvIT/20-21/0014

Consolidated Statement of Profit & Loss for the quarter, half year and year ended March 31, 2024

(All amounts in ₹ lakh unless otherwise stated)

Particulars	Quarter ended			Half Year Ended		Year ended	
	31 March 2024 (Unaudited)	31 March 2023 (Unaudited)	31 March 2024 (Unaudited)	30 September 2023 (Unaudited)	31 March 2023 (Unaudited)	31 March 2024 (Audited)	31 March 2023 (Audited)
INCOME							
Revenue from Operations	24,056.67	23,160.66	47,217.33	47,173.44	41,170.00	94,390.77	68,717.20
Interest Income	203.94	197.74	401.68	470.03	289.36	871.71	373.43
Profit on sale of investments	1,343.67	321.22	1,664.89	476.27	568.70	2,141.16	671.17
Other Income	33.18	12.08	45.26	14.27	290.70	59.53	326.11
Total Income	25,637.46	23,691.70	49,329.16	48,134.01	42,318.76	97,463.17	70,087.91
EXPENSES							
Investment Manager Fees	443.84	453.69	897.53	902.47	657.04	1,800.00	1,263.70
Trustee Fees	0.87	3.92	4.79	4.81	4.79	9.60	9.60
Valuation expenses	5.67	2.16	7.83	3.24	4.00	11.07	4.00
Annual listing fees	13.27	13.56	26.83	26.97	9.97	53.80	20.00
Rating fees	1.38	6.25	7.63	0.10	-	7.73	0.20
Insurance Expenses	164.59	180.24	344.83	393.08	377.62	737.91	628.74
Custodian Fees	0.77	0.80	1.57	1.58	0.42	3.15	0.84
Project Management Fees	424.80	247.80	672.60	495.60	495.60	1,168.20	991.20
Operating Expenses	2,895.23	2,962.00	5,857.22	7,808.38	5,813.37	13,665.60	9,025.05
Employee Benefit Expenses	312.64	380.04	692.69	463.91	242.29	1,156.60	289.01
Finance Cost	8,457.66	7,047.34	15,505.00	12,518.17	11,189.24	28,023.17	16,621.32
Depreciation & Amortization Expenses	7,110.39	6,196.62	13,307.01	11,464.03	10,881.40	24,771.04	17,560.63
Audit Fees	5.05	4.25	9.30	9.19	5.85	18.49	7.73
- Statutory audit fees	0.68	0.64	1.32	0.40	0.87	1.72	0.93
- Other audit services (including certification)	967.01	580.58	1,547.59	1,022.03	1,652.07	2,569.62	1,924.27
Total Expenses	20,803.85	18,079.89	38,883.75	35,113.96	31,334.53	73,997.70	48,347.23
Profit/(Loss) before Exceptional Items and Tax	4,833.62	5,611.81	10,445.42	13,020.05	10,984.23	23,465.47	21,740.68
Exceptional Items (net)	-	-	-	-	-	-	-
Profit/(Loss) before Tax	4,833.62	5,611.81	10,445.42	13,020.05	10,984.23	23,465.47	21,740.68
Tax Expenses							
Current Tax	477.99	155.80	633.79	252.51	405.03	886.30	473.89
Provision for Tax for Earlier Years	-	(2.84)	(2.84)	0.32	0.01	(2.52)	0.01
Deferred Tax expense/(credit)	(2,217.65)	(1,734.90)	(3,952.55)	(2,885.33)	(2,739.03)	(6,837.88)	(4,422.79)
Total Tax	(1,739.66)	(1,581.94)	(3,321.60)	(2,632.50)	(2,333.99)	(5,954.10)	(3,948.89)
Profit/(loss) for the period	6,573.26	7,193.75	13,767.02	15,652.55	13,318.22	29,419.57	25,689.57



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvIT/20-21/0014

Audited Consolidated Statement of Cash Flows for the year ended Ended March 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
	<i>(Audited)</i>	<i>(Audited)</i>
A. Cash flows from operating activities		
Net Profit/(Loss) Before Tax	23,465.47	21,740.68
Adjustments:		
Depreciation and Amortization	24,771.04	17,560.63
Profit on redemption of Mutual Funds	(2,141.16)	(671.17)
Interest income from FDR	(871.71)	(373.43)
Finance Cost (net)	25,015.90	16,590.17
Provision for major maintenance expenses	8,444.05	5,879.20
Unwinding interest on major maintenance provision	2,867.62	24.95
Provision for Leave encashment and Gratuity	52.43	11.93
Provision for expected credit loss	-	59.60
Bad debts written off	-	9.90
Operating cash flows before Working Capital Changes	81,603.64	60,832.46
Movements in Working Capital		
Decrease / (Increase) in Trade & Other Receivables	(34.34)	180.10
Decrease / (Increase) in Other Non Current Financial Assets	(2.52)	(208.85)
Decrease / (Increase) in Other Non Current/Current Assets	(516.99)	(834.96)
Decrease / (Increase) in Other Current Financial Assets	(293.92)	(293.53)
Increase / (Decrease) in Trade & Other Payables	12.68	3,267.01
Increase / (Decrease) in Other Financial Liabilities	188.39	57.50
Increase / (Decrease) in Provisions	(3.57)	(0.11)
Increase / (Decrease) in Other Current Liabilities	229.27	(0.14)
Increase / (Decrease) in Current Tax Liabilities	-	-
Cash used in operating activities	81,182.64	62,999.48
Income Tax paid	(721.42)	(626.67)
Net Cash Flows used in operating activities - A	80,461.22	62,372.81
B. Cash flows from investing activities		
Purchase of Property, Plant & Equipment, including CWIP, capital creditors and capital advances	(15,82,977.68)	(2,85,101.04)
(Investment)/Redemption in FDR	(951.26)	(6,299.19)
Interest received on maturity of FDR	810.99	189.55
Profit on redemption of mutual funds	2,141.16	671.17
Net Cash Flows used in investing activities - B	(15,80,976.79)	(2,90,539.51)
C. Cash flows from financing activities		
Proceeds from Issue of Unit Capital	7,27,206.41	1,43,013.67
Expense incurred towards initial public debt offering	-	(1,689.00)
Expense incurred towards institutional unit allotment	(1,471.46)	(1,099.13)
Processing Fee paid	(1,482.16)	(197.00)
Distribution to Unit Holders	(54,491.29)	(34,927.86)
Proceeds from Long Term Borrowings (net of processing fees)	8,84,700.00	1,50,000.00
Financing charges paid	(24,909.51)	(11,180.86)
Repayment of Long Term Borrowings	(3,759.73)	(1,010.98)
Net Cash Flows from financing activities - C	15,25,792.26	2,42,908.84
Net Increase/Decrease in Cash and Cash equivalents (A+B+C)	25,276.70	14,742.14
Cash and Cash Equivalents at the Beginning of the year	21,124.08	6,381.94
Cash and Cash Equivalents at the end of the year	46,400.78	21,124.08



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29 November 2021 issued under the InvIT regulations)

Consolidated Statement of Net Assets at Fair Value

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Book value	Fair value [^]	Book value	Fair value [^]
A. Assets	27,41,034.36	29,47,706.90	10,49,155.20	11,68,122.00
B. Liabilities (at book value)	13,01,482.24	13,01,482.24	3,10,020.64	3,10,020.64
C. Net assets (A-B)	14,39,552.12	16,46,224.66	7,39,134.56	8,58,101.36
D. No of units	1,31,22,00,600.00	1,31,22,00,600.00	72,64,05,200.00	72,64,05,200.00
E. NAV (C/D)	109.71	125.46	101.75	118.13

[^]Fair values of total assets relating to the Trust as at March 31, 2024 & March 31, 2023 as disclosed above are based on the independent valuer

Consolidated Statement of Total Return at Fair Value:

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Total comprehensive income for the year (As per the Consolidated Statement of Profit and Loss)	29,419.70	25,689.57
Add: Other changes in fair value for the year	2,06,672.54	1,18,966.80
Total return	2,36,092.24	1,44,656.37

* In the above statement, other changes in fair value for the year ended March 31, 2024 & March 31, 2023 have been computed based on the independent valuer report.

The accompanying notes form an integral part of the Consolidated Financial Statements.

This is the Consolidated Statement of Net Assets at Fair Value and Consolidated Statement of Total Return at Fair Value referred to in our report of even date.



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIR/SEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

a. Statement of Net Distributable Cash Flows (NDCF) at Trust Level NHIT

(All amounts in ₹ lakh unless otherwise stated)

S. No.	Particulars	For the year ended 31st March 2024 (Audited)	For the year ended 31st March 2023 (Audited)
1	Profit after tax as per Statement of profit and loss/income and expenditure (Standalone) (A)	96,819.27	77,236.17
2	Add: Depreciation and amortization as per statement of profit and loss account, increase of impairment reversal, same needs to be deducted from profit and loss.	-	
3	Add/Less: Loss/gain on sale of infrastructure assets	-	
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-	
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/ (loss) recognised in profit and loss account.	-	
6	Add/ Less: Any other item of non- cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss /income and expenditure on measurement of the asset or the liability at fair value; interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.	(82,058.04)	(45,002.00)
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements.	(4,206.73)	(1,010.98)
8	Total Adjustment (B)	(86,264.77)	(46,012.98)
9	Net Surplus (C) = (A+B) (NDCF)	10,554.50	31,223.19
10	Add: Income recognised in previous year and received in this year	46,688.43	10,651.13
11	Less :- Interest expenses recognised in previous year and paid in this year	(5,129.59)	-
12	Distributable Cash Flow	52,113.35	41,874.32
13	Less: Amount already distributed to Unitholders ((for the period from April 23 to Jan 24)(PY for the period from April 22 to December 22))	42,843.37	30,225.78
14	Balance Net Distributable Cash Flows for the year ended March 31, 2024	9,269.97	11,648.54



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :-IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIR/SEBI/IO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

b. Statement of Net Distributable Cash Flows (NDCF) at SPV Level (NHIPPL)

(All amounts in ₹ lakh unless otherwise stated)

S. No.	Particulars	For the year ended	For the year ended
		March 31, 2024	March 31, 2023
		<i>(Audited)</i>	<i>(Audited)</i>
1	Profit/ (Loss) after tax as per Statement of profit and loss/income and expenditure (standalone) (A)	(65,433.38)	(51,346.61)
2	Add: Depreciation and amortization as per statement of profit and loss account. Increase of Impairment reversal, same needs to be deducted from profit and loss.	24,770.91	17,560.63
3	Add/Less: Loss/gain on sale of infrastructure assets	-	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/ (loss) recognised in profit and loss account. *	(142.72)	(134.38)
6	Add/ Less: Any other item of non-cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss/income and expenditure on measurement of the asset or the liability at fair value: Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.	1,25,403.04	99,236.43
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements. **	(504.26)	(4,004.00)
8	Total Adjustments (B)	1,49,526.96	1,12,658.71
9	Net Distributable Cash Flows (C) = (A+B)	84,093.58	61,112.10

* This includes amount utilized for purchase of Property, Plant and Equipment's and Intangible Assets

** As at 31-03-2024 this includes Fixed Deposit of Rs. 504.26 Lakhs lien marked in favour of Bank of Maharashtra against Performance Bank Guarantee issued in favour of NHAI.

Adjustment to Net Distributable Cash Flows

S. No.	Particulars	For the year ended	For the year ended
		March 31, 2024	March 31, 2023
1	Net Distributable Cash flow for the year (From (C) Above)	84,093.58	61,112.10
2	Less: Actual Distribution during the year	(82,549.93)	(58,661.01)
	Balance	1,543.65	2,451.09
3	Add: Opening Surplus / Opening Cash adjusted with Net working Capital as on 31-03-2023)	3,896.22	-
4	Less: Cash Set Aside For movement in net working capital as on 31-03-2024	(249.95)	-
	Balance Distributable Cash Flow***	5,184.93	2,451.09

*** Rs. 5,162.05 lakhs of Cash out of Balance Distributable cash as on 31st March 2024 has been distributed to Trust in April 2024.



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :-IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

c. Statement of Net Distributable Cash Flows (NDCF) at SPV Level (NEPPL)

(All amounts in ₹ lakh unless otherwise stated)

S. No.	Particulars	For the year ended March 31, 2024
1	Profit/ (Loss) after tax as per Statement of profit and loss/income and expenditure (standalone) (A)	(1,693.38)
2	Add: Depreciation and amortization as per statement of profit and loss account. In case of Impairment reversal, same needs to be deducted from profit and loss.	0.13
3	Add/Less: Loss/gain on sale of infrastructure assets	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/ (loss) recognised in profit and loss account. *	(0.50)
6	Add/ Less: Any other item of non- cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss /income and expenditure on measurement of the asset or the liability at fair value; Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.**	2,217.93
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements.	-
8	Total Adjustments (B)	2,217.57
9	Net Distributable Cash Flows (C) = (A+B)**	524.19

* This includes amount utilized for purchase of Property, Plant and Equipment's and Intangible Assets

** The distributable cash flows are retained for working capital requirements of the Company.



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :-IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

d. Project Management Fees :-

The project manager National Highways InvIT Project Managers Private Limited ('NHIPMPL') for NHIPPL (R1 & R2 assets) and is entitled to fixed fees based on the Project Implementation and Management Agreement (PIMA) signed by both the parties dated 30th March 2021 as amended on 6th March 2024. NHIPMPL is also Project Manager for NEPPL (R3 assets) w.e.f 1st April 2024 as per deed of adherence signed on 7th March 2024.

e. Investment Manager fees

i) The Investment Manager's fee as per agreement dated 21st October 2020 will initially be Rs. 1,100 Lakh (Rupees Eleven Hundred Lakhs) per annum.

ii) The Investment Management Agreement is revised and the fee with effect from 1st April 2023 has been agreed at Rs 1,800 Lakhs (Rupees Eighteen hundred lakhs) for the Financial Year 2023-24.

iii) The management fee set out in paragraph (ii) above shall be subject to escalation on an annual basis at the rate of 10% of the management fee for the previous year.

iv) Any applicable taxes, cess or charges, as the case may be, shall be in addition to the management fee and shall be payable by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL).

Payment of frequency: Payment of management fee shall be made by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL) in advance on a quarterly basis at the beginning of each quarter of a financial year.

f. Statement of earnings per unit ('EPU')

Basic EPU amounts are calculated by dividing the profit for the period/ year attributable to Unit holders by the weighted average number of units outstanding during the period/ year. Diluted EPU amounts are calculated by dividing the profit/(loss) attributable to unit holders by the weighted average number of units outstanding during the period/ year plus the weighted average number of units that would be issued on conversion of all the dilutive potential units into unit capital.

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
	(Audited)	(Audited)
Profit for the period / year (₹ lakhs)	29,419.70	25,689.57
Weighted average number of units outstanding for computation of basic and diluted earning per unit.	75,36,14,276	65,66,68,738
Earning per unit (basic and diluted) (₹)	3.90	3.91

g. Statement of Contingent Liabilities/Contingent Assets

(All amounts are in ₹ lakh unless otherwise stated)

i) Contingent Liabilities		
Corporate Guarantee issued to senior lenders	2,87,700.00	2,80,000.00
Corporate Guarantee issued to Debenture Trustee on behalf of Non Convertible Debenture Holders	1,50,000.00	1,50,000.00
Stamp Duty on Concession agreement on Belgaum Kagal Project (refer note (a) below)	6,990.00	-
ii) Contingent Assets		
Stamp Duty on Concession agreement on Belgaum Kagal Project (refer note (b) below)	6,990.00	-



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

Note (a) Stamp Duty on Concession agreement on Belgaum Kagal Project - The group has received notice from Office of Deputy Registrar of Stamps, Government of Karnataka. As per this notice additional stamp duty of Rs 69.90 crore has been imposed on the group for the concession agreement entered into for Belgaum-Kagal road.

Stamp legislation in certain states (including Karnataka) also specifies that copy of the main document in respect of any property, or any business within the state also needs to be stamped with original amount of stamp duty, if the original document has not been stamped with full amount of the stamp duty applicable for place of business.

As regards to the applicability of stamp duty on Concession Agreement, it may please be noted that there is no specific entry in respect of the concession agreement. Such agreements are stamped under the residuary category of the agreements and a nominal amount was paid on such agreements. We are given to understand that the Karnataka State Govt. has given instructions to procure copies of licence /Agreement of toll collecting agencies in respect of roads passing through state of Karnataka. We have further been issued a notice for recovery of shortfall in stamp duty.

Various judicial pronouncements by various high courts have divergent views and the issue is debatable and there is no clarity on the same. The group is contesting this imposition of deficit stamp duty on concession agreement notice with Government of Karnataka. We are also in receipt of copies of letters sent by NHAI to the Karnataka State Govt clarifying the issue. The group is in the process of filing injunction with the Dharwad bench of Karnataka High Court.

Note (b) Contingent Assets

Stamp Duty on Concession agreement on Belgaum Kagal Project- In the event of the stamp duty becoming payable, it shall be reimbursed by NHAI as confirmed by them vide letter No. NHAI/F&A/InvIT/2021-22/CLFN_GST&SD(E-106870) dated 28.09.2021. Since no provision has been recognised in the books with respect to stamp duty, the reimbursement has not been recognised as an asset considering the guidance in Ind AS 37.

c) Corporate Guarantees

31st March 2024
31st March 2023

Rs 4,37,700.00 Lakh
Rs 3,50,000.00 Lakh

The Project SPV company (NHIPPL) has issued Corporate Guarantees amounting to Rs. 2,000 Crore or secured obligations on 14.03.2022 and Rs 877 Crore or secured obligations on 08.01.2024 in favour of Senior Lenders, Rs. 1,500 Crore or secured obligations on 21.10.2022 in favour of Debenture Trustee of the Trust for the benefit of NCD holder.

The group during previous year has carried out a fair valuation of Corporate Guarantees referred above from an independent external valuer. Basis such valuation report and management estimate, fair value of corporate guarantee is estimated to be Nil.

h. Capital Commitments as on 31.03.2024

(All amounts are in ₹ Lakh unless otherwise stated)

Particular	For the Year ended March 31, 2024	For the Year ended March 31, 2023
The estimated value of contracts to be executed and not provided for	49,698.13	Nil
Other Commitments	Nil	Nil
Total	49,698.13	Nil



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Additional disclosure as required by paragraph 6 of Annexure A to the SEBI Circular No. CIR/IMD/DF/127/2016

Statement of Related Parties

A. List of Related Parties as per requirement of IND AS 24 - "Related Party Disclosures"

Enterprises where Control / significant influence exists	National Highways Infra Projects Private Limited ('NHIPPL') (Subsidiary Company) NHIT Eastern Projects Private Limited ('NEPPL') (Subsidiary
--	--

B. List of additional related parties as per Regulation 2(1)(zz) of the SEBI InvIT Regulations

Parties to the Trust

National Highways Infra Investment Managers Private Limited (NHIMPL) - Investment Manager (IM) of the Trust
IDBI Trusteeship Services Limited (ITSL) - Trustee of the Trust
National Highways Authority of India (NHAI)- Sponsor
National Highways InvIT Project Managers Private Limited (NHIPMPL)- Project Manager

Promoters of the Parties to the Trust specified above

Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHIMPL
IDBI Bank Limited (IDBI Bank) - Promoter of ITSL
Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHAI
National Highways Authority of India (NHAI)- Promoter of NHIPMPL

Directors of the parties to the Trust specified above

Directors of NHIMPL

Mr. Suresh Krishan Goyal
Mr. Shailendra Narain Roy
Mr. Mahavir Prasad Sharma
Mr. Pradeep Singh Kharola
Mr. N.R.V.V.M.K. Rajendra Kumar
Mr. Sumit Bose
Mr. Bruce Cane (Censed to be Director w.e.f. 07.11.2023)
Mr. Amit Kumar Ghosh (Censed to be Director w.e.f. 15.11.2023)
Ms. Kavita Saha (Censed to be Director w.e.f. 08.11.2023)
Mr. Pushkar Vijay Kulkarni (Appointed as Director w.e.f. 08.11.2023)
Mr. Debapratim Hajara (Appointed as Director w.e.f. 08.11.2023)
Mr. Vinay Kumar (Appointed as Nominee Director w.e.f. 27.03.2024)
Ms. Usha Monari (Appointed as Woman Independent Director w.e.f. 16.04.2024)

Directors of NHIPPL

Mr. Suresh Krishan Goyal
Mr. Shailendra Narain Roy
Mr. Mahavir Prasad Sharma
Mr. Muralidhara Rao Bugatha
Mr. N.R.V.V.M.K. Rajendra Kumar

Directors of NEPPL

Mr. Suresh Krishan Goyal
Mr. Mathew George
Mr. Mahavir Prasad Sharma (Appointed as Director w.e.f. 15.04.2024)
Mr. Shailendra Narain Roy (Appointed as Director w.e.f. 15.04.2024)



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Additional disclosure as required by paragraph 6 of Annexure A to the SEBI Circular No. CIR/IMD/DF/127/2016

Directors of ITSL

Mr. Pradeep Kumar Jain
Ms. Jayashree Vijay Ranade
Mr. Pradeep Kumar Malhotra
Ms. Baljinder Kaur Mandal
Ms. Jayakumar Subramoniam Pillai

Directors of NHIPMPL

Mr. Akhil Khare
Mr. Ashish Kumar Singh

C. Transactions with Related Parties

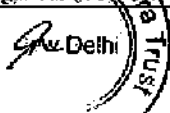
(Amounts in ₹ lakh)

Particulars	Year ended 31st March 2024	Year ended 31st March 2023
	(Audited)	(Audited)
<u>National Highways Infra Investment Managers Private Limited (NHIMPL)</u>		
Investment Manager Fee	1,800.00	1,491.17
Advance Investment Manager Fee Paid	4.93	86.06
Expense incurred by NHIMPL on behalf of NHIT	15.35	39.79
Expenses incurred on behalf of NEPPL, by NHIMPL	25.00	-
Other Support Services to NHIPPL	22.96	3.12
Expenses incurred by NHIPPL for NHIMPL. Behalf	0.65	-
Reimbursement of Expenses	-	0.07
<u>National Highways Authority of India (NHAI)</u>		
Issue of units of Trust to NHAI	1,09,081.07	21,366.83
Interest and other income distribution	8,641.92	5,589.34
Payment related to acquisition of intangible assets	-	2,84,966.66
O & M Expenses	96.03	1,152.32
Double toll fees	528.00	679.17
Reimbursement for Initial Improvement Works	3,146.59	-
Independent engineers fees	228.56	345.38
<u>IDBI Trusteeship Services Limited (ITSL)</u>		
Payment of Trustee Fee	9.60	12.73
Other fees related to Round 1 & 2 Assets	1.50	3.54
Other Fees related to Round 3 Assets ("Project Leap")	17.58	-
<u>IDBI Bank Limited</u>		
Secured Loan given to NHIT	10,000.00	-
Interest Expense incurred on Loan given to NHIT	4.38	-
Repayment of Principal Amount	0.00	-
Loan Processing Fees Paid to them	41.30	-
<u>National Highways InvIT Project Managers Private Limited (NHIPMPL)</u>		
Project Manager Fees	1,168.20	991.20

D. Summary of Transactions with Key Managerial Personnel (KMP)

(Amounts in ₹ lakh)

Name of KMP and Nature of Transaction	Year ended 31st March 2024	Year ended 31st March 2023
	(Audited)	(Audited)
Mr. Suresh Krishan Goyal - Reimbursement of Expenses	0.79	0.39
Mr. M.P. Sharma - Director's Sitting Fees	8.00	6.40
Mr. Shailendra Narain Roy - Director's Sitting Fees	8.00	6.40
Mrs. Ajanta Sen - Short Term Employment Benefits	-	1.84
Mr. Arun Kumar Jha - Short Term Employment Benefits	69.35	-
Mr. Arun Kumar Jha - Reimbursement of Expenses	3.31	-
Mr. Bharu Sharma (CS) - Short Term Employment Benefits	7.49	3.91
Mr. Bharu Sharma (CS) - Reimbursement of Expenses	0.47	-
Ms. Aashima Agrawal (CS) - Short Term Employment Benefits	6.28	-
Ms. Aashima Agrawal (CS) - Reimbursement of Expenses	0.58	-



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Additional disclosure as required by paragraph 6 of Annexure A to the SEBI Circular No. CIR/IMD/DF/127/2016

E. Closing Balances with Related Parties

(Amounts in ₹ lakh)

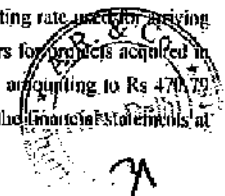
Particulars	As at March 31, 2024	As at March 31, 2023
	(Audited)	(Audited)
<u>National Highways Authority of India (NHAI)</u>		
Issue of units of Trust to NHAI	2,27,003.91	1,17,922.83
O & M Expenses payable	717.98	880.35
Double toll fees payable	10.19	151.17
Independent Engineers Fees payable	451.45	276.05
Amount Payable for Initial Improvement Works	829.65	-
<u>National Highways Infra Investment Managers Private Limited (NHIMPL)</u>		
Advance IM Fee	4.93	-
IM Fee Payable	-	1.89
Payable by NHIPPL for Other Support Services	16.69	-
Expenses Payable	-	0.48
Amount Payable by NEPPL for expenses incurred on their behalf by NHIMPL	25.00	-
<u>IDBI Trusteeship Services Limited</u>		
Trustee Fee Payable	1.73	1.73
Other Fees related to Round 3 Assets ("Project Leap")	2.68	-
<u>IDBI Bank Limited</u>		
Outstanding Secured Loan Amount	9,999.99	-
<u>National Highways InvIT Project Managers Private Limited (NHIPMPL)</u>		
Project Manager Fees Payable	540.00	762.50



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvIT/20-21/0014

Notes to the consolidated financial results for the quarter, half year and year ended Ended March 31, 2024

- 1 The investor can view the result of the National Highway Infra Trust (Trust) on the Trust's website (<https://www.nhit.co.in>) or on the websites of BSE (www.bseindia.com) or NSE (www.nseindia.com).
- 2 The consolidated Financial results of National Highways Infra Trust (Trust) for the quarter, half year and year ended 31st March, 2024 have been reviewed by the Audit Committee of National Highways Infra Investment Managers Private Limited (Investment Manager of Trust) on 27th May, 2024 and thereafter approved by the Board of Directors of the Investment Manager on 27th May, 2024.
- 3 The Statutory Auditors of the Trust have carried out the audit of Consolidated Financial Results of Trust for the quarter, half year and year ended 31st March 2024 and have issued an unmodified audit report on these Consolidated Financial Results.
- 4 The Consolidated Financial results comprise the Consolidated Balance Sheet as at 31st March, 2024, Consolidated Statement of Profit and Loss and explanatory notes thereto of the National Highways Infra Trust (the Trust) for the quarter, half year and year ended 31st March, 2024 (the Statement). The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) and/or any addendum thereto as defined in Rule 2 (1) (a) of the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India. The Statement has been prepared solely for submissions to be made by the Investment Manager with the Stock Exchanges (both BSE and NSE) and as additional information for stakeholders of the Trust and therefore it may not be suitable for another purpose.
- 5 The Consolidated Financial Results incorporate the Financial Results of the Trust and its subsidiaries (Project SPV- NHIPPL and NEPLL). The Consolidated Financial Results combine the financial statements of the Trust and its subsidiaries on a line-by-line basis by adding together the like items of assets, liabilities, income, and expenses. All intra-group assets, liabilities, income, expenses and unrealised profits/losses on intra-group transactions are eliminated on consolidation unless the transaction provides evidence of an impairment of transferred asset. The carrying amount of the Group's investment in each subsidiary and the Group's portion of equity in each subsidiary are offset with each other in the Consolidated Financial Results.
- 6 National Highway Infra Trust (Trust or "InvIT") is registered as an Irrevocable Trust registered under the provisions of the Indian Trusts Act, 1882 on 19th October, 2020. It was registered under the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 on 28th October, 2020 having registration number IN/InvIT/20-21/0014.
- 7 The consolidated financial results relating to half year ended March 31, 2024 are the balancing figures between the audited figures in respect of full financial year ended March 31, 2024 and published figures for half year ended September 30, 2023 which were subject to limited review. The consolidated financial results relating to quarter ended March 31, 2024 are the balancing figures between the audited figures in respect of full financial year ended March 31, 2024 and published figures for the period ended December 31, 2023 which were subject to limited review.
- 8 The Group has outstanding secured non-convertible debentures (NCDs) amounting to Rs. 1,500 crores for STRPP A, STRPP B, and STRPP C which will mature from 8th anniversary to 13th anniversary, 13th anniversary to 18th anniversary, 18th anniversary to 25th anniversary of allotment respectively. The NCDs are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). The security cover exceeds 100% of the principal and interest amount of NCDs as at 31 March 2024.
- 9 Nature of Security for Non Convertible debentures:
The debenture holders are secured by :
 - a) a first ranking pari passu Security Interest over the Trust's immovable assets (if any), both present and future. The Trust does not own any immovable property at the present time. In the event, the Trust acquires any immovable property in future, the Trust shall mortgage said property within 180 (one hundred eighty) days from the date of acquisition of such immovable assets. The Debenture Trustee shall be authorised to do all acts, deeds, and enter into necessary documents, agreement, amendments and/or modifications, as may be required to give effect to the same, including carrying out the due diligence as may be required by Debenture Trustee;
 - b) a first ranking pari passu Security Interest over the Hypothecated Assets (including Receivables), both present and future; and
 - c) Negative Lien Undertaking
 - d) corporate guarantee executed by the Project SPV (NHIPPL) in favour of the Debenture Trustee for guaranteeing the due repayment of the secured obligations in accordance with the terms of the Debenture Trust Deed.
- 10 The Board of Directors of the Investment Manager has declared distribution for January 2024 of Rs. 0.631 per unit which comprises of Rs. 0.606 per unit as interest and Rs. 0.025 per unit as other income on surplus funds at the Trust level in their meeting held on 4th March, 2024. Further, the Board of Directors of the Investment Manager has declared distribution for February 2024 & March 2024 of Rs. 0.705 per unit which comprises of Rs. 0.687 per unit as interest and Rs. 0.018 per unit as other income on surplus funds at the Trust level in their meeting held on 27th May, 2024. The Board of Directors of the Investment Manager has declared distribution for Quarter 3 of FY 2023-24 of Rs. 1.697 per unit which comprises of Rs. 1.693 per unit as interest and Rs. 0.004 per unit as other income on surplus funds at the Trust level in their meeting held on 2nd February, 2024. The Board of Directors of the Investment Manager had declared distribution for Quarter 2 of FY 2023-24 of Rs. 1.816 per unit which comprises of Rs. 1.774 per unit as interest and Rs. 0.042 per unit as other income on surplus funds at the Trust level in their meeting held on 8th November, 2023 and the Board of Directors of the Investment Manager had declared distribution for Quarter 1 of FY 2023-24 of Rs. 1.754 per unit which comprises of Rs. 1.742 per unit as interest and Rs. 0.012 per unit as other income on surplus funds at the Trust level in their meeting held on 11th August, 2023.
- 11 **Provision for Major Maintenance**
The group has a contractual obligation to maintain the performance standards of the Project Highways in respect of riding quality and allied measures as per the performance parameters stipulated under the respective Concession Agreements. Cost of such obligation is measured at the best estimate of the expenditure required to settle the obligation at the balance sheet date and recognised over the period at the end of which the overlay is estimated to be carried out using Discounted Cash Flows method with the discount rate taken as the risk-free interest rate i.e. the discounting rate used for arriving at the present value for MMR provisions is government bond rate of 30 years for projects acquired in first phase and 20 years for projects acquired in second phase. The group has recognised finance cost on major maintenance provision for the year ended March 31, 2024 amounting to Rs 471.79 Lakhs (FY Rs 24.95 lakhs). The provision for Major Maintenance Obligation as at March 31, 2024 has been recognised in the financial statements at Rs 4.05 Lakhs (P.Y. 6,307.44).



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvFT/20-21/0014

Notes to the consolidated financial results for the quarter, half year and year ended Ended March 31, 2024

12 Initial Improvement Works

As per the concession agreement between NEHPPL and NHAI, the concessionaire is obligated to undertake initial improvement works as specified in Schedule B including certain improvement works required initially and then to extend required repairs maintenance, regular upkeep of the Project Highway. These obligations will require outflow of economic resources and will be fulfilled over the period of time. Therefore, a provision shall be recognised and measured as per Ind AS 37 for contractual obligations toward the Fair Value of future upgrade services and correspondingly the group shall capitalize the present value of provision for upgrade services to the intangible asset at the time of acquisition.

At the time of acquisition of SPV's there was uncertainty with respect to the cost estimates for the initial improvement work to be done and the group was in discussion with NHAI for de-scoping of certain work. Further, as per Ind as 38, an intangible asset can be recognised if, and only, if the cost of the asset can be measured reliably.

Since the cost for initial improvement work was not ascertainable until 1st Dec 2023 (under Ind AS 38) because of discussion around de-scoping of various works, no reliable estimates could be made for the Fair Value of the said scope. This was further substantiated with the technical note prepared by the technical department basis their discussion and meetings with NHAI and various vendors. Considering that the management has now ascertained the costs based on contracts awarded and the sign off received from the PMC, (estimated as required under Ind AS 38) has now, based on discussions with its technical consultants, capitalised the initial improvement works amounting to Rs. 1,21,227.32 Lakhs (Undiscounted Value) on 1st Dec 2023.

Further the group has also recognised provision for initial improvement works as per Ind AS 37 amounting to Rs. 1,11,993.43 Lakhs (Present Value) on 1st December 2023 with corresponding impact in Statement of Profit and Loss amounting to Rs. 1124.63 Lakhs and Rs. 2396.83 Lakhs on account of amortization of initial improvement work and unwinding of interest on provision of initial improvement respectively.

Actual initial improvement work done up to March 2024 is Rs. 14,346.87 Lakhs.

- 13 The Trust has invested the amount of Rs. 240,610 Lakh in the equity share capital of the NHIT Eastern Projects Private Limited (Project SPV's - II) during the year. NEPPL acquired rights for Tolling, Management and Maintenance of the seven toll roads under the concession agreement signed with NHAI for consideration of INR 15,69,988.18 Lakhs. Appointed date for the project is w.e.f 01.04.2024.
- 14 In current year the Trust offered an issue of 58,57,95,400 units of National Highways Infra Trust ("NHIT"), for cash at a price of 124.14 per unit (the "issue price"), aggregating to Rs 7,27,206.41 lakh through institutional and preferential placement in accordance with the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 including the rules, circulars and guidelines issued thereunder.
- 15 As per Ind AS 36 'impairment of assets', based on management review on expected future cash flows and economic conditions of the assets of the Trust, no indicators of impairment of assets exist as on the reporting date. Hence no provision for impairment has been recognized in the books on the reporting date.
- 16 The Group has not created deferred tax assets on major maintenance obligations, as carried forward business losses will not be available for utilisation within the time limit allowable as per the Income Tax Act based on the future projections of the profitability of the entity.
- 17 During the year ended 31st March 2024, the Group has taken a further disbursement of amounting to Rs. 163 Crores from the Axis Bank Limited and Rs. 26 Crores from the Bank of Maharashtra in accordance with Facility agreement. The Trust has given the above said amount to Project SPV NEHPPL as Loan at the rate of 12.70% p.a. for initial improvement works.
- 18 During the year ended 31st March 2024, the Group has obtained the sanction of Rs. 877 Crores from the Axis bank for initial improvement works of Round 2 Assets. Further Group has obtained sanction of Rs. 9000 Crores from Banks and Financial Institution for acquisition of Round 3 Assets and has taken a disbursement of Rs. 8,658 Crore during the year, the Trust has given the said amount to Project SPV NEPPL, as Loan at the rate of 12.70% p.a. for acquisition of Round 3 Assets.
- 19 All values are rounded to nearest lakh, unless otherwise indicated. Certain amounts that are required to be disclosed and do not appear due to rounding off are expressed as 0.00.
- 20 Previous period/year figures have been reclassified/regrouped wherever necessary to confirm to current period classification.

For and on behalf of the National Highways Infra Investment Managers Private Limited (Investment Manager
of National Highways Infra Trust)



Anil Singh
Anil Singh
Compliance Officer

Matthew George
Matthew George
Chief Financial Officer



Suresh Krishan Goyal
Suresh Krishan Goyal
Director
DIN: 02721580
Place: New Delhi
Date: 27th May, 2024

A.R. & CO.
Chartered Accountants

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Corporate and Correspondence

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Ghaziabad- 201001 Delhi-NCR
National Capital region Of Delhi

INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of National Highways Infra Trust

Report on the Audit of the Standalone Financial Statements

OPINION

We have audited the accompanying standalone financial statements of **National Highways Infra Trust ("the InvIT" or "the Trust")**, which comprise the Balance Sheet as at 31 March 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Unitholder's Equity and the Statement of Cash Flows for the year then ended, the Statement of Net Assets at fair value as at 31 March 2024, the Statement of Total Returns at fair value and the Statement of Net Distributable Cash Flows ("NDCF's") for the year then ended and notes to the standalone financial statements including a summary of material accounting policy and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time including any guidelines and circulars issued thereunder (together referred to as the "SEBI InvIT Regulations") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards as defined in rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations, of the state of affairs of the Trust as at 31 March 2024, its profit including other comprehensive income, its cash flows, its statement of changes in Unitholder's equity for the year ended 31 March 2024, its net assets at fair value as at 31 March 2024, its total returns at fair value and the net distributable cash flows of the Trust for the year ended 31 March 2024.



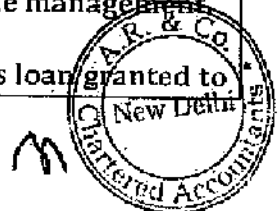
BASIS FOR OPINION

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SAs") issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Trust in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the SEBI InvIT Regulations, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

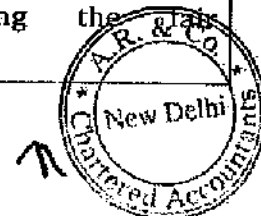
KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended 31 March 2024. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

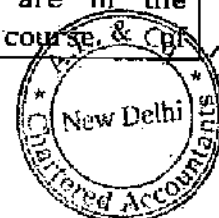
Sr. No.	Key Audit Matter	Auditor's Response
1.	<p>Assessment of Impairment of Investment made in and Loans given to the subsidiary company, National Highways Infra Projects Private Limited ("NHIPPL")</p> <p>As at March 31, 2024, the carrying amount of Equity Investment by the Trust in NHIPPL amounted to Rs. 139,553.52 Lakhs. Further, the Trust has granted loan to NHIPPL till date amounting to Rs. 90,95,06.66 Lakhs.</p> <p>In accordance with its accounting policy and requirements under Ind AS, the management has performed an impairment assessment by comparing the carrying value of these investments made/ loans given to NHIPPL to their recoverable amount.</p> <p>For impairment testing, value in use has been determined by forecasting and discounting future cash flows of subsidiary company. Further, the value in use is highly sensitive to changes in critical variable used for forecasting the future cash flows</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none">Assessed the appropriateness of the future cash flows estimated including value in use determined. In making this assessment, we also evaluated the objectivity, independence and competency of specialists involved in the process;Assessed the assumptions around the key drivers of the revenue projections, future cash flow, discount rates / weighted average cost of capital that were used by the management.As regards loan granted to



<p>including traffic projections for revenues and discounting rates. The recoverable amount is the higher of (a) fair value less cost to sell (b) value in use. The determination of the recoverable amount from subsidiary company involves management estimates and judgment which may affect the outcome.</p> <p>So, there is an inherent risk in the valuation of investment/ recoverability of loans, due to the use of estimates and judgements mentioned above.</p> <p>Accordingly, the assessment of impairment of investment/loans in subsidiary company has been determined as a key audit matter.</p> <p>Refer Note 2.1 (m) for the accounting policy on Impairment of Investments & Note 31 relating to Disclosure pursuant to Ind AS 36 "Impairment of Assets" in Standalone Financials as at 31 March 2024. Also Refer Note 2.1 (m) for the Accounting policy on Financial asset relating to Expected Credit Loss on Financial Assets for impairment of loan receivables in the Standalone Financials as at 31 March 2024.</p>	<p>NHIPPPL, we have obtained and considered Management evaluations of recoverability of loans granted to NHIPPPL.</p> <ul style="list-style-type: none"> • Tested the arithmetical accuracy of Impairment Sheet. • Obtained Management Representation in this respect.
<p>2. Computation and disclosures as prescribed in the SEBI InvIT regulations relating to Statement of Net Assets at Fair Value and Total Returns at Fair Value</p> <p>As per SEBI InvIT regulations, the Trust is required to disclose statement of net assets at fair value and statement of total returns at fair value. The fair value is determined by forecasting and discounting future cash flows from the operations of the investee entities which involves management estimates and judgement. These estimates and judgements include discounting rates, Tax rates and inflation rates which are considered for computing the fair value.</p> <p>There is an inherent risk in the computation of fair value due to the use of estimates and judgements mentioned above.</p> <p>Therefore, computation and disclosures of statement of net assets at fair value and statement of total returns at fair value is considered as a Key Audit Matter.</p> <p>Refer Note-2.1(m) Significant Accounting</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none"> • Obtained the understanding of the requirements of SEBI InvIT regulations for disclosures relating to Statement of Net Assets at Fair Value and Statement of Total Returns at Fair Value. • Assessed the Valuation Report issued by the Independent Valuer engaged by the management. Also assessed the appropriateness of the Trust's valuation methodology applied in determining the fair values.



	<p>Assumptions - Fair Valuation and Disclosures and Statement of net assets at fair value and Statement of total returns at fair value in the standalone financial statements.</p>	<ul style="list-style-type: none"> • Obtained Management Representation in this respect. • Tested the arithmetical accuracy of computation in the statement of net assets and total returns at fair value. • Ensured that disclosures is in compliance with SEBI InvIT regulations relating to the statement of net assets at fair value and the statement of total returns at fair value.
<p>3.</p>	<p>Related Party Transactions and Disclosures</p> <p>The Trust has undertaken transactions with its related parties in the normal course of business. These include making loans to Project SPV, earning interest on such loans, fees for services provided by related parties to Trust etc. as disclosed in Note 34 of the Standalone Financial Statements.</p> <p>Considering the importance of accuracy and completeness of related party transactions and its disclosures in the aforesaid standalone financial statements, we have considered this as a key audit matter.</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none"> • Obtained the understanding of policies, processes and procedures in respect of identifying related parties, necessary approvals, recording and disclosure of related party transactions, including compliance of transactions and disclosures in accordance with InvIT regulations. • Tested the related party transactions with the underlying contracts and other supporting documents for appropriate authorization and approval for such transactions. • Reviewed the minutes of governing body of Trust in connection with transactions to assess authorization by the Board and whether the transactions are in the ordinary course, & Cpl



		<p>business at arm's length and in accordance with the SEBI InvIT regulations.</p> <ul style="list-style-type: none"> • Obtained Management Representation in this respect. • Ensured that the disclosures made in accordance with the requirements of Ind AS and SEBI InvIT regulations.
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INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Board of Directors of Investment Manager is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis Report, Investment Manager's Report including annexures to Investment Manager's Report and other information as required to be given by SEBI InvIT Regulations, but does not include the standalone financial statements and our report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF THE BOARD OF DIRECTORS OF INVESTMENT MANAGER FOR THE STANDALONE FINANCIAL STATEMENTS

The Board of Directors of Investment Manager is responsible for the preparation of these standalone financial statements that give a true and fair view of the financial position as at 31 March 2024, financial performance including other comprehensive income, cash flows and the movement of the Unitholder's equity for the year ended 31 March 2024, the net assets at fair value as at 31 March 2024, the total returns at fair value and the net distributable cash flows of the Trust for the year ended 31 March 2024, in accordance with the requirements of the SEBI InvIT Regulations, Indian Accounting Standards as defined in Rule 2(1)(a) of Companies (Indian Accounting Standards) Rules, 2015, as amended and other



accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the SEBI InvIT Regulations for safeguarding of the assets of the Trust and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud and error.

In preparing the standalone financial statements, the Board of Directors is responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of Investment Manager either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of Investment Manager are also responsible for overseeing the Trust's financial reporting process.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Investment Manager.
- Conclude on the appropriateness of the Board of Directors of Investment Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements for the financial year ended 31 March, 2024 and are therefore the key audit matters. We describe these matters in our report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Based on our audit and as required by SEBI InvIT Regulations, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, the Standalone Statement of Cash Flows, Statement of Changes in Unitholder's Equity, the Statement of Net Assets at fair value, the Statement of Total Returns at fair value and the Statement of Net Distributable Cash Flows dealt with by this Report are in agreement with the books of account of the Trust;
- c) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards as defined in Rule 2(1)(a) of Companies (Indian Accounting Standards) Rules, 2015, as amended, to the extent not inconsistent with SEBI InvIT regulations.
- d) There were no amounts which were required to be transferred to the Investor Protection and Education Fund by the Fund.

For A. R. & Co.
Chartered Accountants
FRN: 002744C



CA Mohd Azam Ansari
Partner

Membership No: 0511623

UDIN: 24511623BKCSSF1985

Place: New Delhi
Date: 27-05-2024

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
STANDALONE BALANCE SHEET AS AT MARCH 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
Assets			
1) Non - Current Assets			
(a) Financial Assets			
(i) Investments	3	3,80,163.52	1,39,553.52
(ii) Loans	4	22,40,043.05	8,90,606.66
(iii) Other Financial Assets	5	10,174.48	9,670.84
(b) Other Non-Current Assets	6	95.43	-
Total non current assets		26,30,476.48	10,39,831.02
2) Current Assets			
(a) Financial Assets			
(i) Cash and Cash Equivalents	7	30,718.41	14,080.38
(ii) Other Financial Assets	8	87,534.15	46,692.16
(h) Current Tax Assets (Net)	9	7.04	-
(c) Other Current Assets	10	693.14	1,119.47
Total current assets		1,18,952.74	61,892.01
Total Assets		27,49,429.22	11,01,723.03
Equity and Liabilities			
Equity			
1) Unit Capital	11	14,67,093.46	7,41,604.32
2) Initial Settlement Amount		0.10	0.10
3) Other Equity	12	1,02,760.63	60,432.64
Total Equity		15,69,854.19	8,02,037.06
Liabilities			
1) Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	11,63,394.94	2,92,158.33
Total Non-Current Liabilities		11,63,394.94	2,92,158.33
2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	14	10,054.00	2,000.00
(ii) Trade Payables	15		
(a) Total Outstanding dues of micro and small enterprises		36.17	3.88
(b) Total outstanding dues of creditors other than micro and small enterprises		733.58	342.69
(iii) Other Financial Liabilities	16	5,162.05	5,129.59
(b) Current Tax Liabilities (Net)	17	-	8.98
(c) Other Current Liabilities	18	194.29	42.50
Total Current Liabilities		16,180.09	7,527.64
Total Equity and Liabilities		27,49,429.22	11,01,723.03

Material Accounting Policies

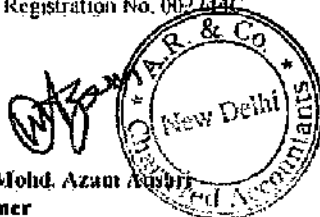
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The accompanying notes form an integral part of these financial statements

3-47

This is the Balance Sheet referred to in our report of even date.

For A.R. & Co.
Chartered Accountants
Firm Registration No. 002714C




CA Mohd. Azam
Partner
M.No. 511623




For and on behalf of Board of Directors of the National Highways Infra Investment Managers Private Limited (Acting as Investment Manager of National Highways Infra Trust)


Suresh Krishan Goyal
Director
DIN: 02721580


Mahavir Parsad Sharma
Director
DIN: 03158413

Date : 27th May 2024
Place : New Delhi


Matthew George
Chief Financial Officer


Gajraj Singh
Compliance Officer

NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Notes	For the year ended March 31, 2024	For the year ended March 31, 2023
Income and Gains			
Interest income on loan given to subsidiaries	19	1,23,103.51	94,698.30
Interest Income on fixed deposits	20	786.74	352.28
Profit on sale of investments	21	840.99	422.20
Other income	22	4.21	316.59
Total Income		1,24,735.45	95,789.37
Expenses			
Investment Manager Fees		1,800.00	1,263.70
Trustee Fees		9.60	9.60
Valuation expenses		11.07	4.00
Annual listing fees		53.80	20.00
Rating fees		7.73	8.20
Audit Fees			
- Statutory audit fees	23	5.75	2.90
- Other audit services (including certification)	23	1.72	0.88
Custodian Fees			
Finance Cost	24	25,139.68	16,590.17
Other Expenses	25	188.64	190.16
Total Expenses		27,221.14	18,082.45
Profit before Tax		97,514.31	77,706.92
Tax Expenses	26		
Current Tax		697.56	473.89
Current tax - earlier years		(2.52)	0.01
Deferred Tax expense/(credit)		-	(3.16)
Total Tax		695.04	470.74
Profit after Tax		96,819.27	77,236.17
Other Comprehensive Income			
A (i) Items that will not be reclassified to Profit or Loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that will be reclassified to Profit or Loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Total Comprehensive Income for the year		96,819.27	77,236.17
Earnings per Unit			
Basic	27	12.85	11.76
Diluted	27	12.85	11.76

Material Accounting Policies

The accompanying notes form an integral part of these financial statements.
This is the Statement of Profit and Loss referred to in our report of even date.

For A.R. & Co.
Chartered Accountants
Firm Registration No. 002744

(Signature)
CA Mohd. Azam Ansari
Partner
M.No. 511623



For and on behalf of Board of Directors of the National Highways Infra Investment Managers Private Limited (Acting as Investment Manager of National Highways Infra Trust)

(Signature)
Suresh Krishan Goyal
Director
DIN: 02721580

(Signature)
Mahavir Parsad Sharma
Director
DIN: 03158413

(Signature)
Matthew George
Chief Financial Officer

(Signature)
Gurpreet Singh
Compliance Officer

Date : 27th May 2024
Place : New Delhi

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvFE/20-21/0014

STANDALONE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
A. Cash flows from operating activities		
Net Profit/(Loss) Before Tax	97,514.31	77,706.92
Adjustments:	25,015.90	16,590.17
Finance Cost (net)	(786.74)	(352.28)
Interest Income on Bank FDR	(1,23,103.51)	(94,698.30)
Interest Income on Long Term Loan given to SPVs	(840.99)	(322.20)
Profit on redemption of Mutual Funds	(2,201.03)	(1,175.71)
Operating cash flows before Working Capital Changes		
Movements in Working Capital	(0.90)	(15.42)
Decrease / (Increase) in Other Non Current Financial Assets	(292.14)	(290.62)
Decrease / (Increase) in Other Current Financial Assets	579.16	(834.96)
Decrease / (Increase) in Other Current/ Non-Current Assets	(312.33)	393.13
Increase / (Decrease) in Trade & Other Payables	-	(0.00)
Increase / (Decrease) in Other Financial Liabilities	151.79	(57.30)
Increase / (Decrease) in Other Current Liabilities	-	-
Increase / (Decrease) in Current Tax Liabilities	(2,075.45)	(1,980.87)
Cash used in operating activities	(711.06)	(626.67)
Income Tax paid	(2,786.51)	(2,607.54)
Net Cash Flows from/(used in) operating activities -A		
B. Cash flows from investing activities	(13,49,436.40)	(2,84,966.66)
Long Term Loans given	(2,40,610.00)	-
Purchase of Non Current Investments	(447.00)	(6,299.18)
Investment in FDR	840.99	422.20
Profit on redemption of Mutual Funds	82,549.94	58,661.00
Interest received on Long Term Loan given	734.73	168.40
Interest Received from Bank	(15,06,367.74)	(2,32,014.24)
Net Cash Flows used in investing activities - B		
C. Cash flows from financing activities	7,27,206.41	1,43,013.67
Proceeds from Issue of unit capital	-	(1,689.00)
Expense incurred towards initial public debt offering	(1,471.46)	(1,099.13)
Expense incurred towards institutional unit allotment	(1,482.16)	(197.00)
Processing Fee paid	8,84,700.00	1,50,000.00
Proceeds from Long Term Borrowings	(54,491.29)	(34,927.86)
Distribution paid to unit holders	(3,759.73)	(1,010.98)
Repayment of Long Term Borrowings	(24,909.51)	(11,180.86)
Finance Costs Paid	15,25,792.27	2,42,908.84
Net Cash Flows from/(Used in) financing activities -C	16,638.03	8,287.05
Net Increase/Decrease in Cash and Cash equivalents (A+B+C)	14,080.38	5,793.33
Cash and Cash Equivalents at the Beginning of the Year	30,718.41	14,080.38
Cash and Cash Equivalents at the end of the Year (Refer Note 7)		



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
STANDALONE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Reconciliation of liabilities arising from Financing Activities pursuant to Ind AS 7- Statement of Cash Flows

Net Debt Recognition

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
a) Carrying amount of debt at the beginning of the year	2,94,158.33	1,46,537.80
b) Additional borrowings during the year	8,84,700.00	1,50,000.00
c) Repayments during the year	(3,759.73)	(1,010.98)
d) Other adjustments/settlements during the year	-	-
e) Transaction Cost adjustment	(1,649.66)	(1,368.19)
f) Carrying amount of debt at the end of the year	11,73,448.94	2,94,158.33

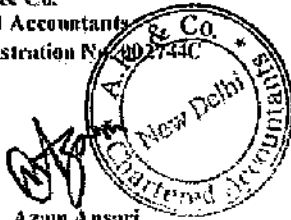
Note:

(i) The above Statement of Cash Flows has been prepared under the indirect method as set out in "Ind AS 7 Statement of Cash Flows".

(ii) Amount in bracket represent outflows.

This is the Cash Flow Statement referred to in our report of even date.

For A.R. & Co.
Chartered Accountants
Firm Registration No. 202744C




CA Mohd. Azam Ansari
Partner
M.No. 311623



For and on behalf of Board of Directors of the National
Highways Infra Investment Managers Private Limited
(Acting as Investment Manager of National Highways Infra


Suresh Krishan Goyal
Director
DIN: 02721580


Mahavir Parsad Sharma
Director
DIN: 03158413

Date : 27th May 2024
Place : New Delhi


Matthew George
Chief Financial Officer


Gagan Singh
Compliance Officer

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

**STANDALONE STATEMENT OF CHANGES IN UNIT HOLDERS EQUITY FOR THE YEAR ENDED
MARCH 31, 2024**

A. Initial Settlement Amount

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Amount
Balance as at April 1, 2022	0.10
Changes in unit capital	-
Balance as at March 31, 2023	0.10
Changes in unit capital	-
Balance as at March 31, 2024	0.10

B. Unit Capital*

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Number of unit	Amount
Balance as at April 1, 2022	59,52,00,000	5,99,442.82
Changes in unit capital	13,12,05,200	1,43,013.67
One time issue expenses	-	(852.17)
Balance as at March 31, 2023	72,64,05,200	7,41,604.32
Changes in unit capital	58,57,95,400	7,27,206.41
One time issue expenses	-	(1,717.27)
Balance as at March 31, 2024	1,31,22,00,600	14,67,093.46

Issue expenses of Rs. 1,717.26 lakhs (March 31, 2023: Rs 852.17 lakhs) incurred in connection with issue of units have been reduced from the Unitholders capital in accordance with Ind AS 32 Financial Instruments: Presentation

C. Other Equity**

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	Items of Other Comprehensive Income		Total
	Reserves and Surplus	Items that will not be reclassified to profit or loss	
		Retained Earnings	
Balance as at April 1, 2022	18,124.33	-	18,124.33
Profit for the year	77,236.17	-	77,236.17
Less:			
Distribution to unit holders			
Return on capital			
Interest	34,183.66	-	34,183.66
Other Income	744.20	-	744.20
Balance as at March 31, 2023	60,432.64	-	60,432.64
Profit for the year	96,819.27	-	96,819.27
Less:			
Distribution to unit holders ^o			
Interest	53,701.68	-	53,701.68
Other Income	789.60	-	789.60
Balance as at March 31, 2024	1,02,760.63	-	1,02,760.63

^oThe distribution relates to the distributions during the financial year along with the distribution related to the last quarter of FY 2022-23 and does not include the distribution relating to the period February 01, 2024 to March 31, 2024 which will be paid after March 31, 2024. The distributions by the Trust to its unit holders are based on the Net Distributable Cash Flows of the Trust under the SEBI InvIT Regulations.

* Refer Note 11

** Refer Note 12

For A.R. & Co.

Chartered Accountants

Firm Registration No. 1092744C



CA Mohd. Azam Ansari

Partner

M.No. 511623

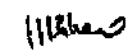
Date : 27th May 2024

Place : New Delhi



For and on behalf of Board of Directors of the National Highways Infra Investment Managers Private Limited (Acting as Investment Manager of National Highways Infra Trust)


Suresh Krishna Goyal
Director
DIN: 02721580


Mahavir Parsad Sharma
Director
DIN: 03158413


Matthew George
Chief Financial Officer


Gunjan Singh
Compliance Officer

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS Div3/P/CIR/2021/1673 dated 29 November 2021 issued under the InvIT regulations)

Standalone Statement of Net Assets at Fair Value

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Book value	Fair value [^]	Book value	Fair value [^]
A. Assets	27,49,429.22	28,25,799.68	11,01,723.05	11,57,786.51
B. Liabilities (at book value)	11,79,575.03	11,79,575.03	2,99,685.97	2,99,685.97
C. Net assets (A-B)	15,69,854.19	16,46,225	8,02,037.06	8,58,100.54
D. No of units	1,31,22,00,600	1,31,22,00,600	72,64,05,200.00	72,64,05,200.00
E. NAV (C/D)	119.64	125.46	110.41	118.13

[^]Fair values of total assets relating to the Trust as at March 31, 2024 & March 31, 2023 as disclosed above are based on the independent valuer report.

Standalone Statement of Total Return at Fair Value:

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Total comprehensive income for the year (As per the Standalone Statement of Profit and Loss)	96,819.27	77,236.17
Add: Other changes in fair value for the year *	76,370.46	56,063.48
Total return	1,73,189.73	1,33,299.66

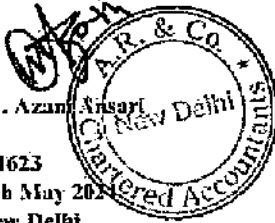
* In the above statement, other changes in fair value for the period ended March 31, 2024 and March 31, 2023 have been computed based on the independent valuer report.

The accompanying notes form an integral part of the Standalone Financial Statements.

This is the Standalone Statement of Net Assets at Fair Value and Standalone Statement of Total Return at Fair Value referred to in our report of even date.

For A.R. & Co.
Chartered Accountants
Firm Registration No. 002744C

CA Mohd. Azam Ansari
Partner
M.No. 511623
Date : 27th May 2024
Place : New Delhi



For and on behalf of Board of Directors of the National Highways Infra Investment Managers Private Limited (Acting as Investment Manager of National Highways Infra Trust)

Suresh Krishna Goyal
Director
DIN: 02721580

Mathew George
Chief Financial Officer

Mahavir Parsad Sharma
Director
DIN: 03158413

Gurpreet Singh
Compliance Officer

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

Statement of Net Distributable Cash Flows (NDCF)

(All amounts in ₹ Lakh unless otherwise stated)

S. No.	Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023
1	Profit after tax as per Statement of profit and loss/income and expenditure (Standalone) (A)	96,819.27	77,236.17
2	Add: Depreciation and amortization as per statement of profit and loss account. Increase of Impairment reversal, same needs to be deducted from profit and loss.	-	-
3	Add/Less: Loss/gain on sale of infrastructure assets	-	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/ (loss) recognised in profit and loss account	-	-
6	Add/ Less: Any other item of non-cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss /income and expenditure on measurement of the asset or the liability at fair value; Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.	(82,058.04)	(45,002.00)
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements.	(4,206.73)	(1,010.98)
8	Total Adjustment (B)	(86,264.77)	(46,012.98)
9	Net Surplus (C) = (A+B) (NDCF)	10,554.51	31,223.19
10	Add: Income recognised in previous year and received in this year	46,688.43	10,651.13
11	Less :- Interest expenses recognised in previous year and paid in this year	(5,129.59)	-
12	Distributable Cash Flow	52,113.35	41,874.32
13	Less: Amount already distributed to Unitholders (for the period from April 23 to Jan 24)(PY for the period from April 22 to December 22))	42,843.37	30,225.78
14	Balance Net Distributable Cash Flows for the year ended March 31, 2024	9,269.98	11,648.54



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

1. TRUST INFORMATION AND NATURE OF OPERATIONS

National Highways Infra Trust ("Trust" or "InvIT") is an irrevocable trust registered under the provisions of the Indian Trusts Act, 1882 on October 19, 2020. It is registered under the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 on October 28, 2020 having registration number IN/InvIT/20-21/0014.

The Trust was setup by National Highways Authority of India ("NHAI" or the "Sponsor"). The Trustee to the Trust is IDBI Trusteeship Services Limited (the "Trustee") and Investment Manager for the Trust is National Highways Infra Investment Managers Private Limited ("Investment Manager").

The Trust has been formed to invest in infrastructure assets primarily being in the road sector in India. The Trust's road projects are implemented and held through special purpose vehicles ("Project SPVs"/ "Subsidiaries"). The units of the Trust were listed in Bombay Stock Exchange and National Stock Exchange on November 10, 2021.

During FY 21-22, the Trust acquired 100% equity control in National Highway Infra Projects Private Limited (the "Project SPV") from the Sponsor with effect from November 03, 2021. The Project SPV (NHIPPL) has entered into five concession agreements with National Highway Authority of India ("NHAI") on March 30, 2021 for Tolling, Management, Maintenance and Transfer of five toll road projects for a period of 30 years from the Appointed Date. The Appointed Date has commenced on 16.12.2021.

In previous financial year, Project SPV (NHIPPL) entered into three new concession agreements with National Highway Authority of India ("NHAI") on September 26, 2022 for Tolling, Management, Maintenance and Transfer of three toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 29.10.2022.

During Current financial year, the Trust has invested in the equity share capital of the NHIT Eastern Projects Private Limited (Project SPV - NEPPL) & holding 100% equity share capital.

The Project SPV (NEPPL) has entered into seven concession agreements with National Highway Authority of India ("NHAI") for Tolling, Management, Maintenance and Transfer of seven toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 01.04.2024.

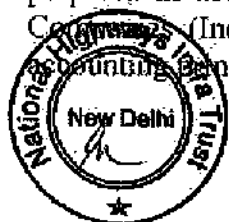
The registered office of the Trust is G-5 & 6, Setor-10, Dwarka, Delhi - 110075.

The financial statements were authorised for issue in accordance with resolution passed by the board of directors of the Investment Manager on 27th May, 2024.

2. MATERIAL ACCOUNTING POLICIES

a) Basis of Preparation

The Standalone Financial Statement of the Trust for the Year ended March 31, 2024 has been prepared in accordance with Indian Accounting Standard, as defined in Rule 2(1)(a) of the Companies Act, 2013 (Indian Accounting Standards) Rules, 2015 (as amended) ("Ind AS") and other accounting principles generally accepted in India to the extent not inconsistent with the Securities



NATIONAL HIGHWAYS INFRA TRUST

Notes To Standalone Financial Statements for the year ended March 31, 2024

Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 ("the InvIT Regulations" (as amended) including SEBI Master Circular SEBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023 herein after referred to as "SEBI Master Circular". Refer note 11 on presentation of "Unit capital" as "Equity" instead of compound financial instruments under Indian Accounting Standard (Ind AS) 32- Financial Instruments: Presentation). The Trust has applied the accounting policies consistently during the periods presented.

The Standalone Financial Statements of the Trust comprising of the Standalone Balance Sheet as at March 31, 2024, and the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Cash Flows, the Standalone Statement of Changes in Unitholders' Equity for the year then ended, the Standalone statement of Net Assets at fair value as at March 31, 2024, the Standalone statement of Total return at fair value, and the Standalone statement of Net Distributable Cash Flows (NDCFs) for the year then ended and a summary of material accounting policies and other explanatory notes have been prepared in accordance with the requirements of Indian Accounting Standards as defined in Rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015, as amended to the extent not consistent with the SEBI (Infrastructure Investment Trusts) Regulations, 2014, as amended and the circulars issued thereafter.

The Standalone Financial Statements have been prepared on going concern basis in accordance with accounting principles generally accepted in India. Further, the Standalone Financial Statements have been prepared on historical cost basis using uniform policies as explained in the accounting policies below for like transactions and other events in similar circumstances, except for certain financial instrument and contingent consideration which are measured at fair value at the end of each reporting period as explained in relevant accounting policies.

The financial statements are presented in Indian Rupees (INR) which is the Trust's functional and presentation currency, and all amounts are rounded to the nearest Lakh (00,000) and two decimals thereof, except as otherwise stated.

Impact of the initial application of new and amended IND ASs that are effective for current year:

In the current year, the Trust has applied the below amendments to Ind ASs that are effective for an annual period that begins on or after April 1, 2023.

(a) The Trust has adopted the amendments to Ind AS 1 – "Presentation of Financial Statements" for the first time in the current year. The amendments change the requirements in Ind AS 1 with regard to disclosure of accounting policies. The amendments replace all instances of the term 'significant accounting policies' with 'material accounting policy information'. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

(b) The Trust has adopted the amendments to Ind AS 8 – "Accounting Policies, Changes in Accounting Estimates and Errors" for the first time in the current year. The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". The definition of a change in accounting estimates was



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

2.1 Summary of Material accounting policies

a) Current versus non-current classification

Based on the time involved between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Trust has identified twelve months as its operating cycle for determining current and non-current classification of assets and liabilities in the balance sheet.

b) Revenue Recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Trust expects to be entitled in exchange for those goods or services. The Trust has concluded that it is the principal in its revenue arrangements because it typically controls the services before transferring them to the customer. Revenue is measured at the transaction price of the consideration received or receivable, excluding the estimates of variable consideration that is allocated to that performance obligation, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The specific recognition criteria described below must also be met before revenue is recognised.

Revenue is recognised either at a point in time or over time, when (or as) the Trust satisfies performance obligations by transferring the promised goods or services to its customers.

Interest income - Interest income is recognised using the effective interest method.

Dividends - Dividend income is recognised when the Trust's right to receive the payment is established.

Other items - Other items of income are recognised as and when the right to receive the income arises.

c) Taxes on income

Current income tax

The income tax expense or credit for the year is the tax payable on current year's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current income tax charge is calculated based on tax laws enacted or substantively enacted at the end of the reporting period.

Deferred tax

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However deferred income tax is not accounted if it arises from the initial recognition of an asset or liability that at the time of the transaction affects neither the accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset/liability is realized or settled.



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

d) Provisions, Contingent Liabilities, Contingent Assets and Capital Commitments

Contingent Liabilities

Contingent liabilities are disclosed in notes in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or a present obligation arising from past events, when no reliable estimate is possible

Provisions

Provisions are recognised when the Trust has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

e) Financial Instruments

Financial assets and financial liabilities are recognized when the Trust becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. However, transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss ("FVTPL") are recognized immediately in the Statement of Profit and Loss.

If the Trust determines that the fair value at initial recognition differs from the transaction price, the Trust accounts for that instrument at that date as follows:

- at the measurement basis mentioned above if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets. The Trust recognises the difference between the fair value at initial recognition and the transaction price as a gain or loss.
- in all other cases, at the measurement basis mentioned above, adjusted to defer the difference between the fair value at initial recognition and the transaction price. After initial recognition, the Trust recognises that deferred difference as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability.

Subsequent measurement of financial assets and financial liabilities is described below.



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

Financial Assets

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

1. Classification of Financial Assets

Financial Assets that meet the following conditions are subsequently measured at amortised cost (unless the same are designated as fair value through profit or loss (FVTPL)):

- The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets at FVTPL is a residual category for debt instruments and all changes are recognized in profit or loss.

2. Amortized cost and effective interest method

Income is recognized on an effective interest method as per Ind AS 109 for financial assets other than those financial assets classified as at FVTPL. Interest income is recognized in the Statement of Profit and Loss and is included in the "Other income" line item.

3. Impairment of financial assets (Expected credit loss model)

An impairment loss on financial asset is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables. Impairment loss, if any, are recognised in Statement of Profit or Loss for the period.

4. De-recognition of financial assets

The Trust derecognize a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in the Statement of Profit or Loss on disposal of that financial asset.

b) Financial Liabilities

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

Loans and borrowings are subsequently measured at amortized costs using Effective Interest



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

Financial liabilities at fair value through profit or loss (FVTPL) are subsequently measured at fair value.

De-recognition of financial liabilities

Financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of the new liability. The difference in the respective carried amount is recognized in the Statement of Profit and Loss

Financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

c) Classification as debt or equity

Debt and equity instruments issued by Trust are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

f) Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities.

Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

- changes during the period in operating receivables and payables, transactions of a non-cash nature;
- non-cash items such as depreciation, provisions, deferred taxes, unrealised foreign currency gains and losses;
- all other items for which the cash effects are investing or financing cash flows.

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

g) Investment in subsidiaries

The Trust accounts for its investments in subsidiaries at cost less accumulated impairment losses (if any) in its separate financial statements.

h) Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise balance with banks and short-term deposits with an original maturity of three months or less, and investments in overnight mutual funds which are subject to an insignificant risk of changes in value.



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

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

i) Borrowing Costs

Borrowing costs include interest calculated using the effective interest method, amortization of ancillary costs and other costs the Trust incurs in connection with the borrowing of funds.

Borrowing costs are expensed in the period in which they are incurred.

j) Distribution to unit holders

The Trust recognises a liability to make cash distributions to unit holders when the distribution is authorised and a legal obligation has been created. As per the SEBI InvIT Regulations, a distribution is authorised when it is approved by the Board of Directors of the Investment Manager. A corresponding amount is recognised directly in other equity.

k) Earnings per Unit (EPU)

Basic EPU are calculated by dividing the profit for the period attributable to unitholders by the weighted average number of units outstanding during the period.

Diluted EPU are calculated by dividing the profit/(loss) attributable to unitholders by the weighted average number of units outstanding during the period plus the weighted average number of units that would be issued on conversion of all the dilutive potential units into unit capital.

l) Recent Pronouncements

As on 31st March 2024, there are no new standards or amendment to the existing standards applicable to the trust which has been notified by Ministry of Corporate Affairs.

m) Significant accounting judgements, estimates and assumptions

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

Judgements

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



NATIONAL HIGHWAYS INFRA TRUST
Notes To Standalone Financial Statements for the year ended March 31, 2024

Classification of unit holders Funds

The Unit Capital has been presented as "Equity" in accordance with the InvIT Regulations instead of compound financial instrument. Refer note 11 on presentation of "Unit capital" as "Equity" instead of compound financial instruments under Indian Accounting Standard (Ind AS) 32- Financial Instruments: Presentation).

Fair value measurements

Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument. The Trust engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the fair value of investments are disclosed in the notes to Standalone Financial Statements.

Fair valuation and disclosures

SEBI Master Circular issued under the SEBI InvIT Regulations requires disclosures relating to net assets at fair value and total returns at fair value. In estimating the fair value of investments in subsidiaries (which constitute substantial portion of the net assets), the Trust engages independent qualified external Registered Valuers to perform the valuation. The Investment Manager works closely with the valuers to give all the required inputs to the model. The valuation report and findings are discussed at the meeting of the Board of Directors on yearly basis to understand the changes in the fair value of the subsidiaries. The inputs to the valuation models are taken from Independently conducted Technical and Traffic studies and observable markets, where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as weighted average cost of capital, tax rates, inflation rates, etc. Changes in assumptions about these factors could affect the fair value.

Impairment of investments and loans in subsidiaries

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The recoverable amounts for the investments in subsidiaries are based on value in use of the underlying projects. The value in use calculation is based on a DCF model. The cash flows are derived from forecasts over the remaining SCA period of the projects.

Expected Credit Loss on financial assets

As per Ind AS 109, Financial Assets that are measured at amortised cost are required to compute the Expected Credit Loss (ECL). As at the reporting period, Investment manager of the Trust assessed the credit risk of the financial assets and concluded that no provision for ECL is required.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

3 Investments: Non Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Investment in Equity Instruments, at cost (unquoted)		
Subsidiary companies		
Investment in Equity Shares of Project SPV (NHIPPL) (1,29,41,00,000 nos of fully paid up equity shares of Face Value Rs. 10 each)	1,39,553.52	1,39,553.52
Investment in Equity Shares of Project SPV (NEPPL) (240,61,00,000 nos of fully paid up equity shares of Face Value Rs. 10 each)	2,40,610.00	-
Total	3,80,163.52	1,39,553.52

Note :

a) Details of shares pledged with lenders who have extended the loan facility to the Trust are as follows:

Name of the Company :	As at March 31, 2024	As at March 31, 2023
National Highways Infra Projects Private Limited	1,29,41,00,000	1,29,41,00,000
NHIT Eastern Projects Private Limited	2,40,61,00,000	

4 Loans: Non Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Unsecured		
Loan to related party - Project SPV (NHIPPL) (Maximum amount outstanding during the year: Rs. 9,09,506.66 lakh; PY: Rs. 8,90,606.66 lakh)	9,09,506.66	8,90,606.66
Loan to related party - Project SPV (NEPPL) (Maximum amount outstanding during the year: Rs. 13,30,536.39 lakh; PY: Rs. Nil)	13,30,536.39	-
Total	22,40,043.05	8,90,606.66

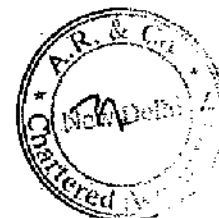
*Based on the assessment of funds availability at SPV level it is estimated that principal repayments are not expected during the next financial year and therefore entire portion loans has been classified as non current financial asset.

Loans are non-derivative financial assets which are repayable by subsidiaries as per the repayment schedule mentioned in the facility agreement. Further, the subsidiaries are entitled to prepay all or any portion of the outstanding principal with a prior notice. The loans to subsidiaries carry interest @ 12.70% p.a.

Note: Details of Loans / Advances in the nature of loan granted to Promoters, Directors, Key Managerial Personnels (KMPs) and related parties

(All amounts are in ₹ lakh unless otherwise stated)

Type of Borrowers	As at March 31, 2024	As at March 31, 2023
(i) Promoters	-	-
(ii) Directors	-	-
(iii) KMPs	-	-
(iv) Related parties	22,40,043.05	8,90,606.66



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

Details of loans and advances in the nature of loans to subsidiaries/associates (including interest receivable):

The Trust has granted long term loan amounting to 6,500 lakhs for Round 1 (R1) assets and Rs. 12,400 lakhs for Round 2 (R2) assets (PY: INR 2,849.66 Crore for R2) at the rate of 12.70% p.a. to subsidiary company NHIPPL for R1 & R2 via Facility Agreement dated 29.09.2021 & 10.10.2022 respectively for financial assistance to be utilized for the purposes and terms and conditions as mentioned in the Concession Agreement between NHAI and NHIPPL. The repayment schedule for the R1 loan involves 102 quarterly installments due by 31st March 2047 or earlier, while the R2 loan is to be repaid annually from March 2037 until March 2043 or earlier, in accordance with premature repayment only if (A) on the relevant principal repayment dates(s), sufficient amount are available with the borrower (Which are available and permitted to be utilised towards repayment of such principal amounts, without such utilising being in or resulting in breach of financial documents) to make such payments in full or part or (B) the senior lender has sent a letter to the borrower requesting it to make payments on the relevant repayment date. However no principal amount under InvIT senior facility will be due and payable by the borrower unless the borrower has the project cash flows as aforesaid to make such payment in full or part in accordance with the repayment schedule or the senior lender has sent a letter to the borrower requesting it to make the payment on the relevant repayment date.

The Trust has granted long term loan amounting to 13,30,536.39 lakhs for Round 3 (R3) assets at the rate of 12.70% p.a. to subsidiary company NEPPL via Facility Agreement dated 12.03.2024 for financial assistance to be utilized for the purposes and terms and conditions as mentioned in the Concession Agreement between NHAI and NEPPL. The repayment schedule for the loan involves 5 annual installments starting from 31st March 2039 upto 31st March 2043 or earlier, and in accordance with premature repayment only if (A) on the relevant principal repayment dates(s), sufficient amount are available with the borrower (which are available and permitted to be utilised towards repayment of such principal amounts, without such utilising being in or resulting in breach of financial documents) to make such payments in full or part or (B) the senior lender has sent a letter to the borrower requesting it to make payments on the relevant repayment date. However, no repayments for the principal under the InvIT senior facility are mandatory unless the borrower can cover such payment, in full or partly, through the project's cash flows following the repayment schedule, or if a request is received from the senior lender by the borrower.

5 Other Financial Assets: Non Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Fixed Deposits with banks*	9,916.99	9,469.99
Deposit - Debenture recovery expense fund for NCD's	15.00	15.00
Interest receivable on Debenture recovery expense fund	1.32	0.42
Interest receivable on fixed deposits	241.17	185.43
Total	10,174.48	9,670.84

* The Fixed Deposits are kept in Debt Servicing Reserve Account (DSRA) as per borrowing agreements with lenders and as per terms of the debenture trust deed, to be utilized at the end of tenure of long term borrowings from Senior Lenders and to maintain DSRA balance for Debenture holders, hence classified as Other Financial Assets- Non Current irrespective of date of maturity.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

6 Other Non-Current Assets

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Processing fees paid for undrawn loan	95.43	-
Total	95.43	-

7 Cash and Cash Equivalents

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Cash & Cash Equivalents		
Balances with Banks*		
In Current Accounts	76.02	0.01
In Escrow Account	467.42	338.04
Fixed Deposits		10,000.00
(having original maturity of less than 3 months)		
Mutual Funds**	30,174.97	3,742.33
Total	30,718.41	14,080.38

* These balances with banks are hypothecated against secured borrowings

** Investment in Mutual Funds includes Rs. 15,000 Lakhs raised in current year from unit issue for leap projects, to be utilised for creation of DSRA against loans raised for leap projects. Further these investments also includes Rs. 4106.06 Lakhs pertaining to one time issue related expenses unutilized as on 31-03-2024.

8 Other Financial Assets: Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest receivable on long term loans	87,242.01	46,688.43
Interest receivable on Fixed Deposits	-	3.73
Others receivables*	292.14	-
Total	87,534.15	46,692.16

* Others receivables includes recoverable from both the SPV's (National Highways Infra Projects Private Limited & NHII Eastern Projects Private Limited).

9 Current Tax Assets (Net)

(All amounts in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Advance Tax paid *	7.04	-
Total	7.04	-

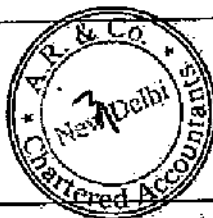
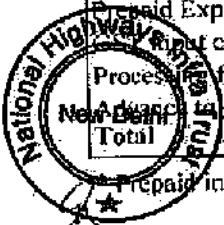
*Refer Note No. 17

10 Other Current Assets

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Prepaid Expenses*	10.49	373.10
Right of credit carryforward	523.36	642.12
Processing fees paid for undrawn loan	152.84	103.49
Advance to Vendor	6.45	0.76
Total	693.14	1,119.47

* Prepaid includes Round 3 expenses of Rs. Nil during the current period and Rs. 290.72 Lakh in previous year.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

11 Unit Capital

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024		As at March 31, 2023	
	No of Units	Amount	No of Units	Amount
Unit Capital*				
Opening balance	72,64,05,200	7,41,604.32	59,52,00,000.00	5,99,442.82
Add: Units issued during the year	58,57,95,400	7,27,206.41	13,12,05,200	1,43,013.67
Less: Issue expenses (refer note below)	-	(1,717.27)	-	(852.17)
Balance as at year end	1,31,22,00,600	14,67,093.46	72,64,05,200	7,41,604.32

* 58,57,95,400 units issued at Rs. 124.14 per unit during current financial year (13,12,05,200 unit issued at Rs 109 per unit in previous financial year).

In current year the Trust offered an issue of 58,57,95,400 units of National Highways Infra Trust ("NHIT"), for cash at a price of 124.14 per unit (the "issue price"), aggregating to ₹ 7,27,206.41 lakh through institutional and preferential placement in accordance with the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 including the rules, circulars and guidelines issued thereunder.

In previous year the Trust offered an issue of 13,12,05,200 units of National Highways Infra Trust ("NHIT"), for cash at a price of 109.00 per unit (the "issue price"), aggregating to ₹ 1,43,013.67 lakh through institutional and preferential placement in accordance with the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 including the rules, circulars and guidelines issued thereunder.

Issue expenses of Rs. 1,717.26 lakhs (March 31, 2023: Rs 852.17 lakhs) incurred in connection with issue of units have been reduced from the Unitholders capital in accordance with Ind AS 32 Financial Instruments: Presentation

Rights/ preferences and restrictions attached to Unit Capital

Subject to the provisions of the InvIT Regulations, the indenture of funds, and applicable rules, regulations and guidelines, the rights of the unit holders include:

- a) The beneficial interest of each unitholder shall be equal and limited to the proportion of the number of the units held by that unitholder to the total number of units.
- b) Right to receive income or distributions with respect to the units held.
- c) Right to attend the annual general meeting and other meetings of unit holders of the Trust.
- d) Right to vote upon any matters/resolutions proposed in relation to the Trust.
- e) Right to receive periodic information having a bearing on the operation or performance of the Trust in accordance with the InvIT
- f) Right to apply to the Trust to take up certain issues at meetings for unit holders approval.
- g) Right to receive additional information, if any, in accordance with InvIT documents filed with Placement Memorandum.

In accordance with the InvIT Regulations, no unit holders shall enjoy superior voting or any other rights over any other unit holders, and there shall not be multiple classes of units. There shall be only one denomination of units. Notwithstanding the above, subordinate units may be issued only to the Sponsor and its Associates, where such subordinate units shall carry only inferior voting or any other rights compare to the other units.

Under the provisions of the InvIT Regulations, not less than 90% of the net distributable cash flows of the Trust is required to be distributed to the unitholders, and in accordance with such statutory obligation the Trust has formulated a distribution policy to declare and distribute the distributable cash flows to its unitholders atleast once every financial year as approved by the Board of Directors of the Investment Manager. The distributions made by Trust to its unitholders are based on the Net Distributable Cash Flows (NDCF) of the Trust under the InvIT Regulations. The distribution in proportion to the number of units held by the unitholders. The Trust declares and pays in distributions in Indian rupees.

Limitation to the Liability of the unit holders

The liability of each unit holders towards the payment of any amount (that may arise in relation to the Trust including any taxes, duties, fines, levies, liabilities, costs or expenses) shall be limited only to the extent of the capital contribution of such unit holders and after such capital contribution shall have been paid in full by the unit holders, the unit holders shall not be obligated to make any further payments.

The unit holders shall not have any personal liability or obligation with respect to the Trust.

Classification of Unit Holders' Funds

Under the provisions of the InvIT Regulations, NHIT is required to distribute to Unitholders not less than ninety percent of the net distributable cash flows of NHIT for each financial year. Accordingly, a portion of the unitholders' funds contains a contractual obligation of the Trust to pay to its Unitholders cash distributions. The Unitholders' funds could therefore have been classified as compound financial instrument which contain both equity and liability components in accordance with Ind AS 32 - Financial Instruments: Presentation. However, in accordance with SEBI Circulars (No. CIR/MD/DF/114/2016 dated 20-Oct-2016 and No. CIR/MD/DF/127/2016 dated 29-Nov-2016) issued under the InvIT Regulations, the unitholders' funds have been classified as equity in order to comply with the mandatory requirements of Section H of Annexure A to the SEBI Circular dated 20-Oct-2016 dealing with the minimum disclosures for key financial instruments. In line with the above, the distribution payable to unit holders is recognised as liability when the same is approved by the



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

Details Of Unitholders Holding More Than 5% Units In The Trust

Name Of Unitholders	As at March 31, 2024		As at March 31, 2023	
	No of Units	%	No of Units	%
Ontario Limited	32,80,50,150	25.00%	18,16,01,300	25.00%
CPP Investment Board Private Holdings Inc.	32,80,50,150	25.00%	18,16,01,300	25.00%
SBI Balanced Advantage Trust	6,31,60,260	4.81%	6,31,60,260	8.69%
National Highways Authority of India (NHAI)	20,30,72,000	15.48%	11,52,02,600	15.86%

As per records of the Trust, including its register of unitholders and other declaration received from unitholders regarding beneficial interest, the above unitholding represent both legal and beneficial ownership of units.

The Trust has not allotted any fully paid-up units by way of bonus units nor has it bought back any class of units from the date of incorporation till the balance sheet date. Further the Trust has not issued any units for consideration other than cash during the year.

Reconciliation of Number of Units Outstanding is set out below*:

Particulars	As at March 31, 2024		As at March 31, 2023	
	No of Units	Amount (amounts in ₹ lakh) *	No of Units	Amount (amounts in ₹ lakh)*
Number of Units at the beginning of the year	72,64,05,200	7,44,165.67	59,52,00,000	6,01,152.00
Units issued during the year	58,57,95,400	7,27,206.41	13,12,05,200	1,43,013.67
Number of Units at the end of the year	1,31,22,00,600	14,71,372.08	72,64,05,200	7,44,165.67

* Amount related to issue expenses are not deducted in the reconciliation of number of unit capital outstanding.



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Balance at the beginning of the year	60,432.64	18,124.33
Total comprehensive income for the year	96,819.27	77,236.17
Less:		
Distribution to unit holders [^]		
Interest	53,701.68	34,183.66
Other Income	789.60	744.20
Balance as at March 31, 2024	1,02,760.63	60,432.64

[^]The distribution relates to the distributions during the financial year along with the distribution related to the last quarter of FY 2022-23 and does not include the distribution relating to the period February 01, 2024 to March 31, 2024 which will be paid after March 31, 2024. The distributions by the Trust to its unit holders are based on the Net Distributable Cash Flows of the Trust under the SEBI InvIT Regulations.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

13 Borrowings: Non Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Secured		
Non-Convertible Debentures	1,50,000.00	1,50,000.00
Less: Unamortised Borrowing Cost - NCD	1,360.91	1,411.80
Total	1,48,639.09	1,48,588.20

Note:- Other terms and conditions of NCD

- i) Interest rate
ii) Terms of repayment

7.90% p.a payable semi annually.

Redemption of respective STRPP shall be made in equal instalments

- i) STRPP A - starting from eighth anniversary of deemed date of allotment till thirteenth anniversary.
ii) STRPP-B- starting from thirteenth anniversary of deemed date of allotment till eighteenth anniversary.
iii) STRPP-C- starting from eighteenth anniversary of deemed date of allotment till twentyfifth anniversary.

Term Loan		
From Banks	7,21,927.70	1,45,987.43
From Financial Institution	3,05,000.00	-
	10,26,927.70	1,45,987.43
Less: Current Maturities of Long Term Borrowings (Refer Note 14)	10,054.00	2,000.00
Less: Unamortised Borrowing Cost - Term Loan	2,117.85	417.30
Total	10,14,755.85	1,43,570.13
Grand Total	11,63,394.94	2,92,158.33

During the year ended 31st March 2024, the Trust has obtained the sanction of Rs. 877 Crores from the Axis bank for initial improvement works of Round 2 Assets. Further Trust has obtained sanction of Rs. 9,000 Crores from banks and financial institution for acquisition of Round 3 Assets and has taken a disbursement of Rs. 8,658 Cröre during the year.

Loan from Banks include loan received from IDBI Bank which is Promoter of IDBI Trusteeship Services Limited (ITSL) - Trustee of the Trust, therefore the transactions with IDBI Bank are disclosed in Related Party Transaction.

Note:- Other terms and conditions of Term Loans

- i) Interest rate
ii) Terms of repayment

Benchmark Rate plus spread applicable on each reset date for facility agreement.

Repayable in unstructured quarterly instalments with last repayment date upto March 31, 2041 & March 31, 2042 for facility agreement of R1 & R2 Assets respectively.

Repayable in unstructured quarterly instalments with last repayment date upto March 31, 2042 for facility agreement of R3 Asset.

Security for Term Loans :

The loan is secured by:

- first pari passu charge on all immovable assets (if any), movable assets and receivables of the Trust including but not limited to:

(i) the interest and principal repayments on the loans advanced by the Trust to Project SPVs

(ii) dividends to be paid by Project SPVs to the Trust

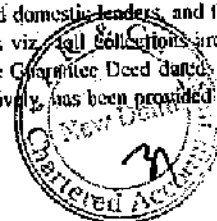
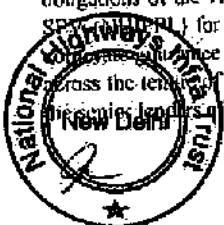
- first pari passu Security Interest on Trust Escrow account and all sub-accounts thereunder, including DSRA.

- pledge of 100% equity shares of Project SPVs' (NHIPPL & NEPPL) in dematerialized form held by the Trust

- assignment of loans advanced by the Trust to Project SPVs' (NHIPPL & NEPPL) and securities created by the Trust including the assignment of rights of substitution, termination and invocation of provision of Escrow agreement in case of default.

- negative lien on immovable assets (including current assets and cash flows) of the Project SPVs (NHIPPL & NEPPL) subject to sale of obsolete items or cars/ ambulances, old folk equipment etc ; under normal business practice, subject to maximum cumulative value of INR 5 Crore in any financial year for R1 projects /INR 2 Cröre per project in any financial year for R2 & R3.

The senior lenders of the Trust have also been provided with a corporate guarantee from Project SPV (NHIPPL) to guarantee upto the secured obligations of the Trust. The funds have been raised at Trust level from unitholders and domestic lenders, and the same have been lent to Project SPV (NHIPPL) for payment of concession fee by NHIPPL to NHAL. The cashflows viz toll collections are lying in NHIPPL. Accordingly, the senior lenders of the Trust have been provided with a Corporate Guarantee Deed dated 14.03.2022 and 08.01.2024, valid across the term of the loan of the Trust i.e. up to 31.03.2041 and 31.03.2042 respectively. The senior lenders of the Trust have also been provided with a Corporate Guarantee Deed dated 14.03.2022 and 08.01.2024, valid across the term of the loan of the Trust i.e. up to 31.03.2041 and 31.03.2042 respectively. The senior lenders of the Trust have also been provided with a Corporate Guarantee Deed dated 14.03.2022 and 08.01.2024, valid across the term of the loan of the Trust i.e. up to 31.03.2041 and 31.03.2042 respectively. The senior lenders of the Trust have also been provided with a Corporate Guarantee Deed dated 14.03.2022 and 08.01.2024, valid across the term of the loan of the Trust i.e. up to 31.03.2041 and 31.03.2042 respectively.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

Nature of Security for Non Convertible debentures:

The debenture holders are secured by:

- a first ranking pari passu Security Interest over the Trust's immovable assets (if any), both present and future. The Trust does not own any immovable property at the present time. In the event, the Trust acquires any immovable property in future, the Trust shall mortgage said property within 180 (one hundred eighty) days from the date of acquisition of such immovable assets. The Debenture Trustee shall be authorised to do all acts, deeds, and enter into necessary documents, agreement, amendments and/or modifications, as may be required to give effect the same, including carrying out the due diligence as may be required by Debenture Trustee;
- b) a first ranking pari passu Security Interest over the Hypothecated Assets (including Receivables), both present and future; and
- c) Negative Lien Undertaking
- d) corporate guarantee executed by the Project SPV (NHIPPL) in favour of the Debenture Trustee for guaranteeing the due repayment of the secured obligations in accordance with the terms of the Debenture Trust Deed.

The non convertible debenture holders of the Trust acting through debenture trustee have also been provided with a corporate guarantee from Project SPV (NHIPPL) to guarantee the repayment of amount raised from non convertible debenture holders by the Trust. The funds have been raised at Trust level from debentureholders, have been lent to Project SPV (NHIPPL) for payment of concession fee by NHIPPL to NHAI. Accordingly, corporate guarantee amounting upto the secured obligations via Corporate Guarantee Deed dated 21.10.2022 is valid till all outstanding principal and accrued interest payable by the Trust are satisfied to the non convertible debenture holders of the Trust. There have been no breaches in financial covenants with respect to the borrowings from either senior lenders or debenture holders.

14 Borrowings: Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Secured		
Current Maturities of Long Term borrowings (Refer Note 13)	10,054.00	2,000.00
Total	10,054.00	2,000.00

15 Trade Payables: Current

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Total outstanding, dues of micro and small enterprises	36.17	3.88
Total outstanding, dues of trade payables other than micro and small enterprises (Outstanding for less than 12 months from the due date of payment)	733.58	342.69
Total	769.75	346.57

Note:-

Details of dues to micro and small enterprises as per MSMED Act, 2006.

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

	As at	As at
	March 31, 2024	March 31, 2023
a) The principal amount remaining unpaid to any supplier at the end of the year	36.17	3.88

- b) Interest accrued and due thereon to suppliers under MSMED Act on the above amount remaining unpaid to any supplier at the end of year.
- c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year
- d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006
- e) The amount of interest accrued and remaining unpaid at the end of each accounting year

f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act,

of payable to vendors, as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said:

information received from them on requests made by the Company.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company.

Trade Payable ageing schedule as on March 31, 2024

Particulars	Not due	Outstanding for following period from due date of payment				Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	36.17	-	-	-	36.17
ii) Others	635.41	96.72	1.45	-	-	733.58
iii) Disputed dues - MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	635.41	132.89	1.45	-	-	769.75

Trade Payable ageing schedule as on March 31, 2023

Particulars	Not due	Outstanding for following period from due date of payment				Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	3.88	-	-	-	3.88
ii) Others	90.34	252.35	-	-	-	342.69
iii) Disputed dues - MSME	-	-	-	-	-	-
iv) Disputed dues - Others	-	-	-	-	-	-
Total	90.34	256.23	-	-	-	346.57

16 Other financial liabilities

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Others		
Interest accrued but not due on NCD	5,162.05	5,129.59
Total	5,162.05	5,129.59

17 Current tax liabilities (Net)

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for Income Tax	-	8.98
Total	-	8.98

Reconciliation of Current Tax Liabilities

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	8.98	161.77
Add: Income Tax Payable for the year	697.56	473.89
Less: Income taxes paid during the year (including earlier year taxes)	713.58	626.68
Closing Balance	(7.04)	8.98

18 Other current liabilities

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Statutory liabilities (GST and TDS payable)	194.29	42.50
Total	194.29	42.50



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

19 Interest income on loan given to subsidiaries

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest on Long Term Loan given	1,23,103.51	94,698.30
Total	1,23,103.51	94,698.30

20 Interest income

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
On fixed deposits with banks	786.74	352.28
Total	786.74	352.28

21 Profit on sale of investments

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit on redemption of Mutual Funds	840.99	422.20
Total	840.99	422.20

22 Other Income

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Other non operating income		
Other Income	4.21	316.59
Total	4.21	316.59

23 Audit fees

Statutory audit expenses

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Statutory auditors' remuneration:		
Audit fees	2.95	1.70
Limited Review	2.80	1.20
Total	5.75	2.90
Other audit services (including certification)		
Certification Charges	1.72	0.88
Total	1.72	0.88

Further an amount of Rs 3 lakh (March 31, 2023: Rs 6 lakh) paid to auditor as certification charges has been shown as part of one time expenses in the Unit Capital. (Refer note no. 11)



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

24 Finance cost

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest on Term Loan Borrowings	13,059.49	11,244.91
Interest on Debentures	11,882.48	5,129.59
Other Financial Charges	197.71	215.67
Total	25,139.68	16,590.17

25 Other expenses

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Legal and Professional fees	134.87	170.06
Fee, Subscription & Taxes	2.51	0.24
Bank charges	0.03	0.08
Miscellaneous expenses	51.23	19.78
Total	188.64	190.16

26 Tax Expense

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current Tax	697.56	473.89
Provision for Taxation—Earlier years	(2.52)	0.01
	695.04	473.90
Deferred tax expense/(credit)	-	(3.16)
Current Tax Expense	695.04	470.74

Effective tax Reconciliation:

Numerical reconciliation of tax expense applicable to (profit)/ loss before tax at the latest statutory enacted tax rate in India to income tax expense reported is as follows:

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Accounting Profit before Income Taxes	97,514.31	77,706.92
Tax at India's statutory income tax rate - Maximum Marginal Rate (42.744%)	41,681.52	33,215.04
Impact of exemption u/s 10(23FC) of the Indian Income Tax Act, 1961 available to the Trust	(40,986.48)	(32,741.15)
Impact of deferred tax on reversible allowance/ disallowance of business expense and income, as per Indian Income Tax Act, 1961	-	(3.16)
Provision for interest on delayed deposit of income tax	-	-
Income tax expense reported in the statement of profit and loss	695.04	470.74



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to Standalone Financial Statements for the year ended March 31, 2024

27 Earnings per unit

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Basic and diluted EPU		
Net Profit/ loss available for unitholders (in ₹ lakh)	96,819.27	77,236.17
Weighted average number of units for EPU computation	75,36,14,276	65,66,68,738
EPU- Basic and diluted	12.85	11.76

Basic EPU amounts are calculated by dividing the profit for the year attributable to Unit holders by the weighted average number of units outstanding during the year. Diluted EPU amounts are calculated by dividing the profit/(loss) attributable to unit holders by the weighted average number of units outstanding during the year plus the weighted average number of units that would be issued on conversion of all the dilutive potential units into unit capital.

28 Capital and Other Commitments

(to the extent not provided for & certified by the management)

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Commitments:		
Commitment for loan to Subsidiary Company (Project SPV-NHIPPL)	1,21,594.00	1,40,494.00
Commitment for loan to Subsidiary Company (Project SPV-NEPPL)	34,658.61	-
	1,56,252.61	1,40,494.00



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31, 2024

29 Capital Management

For the purpose of the Trust's capital management, capital includes issued unit capital and all other reserves attributable to the unit holders of the Trust.

The primary objective of the Trust's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise unit holder value.

The Trust manages its capital structure and makes adjustments to it in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Trust may adjust the dividend payment / income distribution to unit holders (subject to the provisions of SEBI InvIT Regulations which require distribution of at least 90% of the net distributable cash flows of the Trust to unit holders), return capital to unit holders or issue new units. The Trust monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Trust's policy is to keep the gearing ratio optimum.

Particulars	(All amounts are in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Net Debt Components:		
Long Term Borrowings (Non-Current portion) (secured)	11,63,394.94	2,92,158.33
Current Maturities of Long-Term Borrowings (secured)	10,054.00	2,000.00
Trade payables	769.75	346.57
Other financial liabilities	5,162.05	5,129.59
Less: Cash and Cash Equivalents	(30,718.41)	(14,080.38)
Less: Other Financial Assets comprising DSRA FDs	(10,174.48)	(9,670.84)
Net Debt (i)	11,38,487.85	2,75,883.27
Capital Components:		
Unit Capital	14,67,093.46	7,41,604.32
Initial Settlement Amount	0.10	0.10
Other Equity	1,02,760.63	60,432.64
Total Capital (ii)	15,69,854.19	8,02,037.06
Capital and Net Debt [(iii) = (i) + (ii)]	27,08,342.04	10,77,920.33
Gearing Ratio (i)/(iii)	42.04%	25.59%

In order to achieve this overall objective, the Board of Directors of Investment Manager, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the lenders to call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current year. No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2024 and March 31, 2023.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31, 2024

30 Financial Risk Management

The Trust's risk management policies are established to identify and analyse the risks faced by the Trust, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Trust's activities.

The Board of Directors of Investment Manager has overall responsibility for the establishment and oversight of the Trust's risk management framework.

In performing its operating, investing and financing activities, the Trust is exposed to the Credit risk, Liquidity risk and Market risk.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk include loans and borrowings, Receivables and Payables and Investments measured at FVTPL.

The sensitivity analyses in the following sections relate to the position as at March 31, 2024 and March 31, 2023.

The sensitivity analyses have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt are all constant.

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

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2024 & March 31, 2023.

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Trust transacts business primarily in Indian Rupees only, and hence, the sensitivity of profit and loss of the Trust to a possible change in foreign exchange rates is non-existent as on March 31, 2024 & March 31, 2023.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Exposure to risk of changes in market interest rates generally relates primarily to long-term debt obligations with floating interest rates.

The Trust's exposure to interest rate risk due to variable interest rate borrowings is as follows:

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Floating Rate Borrowings	10,26,927.70	1,45,987.43
Total	10,26,927.70	1,45,987.43

Sensitivity analysis based on average outstanding Debt:

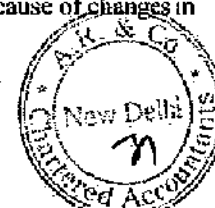
Interest rate risk analysis	Impact on profit / (loss) before tax	
	As at March 31, 2024	As at March 31, 2023
Increase or decrease in interest rate by 25 basis points	2,567.32	364.97

Note: Profit will increase in case of decrease in interest rate and vice versa

Price Risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The Trust is not exposed to price risk due to investments of surplus funds in overnight mutual funds.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31, 2024

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets.

The Trust is exposed to liquidity risk due to bank borrowings and trade and other payables.

The Trust measures risk by forecasting cash flows.

The Trust's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Trust's reputation. The Trust ensures that it has sufficient funds to meet expected operational expenses, servicing of financial obligations.

In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Trust's net liquidity position through rolling forecast on the basis of expected cash flows.

(All amounts are in ₹ lakh unless otherwise stated)

As at March 31, 2024	Carrying Amount	<1 Yr.	1-3 Yrs.	>3 Yrs.
Term Loan	10,24,809.85	10,054.00	26,862.00	9,87,893.85
Non-Convertible Debentures	1,48,639.09	-	-	1,48,639.09
Trade Payables	769.75	769.75	-	-
Other Financial Liabilities	5,162.05	5,162.05	-	-
Total	11,79,380.74	15,985.80	26,862.00	11,36,532.94

As at March 31, 2023	Carrying Amount	<1 Yr.	1-3 Yrs.	>3 Yrs.
Term Loan	1,45,570.13	2,000.00	6,000.00	1,37,570.13
Non-Convertible Debentures	1,48,588.20	-	-	1,48,588.20
Trade Payables	346.57	346.57	-	-
Other Financial Liabilities	5,129.59	5,129.59	-	-
Total	2,99,634.48	7,476.16	6,000.00	2,86,158.33

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. To manage this, the Trust periodically assess the reliability of the receivables, taking into account the financial conditions, current economic trends, analysis of historical bad debts and aging of receivables. With respect to credit risk arising from other financial assets of the Trust, which comprise Balances with banks, Trade Receivables, Loans and Advances and Investments, the Trust's exposure to credit risk arises from default of the counterparty, with maximum exposure equal to the carrying amount of these instruments.

The carrying value of financial assets represents the maximum credit risk. The maximum exposure to credit risk was Rs. 27,48,729.03 Lakh and Rs. 11,00,603.57 Lakh as at March 31, 2024 and March 31, 2023 respectively, being the total carrying value of Loans to Subsidiary, Trade receivables, investments, Balances with bank, bank deposits and other financial assets.

31 Disclosure pursuant to IND AS 36 "Impairment of Assets"

Based on impairment testing done which involves review of the future discounted cash flows of the subsidiary, the recoverable amount is higher than the carrying amount of the investment made in the subsidiary and accordingly, no provision for impairment is required to be recognised in the books as on the reporting date.

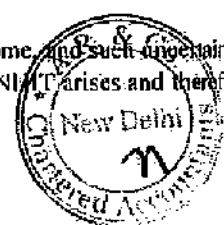
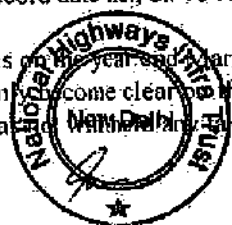
32 Financial Information of Investment Manager

The summary financials of Investment Manager are not disclosed alongwith these financials as its networth is not materially eroded.

33 Withholding Tax liability for interest accrued but not due on non convertible debentures

The Trust has issued publicly listed non convertible debentures ("NCDs") with interest payable on semi-annual basis. Interest on these NCDs was due for payment on 25 April 2024 and for the purpose of payment of interest, record date was 10 April 2024 and debenture-holders existing as on 10 April 2024 are entitled to the coupon interest. Trust has recorded liability of interest accrued till 31st March 2024 and there is no credit in favour of any payee at the time of creating such provision as entitled payee will be identifiable as on record date i.e., on 10 April 2024.

As on the year end March 2024, there is uncertainty with respect to the ultimate recipient of interest income, and such uncertainty would only become clear on the record date i.e., 10 April 2024 when the obligation of payment of interest by NCDs arises and therefore Trust has recorded provisions at the time of creating these provisions.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Standalone Financial Statements for the year ended March 31,2024

34 Statement of Related Parties

A. List of Related Parties as per requirement of IND AS 24 – “Related Party Disclosures”

Enterprises where Control / significant influence exists	National Highways Infra Projects Private Limited (NHIPPL) (Subsidiary Company) NHIT Eastern Projects Private Limited (NEPPL) (Subsidiary Company)
---	--

B. List of additional related parties as per Regulation 2(1)(zv) of the SEBI InvIT Regulations

Parties to the Trust

National Highways Infra Investment Managers Private Limited (NHIMPL) - Investment Manager (IM) of the Trust
 IDBI Trusteeship Services Limited (ITSL) - Trustee of the Trust
 National Highways Authority of India (NHAI)- Sponsor
 National Highways InvIT Project Managers Private Limited (NHIPMPL)- Project Manager

Promoters of the Parties to the Trust specified above

Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHIMPL
 IDBI Bank Limited (IDBI Bank) - Promoter of ITSL
 Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHAI
 National Highways Authority of India (NHAI)- Promoter of NHIPMPL

Directors of the parties to the Trust specified above

Directors of NHIMPL

Mr. Suresh Krishan Goyal
 Mr. Shailendra Narain Roy
 Mr. Mahavir Prasad Sharma
 Mr. Pradeep Singh Kharola
 Mr. N.R. V.V.M.K. Rajendra Kumar
 Mr. Sumit Bose
 Mr. Pushkar Vijay Kulkarni (Appointed as Director w.e.f. 08.11.2023)
 Mr. Debapratim Hajara (Appointed as Director w.e.f. 08.11.2023)
 Mr. Vinay Kumar (Appointed as Nominee Director w.e.f. 27.03.2024)
 Ms. Usha Monari (Appointed as Woman-Independent Director w.e.f. 16.04.2024)
 Mr. Bruce Cane (Ceased to be director w.e.f. 07.11.2023)
 Ms. Kavita Saha (Ceased to be director w.e.f. 08.11.2023)
 Mr. Amit Kumar Ghosh (Ceased to be director w.e.f. 15.11.2023)

Directors of ITSL

Mr. Pradeep Kumar Jain
 Ms. Jayashree Vijay Rande
 Mr. Pradeep Kumar Malhotra
 Ms. Baljinder Kaur Mandal
 Ms. Jayakumar Subramoniapillai

Directors of NHIPMPL

Mr. Akhil Khare
 Mr. Anand Kumar Singh



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31, 2024

C. Transactions with Related Parties

Particulars	(Amounts in ₹ lakh)	
	Year ended 31st March 2024	Year ended 31st March 2023
	(Audited)	(Audited)
National Highways Infra Projects Private Limited (NHIPPL)		
Advancement of Long Term Loans to NHIPPL	18,900.00	2,84,966.66
Interest Income accrued on Long Term Loan given to NHIPPL	1,20,885.95	94,698.30
Reimbursement of Expense paid by NHIT on behalf of NHIPPL	9.01	432.66
National Highways Infra Investment Managers Private Limited (NHIMPL)		
Investment Manager Fee	1,800.00	1,491.17
Advance Investment Manager Fee Paid	4.93	86.06
Expense incurred by NHIMPL on our behalf	15.35	39.79
National Highways Authority of India (NHAI)		
Issue of units of Trust to NHAI	1,09,081.07	21,366.83
Interest and other income distribution	8,641.92	5,549.34
IDBI Trusteeship Services Limited (ITSL)		
Payment of Trustee Fee	9.60	12.73
Other fees related to Round 1 & 2 Assets	1.50	3.54
Other Fees related to Round 3 Assets ("Project Leap")	17.58	-
IDBI Bank Limited		
Secured Loan given to NHIT	10,000.00	-
Interest Expense incurred on Loan given to NHIT	4.38	-
Repayment of Principal Amount	0.00	-
Loan Processing Fees Paid to them	41.30	-
NHIT Eastern Projects Private Limited (NEPPL)		
Subscription of Share Capital of NEPPL by NHIT	2,40,610.00	-
Long Term Loans given to NEPPL	13,30,536.39	-
Interest Income Accrued on Long Term Loan given to NEPPL	2,217.56	-
Short term Advance given to NEPPL	20.50	-
Expense incurred by NEPPL on our behalf	0.48	-
Expenses incurred by NHIT on their behalf	262.72	-

D. Closing Balances with Related Parties

Particulars	(Amounts in ₹ lakh)	
	As at March 31, 2024	As at March 31, 2023
	(Audited)	(Audited)
National Highways Infra Projects Private Limited (NHIPPL)		
Investment in equity shares of NHIPPL	1,29,410.00	1,29,410.00
Outstanding Long term Loans given to NHIPPL	9,09,506.66	8,90,606.66
Interest receivable on Long Term Loan given to NHIPPL	85,024.44	46,688.43
Amount Receivable for Expenses incurred on their behalf	9.01	-
National Highways Authority of India (NHAI)		
Issue of units of Trust to NHAI	2,27,003.91	1,17,922.83
National Highways Infra Investment Managers Private Limited (NHIMPL)		
Advance IM Fee	4.93	-
IM Fee Payable	-	1.89
IDBI Trusteeship Services Limited		
Trustee Fee Payable	1.73	1.73
Other Fees related to Round 3 Assets ("Project Leap")	2.68	-
IDBI Bank Limited		
Outstanding Secured Loan Amount	9,999.99	-
NHIT Eastern Projects Private Limited (NEPPL)		
Investment in equity shares of NEPPL	2,40,610.00	-
Amount Receivable for Expenses incurred on their behalf	262.64	-
Outstanding Advance Recoverable from NEPPL	20.50	-
Amount Payable for Expenses incurred on our behalf	0.44	-
Outstanding Long term Loans given to NEPPL	13,30,536.39	-
Interest receivable on long term Loans given to NEPPL	2,217.56	-



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Standalone Financial Statements for the year ended March 31, 2024

35 Financial Instrument by Category

(All amounts in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024			As at 31st March, 2023		
	Amortized Cost	At FVTPL	At FVOCI	Amortized Cost	At FVTPL	At FVOCI
Assets:						
Cash and Cash Equivalents	30,718.41	-	-	14,080.38	-	-
Investment in Project SPV	3,80,163.52	-	-	1,39,553.52	-	-
Loans & Advances	22,40,043.05	-	-	8,90,606.66	-	-
Other Financial Assets	97,708.63	-	-	56,363.00	-	-
Total	27,48,633.61	-	-	11,00,603.56	-	-
Liabilities:						
Borrowings	11,73,448.94	-	-	2,94,158.33	-	-
Trade Payables	769.75	-	-	346.57	-	-
Other Financial Liabilities	5,162.05	-	-	5,129.59	-	-
Total	11,79,380.74	-	-	2,99,634.49	-	-

Defaults and breaches

There are no defaults during the year with respect to repayment of principal and payment of interest and no breaches of the terms and conditions of the borrowings.

There are no breaches during the year which permitted lender to demand accelerated payment.

36 Fair Values of Assets and Liabilities

The carrying amount of all financial assets and liabilities appearing in the financial statements is reasonable approximation of fair values. Fair value of the financial assets and liabilities is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fair Value Hierarchy:

The Trust uses the following hierarchy for fair value measurement of the Trust's financial assets and liabilities:

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

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

(All amounts in ₹ lakh unless otherwise stated)

Particulars	Carrying Value		Fair Value	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Financial Assets at Amortized Cost:				
Cash and Cash Equivalents	30,718.41	14,080.38	30,718.41	14,080.38
Investment in Project SPV	3,80,163.52	1,39,553.52	3,80,163.52	1,39,553.52
Loans & Advances	22,40,043.05	8,90,606.66	22,40,043.05	8,90,606.66
Other Financial Assets	97,708.63	56,363.00	97,708.63	56,363.00
Total	27,48,633.61	11,00,603.56	27,48,633.61	11,00,603.56
Financial Liabilities at Amortized Cost:				
Borrowings*	11,73,448.94	2,94,158.33	11,73,448.94	2,94,158.33
Trade Payables	769.75	346.57	769.75	346.57
Other Financial Liabilities	5,162.05	5,129.59	5,162.05	5,129.59
Total	11,79,380.74	2,99,634.49	11,79,380.74	2,99,634.49

The carrying value of current financial assets and other financial liabilities measured at amortised cost are considered to be same as their fair value largely due to their short term nature.

The carrying value of borrowings approximates the fair value as the instruments are at prevailing market rate.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31, 2024

37 Statement of Contingent Liabilities/Contingent Assets

There are no contingent liabilities as at March 31, 2024 (March 31, 2023: Rs. Nil)

38 Distribution made

(All amounts in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest	42,240.46	29,985.38
Return of capital	-	-
Dividend	-	-
Other income of the Trust	602.92	240.39
Total	42,843.38	30,225.77

39 Additional Regulatory Information

Financial Ratios

S.No.	Particulars	As on March 31, 2024	As on March 31, 2023
1	Current Asset ratio (Current Assets / Current Liability)	7.35	8.22
2	Debt- Equity ratio (Debt/ Equity)	0.75	0.37
3	Debt service coverage ratio (Operating Cash flow/ External Debt Obligation)	3.46	4.60
4	Interest service coverage ratio (EBIT/ Finance cost)	4.88	5.68
5	Asset Cover ratio (value of assets having pari-passu charges/outstanding value)	2.01	3.21
6	Networth	15,69,854.19	8,02,037.06
7	Net profit after tax	96,819.27	77,236.17
8	Outstanding redeemable preference shares (quantity and value) :	-	-
9	Capital redemption reserve/debenture redemption reserve :	-	-
10	Long term debt to working capital	10.40	5.22
11	Earning per unit	12.85	11.76
12	Bad debt to account receivable ratio	-	-
13	Current liability ratio	0.01	0.03
14	Total debt to total assets	0.43	0.27
15	ROE ratio (Net Profit/ Equity)	8.16%	10.88%
16	Inventory turnover ratio	NA	NA
17	Trade receivable turnover ratio	NA	NA
18	Trade payable turnover ratio	2.70	4.31
19	Net Capital turnover ratio (Total Income / Net Working Capital)	1.21	1.76
20	Net profit ratio (Net profit / Total Income)	77.62%	80.63%
21	Return on capital employed ratio ((Net Profit plus Finance Cost)/ (Equity + Debt))	4.47%	8.60%
22	Return on investment (Income on Investment / Average Cost of Investment)	4.96%	17.84%

40 Disclosure of segment information pursuant to IND AS 108 "Operating Segments"

The activities of the Trust mainly include investing in infrastructure assets primarily in the SPVs operating in the road sector to generate cash flows for distribution to unit holders. Based on the guiding principles given in Ind AS - 108 "Operating Segments", this activity falls within a single operating segment. Further, the entire operations of the Trust are only in India and hence, disclosure of secondary / geographical segment information does not arise. Accordingly, requirement of providing disclosures under Ind AS 108 does not arise.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31, 2024

41 Investment Management Fees

i) The Investment Manager's fee as per agreement dated 21st October 2020 will initially be Rs. 1,100 Lakh (Rupees Eleven Hundred Lakhs) per annum.

ii) The Investment Management Agreement is revised and the fee with effect from 1st April 2023 has been agreed at Rs 1,800 Lakhs (Rupees Eighteen hundred lakhs) for the Financial Year 2023-24.

iii) The management fee set out in paragraph (ii) above shall be subject to escalation on an annual basis at the rate of 10% of the management fee for the previous year.

iv) Any applicable taxes, cess or charges, as the case may be, shall be in addition to the management fee and shall be payable by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL).

Payment of frequency: Payment of management fee shall be made by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL) in advance on a quarterly basis at the beginning of each quarter of a financial year.

42 The Board of Directors of the Investment Manager has declared distribution for January 2024 of Rs. 0.631 per unit which comprises of Rs. 0.606 per unit as interest and Rs. 0.025 per unit as other income on surplus funds at the Trust level in their meeting held on 4th March, 2024. Further, the Board of Directors of the Investment Manager has declared distribution for February 2024 & March 2024 of Rs. 0.705 per unit which comprises of Rs. 0.687 per unit as interest and Rs. 0.018 per unit as other income on surplus funds at the Trust level in their meeting held on 27th May, 2024.

The Board of Directors of the Investment Manager has declared distribution for Quarter 3 of FY 2023-24 of Rs. 1.697 per unit which comprises of Rs. 1.693 per unit as interest and Rs. 0.004 per unit as other income on surplus funds at the Trust level in their meeting held on 2nd February, 2024.

The Board of Directors of the Investment Manager had declared distribution for Quarter 2 of FY 2023-24 of Rs. 1.816 per unit which comprises of Rs. 1.774 per unit as interest and Rs. 0.042 per unit as other income on surplus funds at the Trust level in their meeting held on 8th November, 2023 and the Board of Directors of the Investment Manager had declared distribution for Quarter 1 of FY 2023-24 of Rs. 1.754 per unit which comprises of Rs. 1.742 per unit as interest and Rs. 0.012 per unit as other income on surplus funds at the Trust level in their meeting held on 11th August, 2023.

43 Key sources of estimation

The preparation of financial statements in conformity with Ind AS requires the Trust makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates include allowance for doubtful loans /other receivables, fair value measurement etc. Difference, if any, between the actual results and estimates is recognised in the period in which the results are known.

44 Disclosure pursuant to Ind AS 23 "Borrowing Costs"

Borrowing cost capitalised during the period ended March 31, 2024 Rs. Nil [March 31, 2023 : Rs. Nil]

45 Default and breaches

There are no defaults during the year with respect to repayment of principal and payment of interest and no breaches of the terms and conditions of the borrowings. There are no breaches during the year which permitted lender to demand accelerated payment.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Standalone Financial Statements for the year ended March 31,2024

46 Additional regulatory information required by Schedule III

(i) Details of benami property held

The Trust does not hold any benami property and no proceedings have been initiated against the trust under the Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder.

(ii) Wilful defaulter

The Trust is not declared wilful defaulter by any bank or financial institution or any other lender during the year.

(iii) The Trust have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Trust shall

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(iv) The Trust have not advanced or loaned or invested (either from borrowed fund or share premium or any other source or kind of fund) by the company to or in any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Trust shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(v) Undisclosed income

The Trust have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or surveyor any other relevant provisions of the Income Tax Act, 1961).

(vi) Details of crypto currency or virtual currency

The Trust has not traded or invested in crypto currency or virtual currency during the current or previous year.

(vii) Derivative Contracts

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

(viii) Relationship with struck off companies.

The Trust does not have any transactions with the companies struck off under Section 248 of companies Act 2013 and therefore no further disclosure required thereunder.

47 Comparatives figures have been reclassified/regrouped wherever necessary to confirm to the current year classification.

For A.R. & Co.
Chartered Accountants
Firm Registration No. 002744C

CA Mohd. Azam Ansari
Partner
M.No. 511623



For and on behalf of Board of Directors of the
National Highways Infra Investment Managers
Private Limited (Acting as Investment Manager of
National Highways Infra Trust)

Suresh Krishan Goyal
Director
DIN: 02721580

Mihavir Parsad Sharma
Director
DIN: 03158413

Date : 27th May 2024
Place : New Delhi

Mathew George
Chief Financial Officer

Gurnam Singh
Compliance Officer

A.R. & CO.
Chartered Accountants

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Capital region Of Delhi

INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of National Highways Infra Trust

Report on the Audit of the Consolidated Financial Statements

OPINION

We have audited the accompanying consolidated financial statements of National Highways Infra Trust (hereinafter referred to as "the InvIT" or "the Trust") and its two subsidiary (hereinafter referred to as "National Highways Infra Projects Private Limited" or "NHIPPL" and NHIT Eastern Projects Private Limited or "NEPPL") (the Trust and its subsidiary together referred to as "the Group"), which comprising of the consolidated Balance Sheet as at 31 March 2024, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Statement of Changes in Unitholder's Equity and the consolidated Statement of Cash Flows for the year then ended, the consolidated Statement of Net Assets at fair value as at 31 March 2024, the consolidated Statement of Total Returns at fair value, the Statement of Net Distributable Cash Flows of the Trust and its subsidiaries for the year then ended and notes to the consolidated financial statements including a summary of material accounting policy and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of our report on financial statements of subsidiary and on the other financial information of the subsidiary, the aforesaid consolidated financial statements give the information required by the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 as amended from time to time including any guidelines and circulars issued thereunder (together referred to as the "SEBI InvIT Regulations") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards as defined in Rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations, of the consolidated state of affairs of the Group as at 31 March 2024, its consolidated profit including other comprehensive income, its consolidated cash flows, its consolidated statement of changes in Unitholder's equity for the year ended 31 March 2024, its consolidated net assets at fair value



as at 31 March 2024, its consolidated total returns at fair value of the Group and the net distributable cash flows of the Trust and its subsidiaries for the year ended 31 March 2024.

BASIS FOR OPINION

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SAs") issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the SEBI InvIT Regulations, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

EMPHASIS OF MATTER

- a) We draw the attention to Note No. 54 to the financial statements regarding Initial Improvement Works. The group has recognized provision for initial improvement works on 1st December 2023 amounting to Rs. 1,11,993.43 lakhs with corresponding impact in Statement of Profit and Loss amounting to Rs. 1124.63 Lakhs and Rs. 2396.83 Lakhs on account of amortization of initial improvement work and unwinding of interest on provision of initial improvement respectively.
- b) We draw attention to Note 20 of the financial statements which describes that Major Maintenance Provision (MMR) is made based on the first cycle of overlay expected to occur in five to seven years and not based on the total Major Maintenance Cost estimated to be incurred over entire concession period. The discounting rate used for arriving at the present value for MMR provisions is government bond rate of 30 years for projects acquired in first phase and 20 years for projects acquired in second phase.
- c) We draw the attention to Note No. 10 to the financial statements regarding Capital Advance paid to National Highway Authority of India (NHAI). The appointed date for these acquisitions is with effect from 1st April 2024, therefore the amount paid to NHAI has been classified as capital advance.

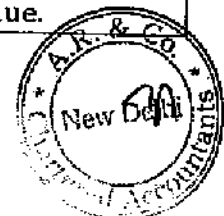
Our opinion is not modified in respect of these matters.

KEY AUDIT MATTERS

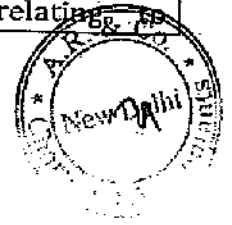
Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the financial year ended 31 March 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.



Sr. No.	Key Audit Matter	Auditor's Response
1.	<p>Assessment of Impairment of Intangible Assets in form of Toll Collection Rights</p> <p>The Group operates toll assets which is constructed on Toll, Operate and Transfer (TOT) basis. The carrying value of the toll collection rights as at March 31, 2024 is Rs. 1088670.84 Lakhs.</p> <p>In accordance with its accounting policy and requirements under Ind AS 36 "Impairment of Assets", the Management has performed an impairment assessment by comparing the carrying value of the toll collection rights to their recoverable amount.</p> <p>For impairment testing, value in use has been determined by forecasting and discounting future cash flows. Further, the value in use is highly sensitive to changes in critical variable used for forecasting the future cash flows including traffic projections and discounting rates.</p> <p>The determination of the recoverable amount of the toll collection right involves significant estimates and judgments and accordingly, the evaluation of impairment of toll collection rights has been determined as a key audit matter. (Refer Note No. 2.1 (d) & Note 2.1 (r) of accounting policy relating to Intangible Assets and Note No. 44 of Consolidated Financial Statements for the year ended 31.03.2024)</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none"> • Verified the appropriateness of the Group's accounting policy on impairment of Intangible Assets and Valuation Methodology applied in determining the recoverable amount. • Checked the Impairment Sheet provided by the Management. • Obtained the Management Representation on the assumptions around the key drivers of the revenue projections, future cash flow, discount rates / weighted average cost of capital that were used by them. • Tested the arithmetical accuracy of the Impairment sheet.
2.	<p>Assessment of Impairment of Goodwill on Consolidation</p> <p>Goodwill on consolidation is tested for impairment as per Ind AS 36 on an annual basis by the Group using enterprise value of respective subsidiary company to which the goodwill relates to.</p> <p>Enterprise value calculation involves use of future cashflow projections, discounted to</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none"> • Verified the appropriateness of the Group's accounting policy on impairment of Goodwill and Valuation Methodology applied in determining the enterprise value.



	<p>present value, terminal value and other variables. These use of management projections and estimates results in inherent risk of error with respect to the valuation of Goodwill and accuracy of impairment loss, if any.</p> <p>Goodwill amounting to Rs. 10,144.46 Lakhs as on March 31, 2024 (March 31, 2023: 10,144.46 Lakhs) arising out of business combination as per Ind AS 103 has been tested for impairment by the management. (Refer Note No. 2(c) & Note No-2.1 (r) for accounting policy relating to Goodwill on Consolidation, Note No. 44 of Consolidated Financial Statements for the year ended 31.03.2024)</p> <p>Therefore, Impairment of Goodwill has been considered as a Key Audit Matter.</p>	<ul style="list-style-type: none"> • Checked the Impairment Sheet provided by the Management. • Obtained the Management Representation on the assumptions around the key drivers of the revenue projections, future cash flow, discount rates / weighted average cost of capital that were used by them. • Tested the arithmetical accuracy of the Impairment sheet.
<p>3.</p>	<p>Provisioning of Major Maintenance/Periodic Maintenance/resurfacing expenses (Refer Note No. 20 and 53 of the Consolidated Financial Statements)</p> <p>As per Concession Agreement, the Group is obligated to perform regular maintenance along with periodic maintenance of road assets during the entire concession period. The Periodic maintenance includes resurface of pavements, repairs of structures and other equipment and maintenance of service roads. The Group has estimated the provision required towards major maintenance in accordance with Ind AS 37 "Provisions, Contingent Liabilities and Contingent Assets". The Provision made by the Group over the Concession involves detailed Calculation and Judgement and accordingly, the major maintenance expense is considered to be the Key audit Matter.</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none"> • Understood the Group's Process associated with the estimation of resurfacing obligation. • Verified the requirement under Concession agreement and Group's accounting policy. • Tested the assumption used in determining the major maintenance provision. • Tested the arithmetical accuracy and also verified the disclosure in the Consolidated Financial Statements.
<p>4.</p>	<p>Computation and disclosures as prescribed in the SEBI InvIT regulations relating to Consolidated Statement of Net Assets at Fair Value and Consolidated Total Returns at Fair Value</p> <p>As per SEBI InvIT regulations, the Trust is required to disclose statement of net assets</p>	<p>Our Audit Procedures included the following :-</p> <ul style="list-style-type: none"> • Obtained the understanding of the requirements of SEBI InvIT regulations for disclosures relating



<p>at fair value and statement of total returns at fair value. The fair value is determined by forecasting and discounting future cash flows from the operations of the investee entities which involves management estimates and judgements. These estimates and judgements include discounting rates, Tax rates and inflation rates which are considered for computing the fair value.</p> <p>There is an inherent risk in the computation of fair value due to the use of estimates and judgements mentioned above.</p> <p>Therefore, computation and disclosures of Consolidated statement of net assets at fair value and Consolidated statement of total returns at fair value is considered as a Key Audit Matter.</p> <p>Refer Note-2.1(r) Significant Accounting Assumptions - Fair Value and Disclosures and Statement of net assets at fair value and Statement of total returns at fair value in the Consolidated financial statements.</p>	<p>Consolidated Statement of Net Assets at Fair Value and Consolidated Statement of Total Returns at Fair Value.</p> <ul style="list-style-type: none"> • Assessed the Valuation Report issued by the Independent Valuer engaged by the management. Also assessed the appropriateness of the Trust's valuation methodology applied in determining the fair values. • Obtained Management representation in this respect. • Tested the arithmetical accuracy of computation in the statement of net assets and total returns at fair value. • Ensured that disclosures is in compliance with SEBI InvIT regulations relating to the statement of net assets at fair value and the statement of total returns at fair value.
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INFORMATION OTHER THAN THE CONSOLIDATED FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Board of Directors of the Investment Manager is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Report of Investment Manager including annexures to Investment Manager's Report and other information as required to be given by SEBI InvIT Regulations, but does not include the consolidated financial statements and our report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether



the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF THE BOARD OF DIRECTORS OF INVESTMENT MANAGER FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Board of Directors of Investment Manager is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated Balance Sheet as at 31 March 2024, consolidated statement of Profit & Loss including other comprehensive income, consolidated cash flows and consolidated statement of changes in Unitholder's equity for the year ended 31 March 2024, the consolidated net assets at fair value as at 31 March 2024, the consolidated total returns at fair value of the Group and the net distributable cash flows of the Trust and its subsidiary for the year ended 31 March 2024 in accordance with the requirements of the SEBI InvIT Regulations, Indian Accounting Standards as defined in Rule 2(1) (a) of Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, to the extent not inconsistent with SEBI InvIT Regulations. The respective Board of Directors of the subsidiary company included in the Group are responsible for maintenance of adequate accounting records for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud and error, which have been used for the purpose of preparation of the consolidated financial statements by the Board of Directors of Investment Manager, as aforesaid.

In preparing the consolidated financial statements, the Board of Directors of Investment Manager and respective Board of Directors of the company included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the Investment Manager and the respective Board of Directors of the subsidiary company included in the Group are also responsible for overseeing the financial reporting process of the Group.

AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS



Our objectives are to obtain reasonable assurance whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Investment Manager.
- Conclude on the appropriateness of the Board of Directors of Investment Manager use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion.



Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Based on our audit and as required by SEBI InvIT Regulations, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) the consolidated Balance Sheet, the consolidated Statement of Profit and Loss, the consolidated Statement of Cash Flows, the consolidated Statement of Changes in Unitholders' Equity, the consolidated Statement of Net Assets at fair value, the consolidated Statement of Total Returns at fair value and the Statement of Net Distributable Cash Flows of the Trust and its subsidiary dealt with by this Report are in agreement with the books of account.
- c) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards as defined in Rule 2(1)(a) of Companies (Indian Accounting Standards) Rules, 2015, as amended, to the extent not inconsistent with SEBI InvIT regulations.



d) There were no amounts which were required to be transferred to the Investor Protection and Education Fund by the Trust.

**For A. R. & Co.
Chartered Accountants
FRN. 002744C**



**CA Mohd Azam Ansari
Partner
Membership No: 511623
UDIN: 24511623BKCSSH2115**

**Place: New Delhi
Date: 27.05.2024**

NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

(All amounts in ₹ (Lakhs unless otherwise stated))

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
ASSETS			
1) Non - Current Assets			
(a) Property, Plant and Equipment	3	219.29	125.17
(b) Capital work in Progress (CWIP)	4	19.76	-
(c) Goodwill	5	10,144.46	10,144.46
(d) Other Intangible assets	6	10,88,670.84	10,01,400.09
(e) Financial Assets			
(i) Other Financial Assets	7	10,177.86	9,672.44
(f) Deferred Tax Assets (net)	8	11,523.20	4,685.32
(g) Non - Current Tax Assets (Net)	9	22.38	12.06
(h) Other Non Current Assets	10	15,70,649.18	-
Total non-current assets		26,91,426.97	10,26,039.54
2) Current Assets			
(a) Financial Assets			
(i) Trade receivables	11	385.20	350.87
(ii) Cash and Cash Equivalents	12	46,400.78	21,124.08
(iii) Bank Balances Other than Cash & Cash Equivalents	13	512.98	-
(iv) Other financial assets	14	4.54	6.65
(b) Other current assets	15	2,303.89	1,634.06
Total current assets		49,607.39	23,115.66
TOTAL ASSETS		27,41,034.36	10,49,155.20
EQUITY AND LIABILITIES			
EQUITY			
1) Unit Capital	16	14,67,093.47	7,41,604.32
2) Initial settlement amount		0.10	0.10
3) Other Equity	17	(27,541.44)	(3,469.86)
Total Equity		14,39,552.13	7,39,134.56
LIABILITIES			
1) Non-Current liabilities			
(a) Financial liabilities			
(i) Borrowings	18	11,63,394.94	2,92,158.33
(ii) Other Financial liabilities	19	80.90	-
(b) Provisions	20	35,923.32	6,318.81
Total non-current liabilities		11,99,399.16	2,98,477.14
2) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	21	10,054.00	2,000.00
(ii) Trade Payables	22		
(a) Total Outstanding, dues of micro and small enterprises		275.99	137.23
(b) Total outstanding, dues of creditors other than micro and small enterprises		4,479.00	3,871.17
(iii) Other financial liabilities	23	7,224.53	5,284.95
(b) Provisions	24	79,404.66	0.56
(c) Current Tax Liabilities (Net)	25	181.66	8.98
(d) Other current liabilities	26	463.23	240.61
Total current liabilities		1,02,083.07	11,543.50
Total Liabilities		13,01,482.23	3,10,020.64
TOTAL EQUITY & LIABILITIES		27,41,034.36	10,49,155.20

Material Accounting Policies

1 - 2

The accompanying notes form an integral part of these consolidated financial statements.

3 - 66

This is the Consolidated Balance Sheet referred to in our report of even date.

For A.R. & Co.

Chartered Accountants

Firm Registration no. 002744C

CA Mohd. Azam Ansari
Partner
M.No.511623

Date : 27th May 2024

Place : New Delhi



For and on behalf Board of the National Highways Infra Investment Managers Private Limited (Investment Manager of National Highways Infra Trust)

Suresh Krishna Goyal
Director
DIN: 02721580

Mahavir Parsad Sharma
Director
DIN: 03158413

Matthew George
Chief Financial Officer

Gurjeet Singh
Compliance Officer



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(All amounts in ₹ lakhs unless otherwise stated)

Particulars	Note No.	For the year ended March 31, 2024	For the year ended March 31, 2023
INCOME			
Revenue from Operations	27	94,390.77	68,717.20
Interest Income	28	871.71	373.43
Profit on sale of Investments	29	2,141.16	671.17
Other Income	30	59.53	326.11
TOTAL INCOME		97,463.17	70,087.91
EXPENSES			
Investment Manger Fee		1,800.00	1,263.70
Trusteeship Fee		9.60	9.60
Valuation expenses		11.07	4.00
Annual listing fees		53.80	20.00
Rating fees		7.73	0.20
Insurance expenses		737.91	628.74
Custodian Fees		3.15	0.84
Project Management Fees		1,168.20	991.20
Operating Expenses	31	13,665.60	9,025.05
Employee Benefits Expenses	32	1,156.60	289.01
Finance Cost	33	28,023.17	16,621.32
Depreciation & Amortization Expense	34	24,771.04	17,560.63
Audit Fees	35		
- Statutory audit fees		18.49	7.73
- Other audit services (including certification)		1.72	0.93
Other Expenses	36	2,569.62	1,924.27
TOTAL EXPENSES		73,997.70	48,347.23
Profit / (Loss) before Tax		23,465.47	21,740.68
Tax Expenses	37		
Current Tax		886.30	473.89
Current tax - earlier years		(2.52)	0.01
Deferred Tax expense/(credit)		(6,837.88)	(4,422.79)
Total Tax		(5,954.10)	(3,948.89)
Profit/ (loss) for the year		29,419.57	25,689.57
Other Comprehensive Income			
Items that will not be reclassified to Profit or Loss		0.10	-
Income tax relating to items that will not be reclassified to profit or loss		0.03	-
Total Comprehensive Income for the year		29,419.70	25,689.57
Earnings per Unit			
Basic	38	3.90	3.91
Diluted	38	3.90	3.91

Material Accounting Policies

1 - 2

The accompanying notes form an integral part of these consolidated financial statements.

3 - 66

This is the Statement of Profit and Loss referred to in our report of even date.

For A.R. & Co.
Chartered Accountants
Firm Registration no. 002744C



CA Mohd. Azam Ansari
Partner
M.No.511623

Date : 27th May 2024
Place : New Delhi

For and on behalf Board of the National Highways Infra Investment Managers Private Limited (Investment Manager of National Highways Infra Trust)

Suresh Krishan Goyal
Director
DIN: 02721580

Mathew George
Chief Financial Officer

Mahavir Parasad Sharma
Director
DIN: 03158413

Gupjan Singh
Compliance Officer



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

(All amounts in ₹ lakh unless otherwise stated)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
A. OPERATING ACTIVITIES		
Net Profit/(Loss) Before Tax	23,465.47	21,740.68
Adjustments for :		
Depreciation and Amortization	24,771.04	17,560.63
Profit on redemption of mutual funds	(2,141.16)	(671.17)
Interest income from FDR	(871.71)	(373.43)
Finance Cost (net)	25,015.90	16,590.17
Provision for major maintenance expenses	8,444.05	5,879.20
Unwinding interest on major maintenance provision	2,867.62	24.95
Provision for Leave encashment and Gratuity	52.43	11.93
Provision for expected credit loss	-	59.60
Bad debts written off	-	9.90
Operating Profit/(Loss) before Working Capital Changes	81,603.64	60,832.46
Working Capital Adjustments:		
Decrease / (Increase) in Trade & Other Receivables	(34.34)	180.10
Decrease / (Increase) in Other Non Current Financial Assets	(2.52)	(208.85)
Decrease / (Increase) in Other Non Current/Current Assets	(516.99)	(834.96)
Decrease / (Increase) in Other Current Financial Assets	(293.92)	(293.53)
Increase / (Decrease) in Trade & Other Payables	12.68	3,267.01
Increase / (Decrease) in Other Financial Liabilities	188.39	57.50
Increase / (Decrease) in Provisions	(3.57)	(0.11)
Increase / (Decrease) in Other Current Liabilities	229.27	(0.14)
	(421.00)	2,167.02
Income Tax paid	(721.42)	(626.67)
Net Cash Flows from/(used in) Operating Activities	80,461.22	62,372.81
B. INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment, including CWIP, capital creditors and capital advances	(15,82,977.68)	(2,85,101.04)
Investment in FDR	(951.26)	(6,299.19)
Interest received on maturity of FDR	810.99	189.55
Profit on redemption of mutual funds	2,141.16	671.17
Net cash flows from (used in) Investing activities	(15,80,976.79)	(2,90,539.51)
C. FINANCING ACTIVITIES		
Proceeds from Issue of Unit Capital	7,27,206.41	1,43,013.67
Expense incurred towards initial public debt offering	-	(1,689.00)
Expense incurred towards institutional unit allotment	(1,471.46)	(1,099.13)
Processing Fee paid	(1,482.16)	(197.00)
Distribution to Unit Holders	(54,491.29)	(34,927.86)
Proceeds from Long Term Borrowings (net of processing fees)	8,84,700.00	1,50,000.00
Financing charges paid	(24,909.51)	(11,180.86)
Repayment of Long Term Borrowings	(3,759.73)	(1,010.98)
Net cash flows from (used in) Financing activities	15,25,792.26	2,42,908.84
Net Increase/Decrease in Cash and Cash equivalents (A+B+C)	25,276.69	14,742.14
Cash and cash equivalents at the beginning of the year	21,124.08	6,381.94
Cash and cash equivalents at the end of the year	46,400.78	21,124.08



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

Reconciliation of liabilities arising from Financing Activities pursuant to Ind AS 7- Statement of Cash Flows.

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
a) Carrying amount of debt at the beginning of the year	2,94,158.33	1,46,537.80
b) Additional borrowings during the year	8,84,700.00	1,50,000.00
c) Repayments during the year	(3,759.73)	(1,010.98)
d) Other adjustments/settlements during the year	-	-
e) Transaction Cost adjustment	(1,649.66)	(1,368.49)
f) Unwinding of Interest	-	-
g) Carrying amount of debt at the end of the year	11,73,448.94	2,94,158.33

This is the Consolidated Cash Flows Statement referred to in our report of even date.

For A.R. & Co.
Chartered Accountants
Firm Registration no. 002744
CA Mohd. Azam Ansari
Partner
M.No.511623



For and on behalf of the National Highways Infra
Investment Managers Private Limited (Investment
Manager of National Highways Infra Trust)

Suresh Krishan Goyal
Suresh Krishan Goyal
Director
DIN: 02721580

Maluvir Parsad Sharma
Maluvir Parsad Sharma
Director
DIN: 03158413

Date : 27th May 2024
Place : New Delhi

Mathew George
Mathew George
Chief Financial Officer

Gunjan Singh
Gunjan Singh
Compliance Officer



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29 November 2021 issued under the InvIT regulations)

Consolidated Statement of Net Assets at Fair Value

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Book value	Fair value [^]	Book value	Fair value [^]
A. Assets	27,41,034.36	29,47,706.90	10,49,155.20	11,68,122.00
B. Liabilities (at book value)	13,01,482.24	13,01,482.24	3,10,020.64	3,10,020.64
C. Net assets (A-B)	14,39,552.12	16,46,224.66	7,39,134.56	8,58,101.36
D. No of units	1,31,22,00,600.00	1,31,22,00,600.00	72,64,05,200.00	72,64,05,200.00
E. NAV (C/D)	109.71	125.46	101.75	118.13

[^]Fair values of total assets relating to the Trust as at March 31, 2024 & March 31, 2023 as disclosed above are based on the independent valuer report.

Consolidated Statement of Total Return at Fair Value:

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Total comprehensive income for the year (As per the Consolidated Statement of Profit and Loss)	29,419.70	25,689.57
Add: Other changes in fair value for the year *	2,06,672.54	1,18,966.80
Total return	2,36,092.24	1,44,656.37

* In the above statement, other changes in fair value for the year ended March 31, 2024 & March 31, 2023 have been computed based on the independent valuer report.

The accompanying notes form an integral part of the Consolidated Financial Statements.

This is the Consolidated Statement of Net Assets at Fair Value and Consolidated Statement of Total Return at Fair Value referred to in our report of even date.

For A.R. & Co.
Chartered Accountants

Firm Registration no. 002744C

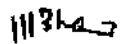


CA Mohd. Azam Ansari
Partner
M.No.511623

Date : 27th May 2024
Place : New Delhi

For and on behalf of the National Highways Infra
Investment Managers Private Limited (Investment
Manager of National Highways Infra Trust)


Suresh Krishan Goyal
Director
DIN: 02721580


Mahavir Parsad Sharma
Director
DIN: 03158413


Mathew George
Chief Financial Officer


Gurjan Singh
Compliance Officer



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

CONSOLIDATED STATEMENT OF CHANGES IN UNIT HOLDER'S EQUITY FOR THE YEAR ENDED MARCH 31, 2024

A. Initial Settlement Amount

(All amounts in ₹ lakh unless otherwise stated)

Particulars	Amount
Balance as at April 1, 2022	0.10
Changes in unit capital	-
Balance as at March 31, 2023	0.10
Changes in unit capital	-
Balance as at March 31, 2024	0.10

B. Unit Capital *

Particulars	Number of unit	Amount
Balance as at April 1, 2022	59,52,00,000	5,99,442.82
Changes in unit capital	13,12,05,200	1,43,013.67
One time issue expenses		(852.17)
Balance as at March 31, 2023	72,64,05,200.00	7,41,604.32
Changes in unit capital	58,57,95,400.00	7,27,266.41
One time issue expenses		(1,717.26)
Balance as at March 31, 2024	1,31,22,00,600	14,67,093.47

Issue expenses of Rs. 1,717.26 lakhs (March 31, 2023; Rs 852.17 lakhs) incurred in connection with issue of units have been reduced from the Unitholders capital in accordance with Ind AS 32 Financial Instruments: Presentation

C. OTHER EQUITY **

(All amounts in ₹ lakh unless otherwise stated)

Particulars	Reserves and Surplus	Items of Other Comprehensive Income		Total	
		Retained Earnings	Items that will not be reclassified to profit or loss		
			Remeasurement of Defined Benefit Obligation/ Plan		
Balance as at April 1, 2022	6,768.43	-	-	6,768.43	
Profit/ (Loss) for the year	25,689.57	-	-	25,689.57	
Less:					
Distribution to unit holders					
Interest	34,183.66	-	-	34,183.66	
Other Income	744.20	-	-	744.20	
Balance as at March 31, 2023	(2,469.86)	-	-	(2,469.86)	
Profit/ (Loss) for the year	29,419.57	0.13	-	29,419.70	
Less:					
Distribution to unit holders*					
Interest	53,701.68	-	-	53,701.68	
Other Income	789.60	-	-	789.60	
Balance as at March 31, 2024	(27,541.57)	0.13	-	(27,541.44)	

*The distribution relates to the distributions during the financial year along with the distribution related to the last quarter of FY 2022-23 and does not include the distribution relating to the period February 01, 2024 to March 31, 2024 which will be paid after March 31, 2024. The distributions by the Trust to its unit holders are based on the Net Distributable Cash Flows of the Trust under the SEBI InvIT Regulations.

* Refer Note No. 16

** Refer Note No. 17

For A.R. & Co.
Chartered Accountants
Firm Registration no. 002744C



Aziz
CA Mohd. Aziz Ansari
Partner
M.No.511623

Date : 27th May 2024
Place : New Delhi

For and on behalf of the National Highways Infra Investment Managers Private Limited (Investment Manager of National Highways Infra Trust)

Suresh Krishna Goyal
Suresh Krishna Goyal
Director
DIN: 02721580

Mahavir Parsad Sharma
Mahavir Parsad Sharma
Director
DIN: 05158413

Matthew George
Matthew George
Chief Financial Officer



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIR/SEBI/HO/DDIS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

a. Statement of Net Distributable Cash Flows (NDCF) at Trust Level NHIT

S. No.	Particulars	(All amounts in ₹ lakh unless otherwise stated)	
		For the year ended 31st March 2024	For the year ended 31st March 2023
1	Profit after tax as per Statement of profit and loss/income and expenditure (Standalone) (A)	96,819.27	77,236.17
2	Add: Depreciation and amortization as per statement of profit and loss account. Increase of impairment reversal, same needs to be deducted from profit and loss.	-	-
3	Add/Less: Loss/gain on sale of infrastructure assets	-	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/(loss) recognised in profit and loss account	-	-
6	Add/ Less: Any other item of non-cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager, For example, any decrease/increase in carrying amount of an asset or a liability recognised in profit and loss /income and expenditure on measurement of the asset or the liability at fair value; Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.	(82,058.04)	(-15,002.00)
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements.	(4,206.73)	(1,010.98)
8	Total Adjustment (B)	-	-
9	Net Surplus (C) = (A+B) (NDCF)	(86,264.77)	(-16,012.98)
10	Add: Income recognised in previous year and received in this year	10,554.50	31,223.19
11	Less : Interest expenses recognised in previous year and paid in this year	46,688.43	10,651.13
12	Distributable Cash Flow	(5,129.59)	-
13	Less: Amount already distributed to Unitholders (for the period from April 23 to Jan 24)(PY for the period from April 22 to December 22))	52,113.35	41,874.32
14	Balance Net Distributable Cash Flows for the year ended March 31, 2024	42,843.37	30,225.78
		9,269.97	11,648.54



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :-IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIR/SEBI/IO/DDHS_Div3/PP/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

b. Statement of Net Distributable Cash Flows (NDCF) at SPV Level (NHIEPL)

(All amounts in ₹ Lakhs unless otherwise stated)

S. No.	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
1	Profit/(Loss) after tax as per Statement of profit and loss/income and expenditure (standalone) (A)	(65,433.38)	(51,546.61)
2	Add: Depreciation and amortization as per statement of profit and loss account, Increase of Impairment reversal, same needs to be deducted from profit and loss.	24,770.91	17,560.63
3	Add/Less: Loss/gain on sale of infrastructure assets	-	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 19(7)(a) of the InvIT regulations	-	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/(loss) recognised in profit and loss account. *	(142.72)	(134.38)
6	Add/ Less: Any other item of non- cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss/ income and expenditure on measurement of the asset or the liability at fair value; Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.	1,25,403.04	99,236.45
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements. **	(504.26)	(4,004.00)
8	Total Adjustments (B)	1,49,526.96	1,12,658.71
9	Net Distributable Cash Flows (C) = (A+B)	84,093.58	61,112.10

* This includes amount utilized for purchase of Property, Plant and Equipments and Intangible Assets.

** As at 31-03-2024 this includes Fixed Deposit of Rs. 504.26 Lakhs lien marked in favour of Bank of Maharashtra against Performance Bank Guarantee issued in favour of NHAI.

Adjustment to Net Distributable Cash Flows

S. No.	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
1	Net Distributable Cash Flow for the year (From (C) Above)	84,093.58	61,112.10
2	Less: Actual Distribution during the year	(83,549.93)	(58,661.01)
	Balance	1,543.65	2,451.09
3	Add: Opening Surplus (Opening Cash adjusted with Net working Capital as on 31-03-2023)	3,896.22	-
4	Less: Cash Set Aside For movement in net working capital as on 31-03-2024	(254.95)	-
	Balance Distributable Cash Flow***	5,184.93	2,451.09

*** Rs. 5,184.93 Lakhs of Cash out of Balance Distributable cash as on 31st March 2024 has been distributed to Trust in April 2024.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :-IN/InvIT/20-21/0014

Disclosures pursuant to SEBI circulars (SEBI Master Circular No. CIRSEBI/HO/DDHS_Div3/P/CIR/2021/1673 dated 29th November, 2021 issued under the InvIT regulations)

c. Statement of Net Distributable Cash Flows (NDCF) at SPV Level (NEPPL)

(All amounts in ₹ lakh unless otherwise stated)

S. No.	Particulars	For the year ended March 31, 2024
		<i>(Audited)</i>
1	Profit/ (Loss) after tax as per Statement of profit and loss/income and expenditure (standalone) (A)	(1,693.38)
2	Add: Depreciation and amortization as per statement of profit and loss account. Increase of Impairment reversal, same needs to be deducted from profit and loss.	0.13
3	Add/Less: Loss/gain on sale of infrastructure assets	-
4	Add: Proceeds from sale of infrastructure assets adjusted for the following: related debts settled or due to be settled from sale proceeds; directly attributable transaction costs; proceeds reinvested or planned to be reinvested as per Regulation 18(7)(a) of the InvIT regulations	-
5	Add: Proceeds from sale of infrastructure assets not distributed pursuant to an earlier plan to re-invest, if such proceeds are not intended to be invested subsequently, net of any profit/ (loss) recognised in profit and loss account. *	(0.50)
6	Add/ Less: Any other item of non- cash expense/ non cash income (net of actual cash flows for these items), if deemed necessary by the Investment Manager. For example, any decrease/ increase in carrying amount of an asset or a liability recognised in profit and loss /income and expenditure on measurement of the asset or the liability at fair value; Interest cost as per effective interest rate method, deferred tax lease rents recognised on a straight line basis, etc.**	2,217.93
7	Less: Repayment of external debt (principal) / redeemable preference shares / debentures, etc. (excluding refinancing) / net cash set aside to comply with DSRA requirement under loan agreements.	-
8	Total Adjustments (B)	2,217.57
9	Net Distributable Cash Flows (C) = (A+B)**	524.19

* This includes amount utilized for purchase of Property, Plant and Equipment's and Intangible Assets

** The distributable cash flows are retained for working capital requirements of the Company.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

1. GROUP INFORMATION AND NATURE OF OPERATIONS

The consolidated financial statements comprise financial statements of National Highways Infra Trust ("the Trust" or "InvIT") and its subsidiaries (Project SPV – National Highways Infra Projects Private Limited (NHIPPL) & NHIT Eastern Projects Private Limited (NEPPL)) (collectively, the Group).

The Trust is an irrevocable trust registered under the provisions of the Indian Trusts Act, 1882 on October 19, 2020. It is registered under the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 on October 28, 2020 having registration number IN/InvIT/20-21/0014.

The Trust was setup by National Highways Authority of India ("NHAI" or the "Sponsor"), an Infrastructure Development Trust in India. The Trustee to the Trust is IDBI Trusteeship Services Limited (the "Trustee") and Investment Manager for the Trust is National Highways Infra Investment Managers Private Limited ("Investment Manager").

The Trust has been formed to invest in infrastructure assets primarily being in the road sector in India. The Trust's road projects are implemented and held through special purpose vehicles ("Project SPVs"/ "Subsidiaries"). The units of the Trust were listed in Bombay Stock Exchange and National Stock Exchange on November 10, 2021.

During FY 21-22, the Trust acquired 100% equity control in National Highway Infra Projects Private Limited (the "Project SPV") from the Sponsor with effect from November 03, 2021. The Project SPV (NHIPPL) has entered into five concession agreements with National Highway Authority of India ("NHAI") on March 30, 2021 for Tolling, Management, Maintenance and Transfer of five toll road projects for a period of 30 years from the Appointed Date. The Appointed Date has commenced on 16.12.2021.

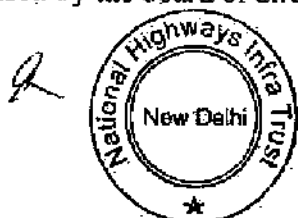
In previous financial year, Project SPV (NHIPPL) entered into three new concession agreements with National Highway Authority of India ("NHAI") on September 26, 2022 for Tolling, Management, Maintenance and Transfer of three toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 29.10.2022.

During Current financial year, the Trust has invested in the equity share capital of the NHIT Eastern Projects Private Limited (Project SPV - NEPPL) & holding 100% equity share capital.

The Project SPV (NEPPL) has entered into seven concession agreements with National Highway Authority of India ("NHAI") for Tolling, Management, Maintenance and Transfer of seven toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 01.04.2024.

The registered office of the Trust is G-5 & 6, Sector-10, Dwarka, Delhi - 110075.

The consolidated financial statements were authorised for issue in accordance with resolution passed by the board of directors of the Investment Manager 27th May, 2024.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

2. MATERIAL ACCOUNTING POLICIES

a) Basis of Preparation

The Consolidated Financial Statements of the Group comprising of the Consolidated Balance Sheet as at March 31, 2024, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows, the Consolidated Statement of Changes in Unitholders' Equity for the year then ended, the Consolidated statement of Net Assets at fair value as at March 31, 2024, the Consolidated statement of Total return at fair value, and the Consolidated statement of Net Distributable Cash Flows (NDCFs) for the year then ended and a summary of material accounting policies and other explanatory notes have been prepared in accordance with the Indian Accounting Standard as defined in Rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS"), and other accounting principles generally accepted in India to the extent not inconsistent with the InvIT Regulations.

The Consolidated Financial Statements of the Group for the Year ended March 31, 2024 has been prepared in accordance with Indian Accounting Standard, as defined in Rule 2(1)(a) of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) ("Ind AS") and other accounting principles generally accepted in India to the extent not inconsistent with the Securities Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 ("InvIT regulations") (as amended) including SEBI Master Circular SEBI/HO/DDHS-PoD-2/P/CIR/2023/115 dated July 06, 2023 herein after referred to as "SEBI Master Circular". Refer note 16 on presentation of "Unit capital" as "Equity" instead of compound financial instruments under Indian Accounting Standard (Ind AS) 32- Financial Instruments: Presentation). The Group has applied the accounting policies during the periods presented.

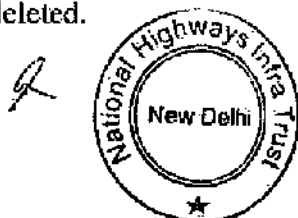
The Consolidated Financial Statements are presented in India Rupees which is also the functional currency of the Group, and all values are rounded to the nearest lakhs, unless otherwise indicated.

Impact of the initial application of new and amended IND ASs that are effective for current year:

In the current year, the Group has applied the below amendments to Ind ASs that are effective for an annual period that begins on or after April 1, 2023.

(a) The Group has adopted the amendments to Ind AS 1 – "Presentation of Financial Statements" for the first time in the current year. The amendments change the requirements in Ind AS 1 with regard to disclosure of accounting policies. The amendments replace all instances of the term 'significant accounting policies' with 'material accounting policy information'. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

(b) The Group has adopted the amendments to Ind AS 8 – "Accounting Policies, Changes in Accounting Estimates and Errors" for the first time in the current year. The amendment replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". The definition of a change in accounting estimates was deleted.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

b) Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Trust and its Project SPVs' (NHIPPL - from date of acquisition i.e. November 3, 2021 & Project SPV - NEPPL - from date of incorporation i.e. April 19, 2023).

Group consolidates entities which it owns or controls. Control exists when the Trust has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over the entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Subsidiaries are consolidated from the date on which control is transferred to the Group until the date control ceases.

Consolidated Financial Statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. The Group combines the financial statements of the Trust and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealized gains on transactions between group companies are eliminated.

c) Business Combination/ Goodwill on Acquisition

The Group acquires operational toll road SPV from the Sponsor. The key activity for these SPVs is toll collection and the maintenance of the toll roads.

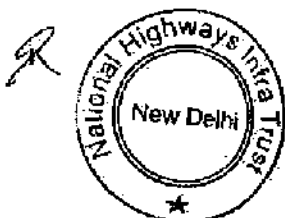
Based on evaluation vis-a-vis the guidance on definition of business under Ind AS 103 and also keeping in view the relevant guidance on similar fact patterns available under accounting standards applicable in other jurisdictions, the management has classified the acquisition of toll road SPVs as business combinations.

Business combinations are accounted for using the acquisition method. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition related costs are recognised in the statement of profit and loss as incurred.

The acquiree's identifiable assets, liabilities and contingent liabilities that meet the condition for recognition are recognised at their fair values at the acquisition date.

Goodwill is initially measured at cost which is not amortised, however, it is tested for impairment annually. In the event of cessation of operations of a subsidiary, the unimpaired goodwill is written off fully.

Any impairment loss for goodwill is recognised in the consolidated statement of profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods. Where goodwill has been allocated to a cash generating unit and part of the operation within that unit is disposed of, the goodwill associated with the disposed operation is included in the carrying amount of the operation when determining the gain or loss on disposal.



NATIONAL HIGHWAYS INFRA TRUST
Notes to Consolidated Financial Statements for the year ended March 31, 2024

Goodwill disposed in these circumstances is measured based on the relative values of the disposed operation and the portion of the cash-generating unit retained.

2.1 Summary of Material Accounting Policies

a. Current versus non-current classification

Based on the time involved between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Trust has identified twelve months as its operating cycle for determining current and non-current classification of assets and liabilities in the balance sheet.

b. Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

The specific recognition criteria described below must also be met before revenue is recognised:

Toll Revenue - Toll Revenue from users of toll roads held by subsidiary company is recognised in respect of toll revenue accrued for respective toll road projects. Revenue from electronic toll collection is recognised on accrual basis.

Interest income - Interest income is recognised using the effective interest method.

Dividends - Dividend income is recognised when the Group's right to receive the payment is established.

Claims with National Highways Authority of India ('NHAI') and other government authorities are accounted as and when the money is received from the respective authorities, in cases of monetary compensations.

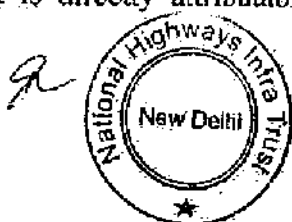
Other items - Other items of income are recognised as and when the right to receive the income arises.

c. Property, plant and equipment

Property, plant and equipment are stated at historical cost, as applicable, less accumulated depreciation and cumulative impairment losses, if any.

Historical cost includes purchase price, borrowing costs and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that the future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. Cost includes expenditure that is directly attributable to qualifying assets and includes borrowing costs capitalised in



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

accordance with the Group's accounting policy. Such properties are classified to the appropriate categories of property, plant, and equipment when completed and ready for intended use.

Depreciation on Plant and Equipment is provided using straight-line method based on estimated useful life. The estimated useful life of all the property, plant and equipment is ascertained by the management using the best estimate on the basis of technical evaluation, which is depreciated based on useful life as prescribed in Schedule II of the Companies Act, 2013. Depreciation on additions/ deductions is calculated pro-rata from/ to the month of additions/ deductions.

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

The Group has estimated the following useful lives for its tangible fixed assets:

Category of Assets	Estimated useful life (in years)
Temporary Structure	3
Computer	3
Office Equipment's	5
Furniture & Fixtures	10
Plant and Machinery	5-20

The estimated residual value of the PPE has been taken as 5% as prescribed in Schedule II to the Companies Act, 2013. Fixed Assets amounting upto INR 5,000 are recognised in Statement of Profit and Loss in entirety in the year of purchase.

d. Intangible assets

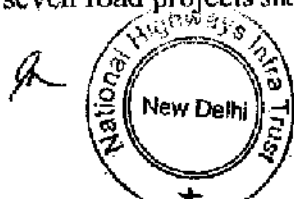
Intangible assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation, and cumulative impairment, if any.

Intangible Assets are stated at historical cost, as applicable, less accumulated amortisation and cumulative impairment losses, if any.

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

Rights under Service Concession Arrangements – Toll Collection Rights

The Group has acquired rights for Tolling, Operation, Maintenance and Transfer of five toll road projects for a period of 30 years basis Toll Concession agreements with NHAI, group further acquired rights during the Previous F.Y. 2022-23 for Tolling, Operation, Maintenance and Transfer of three additional toll road projects for a period of 20 years w.e.f. 29.10.2022 basis Toll Concession agreements with NHAI, and the same have been recognised as Intangible Assets in the financial statements. Further, the group has acquired seven concession agreements with National Highway Authority of India ("NHAI") for Tolling, Management, Maintenance and Transfer of seven toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 01.04.2024 and therefore the revenue and expenses of these seven road projects shall be recognised from next financial year.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

Extension of concession period by the Authority in compensation for claims made by the Group are capitalised as part of Toll Collection Rights on acceptance of the claim. Where the Group has a contractual right to an extension in the concession period as per the concession agreement, the same is capitalized when the right to extension in the concession period is established at the estimated amount of eligible claims.

Amortisation of Intangible Assets

Toll Collection Rights are amortized basis a Consumption based model (using Passenger Car Unit (PCU) projections) over the tenure of the Concession Agreement. The projected traffic is based on independent traffic volume projections; amortisation is revised in case of any material change in expected pattern of economic benefits.

Other intangible assets - Software purchased is amortized over a period of three to six years on straight line basis from the month in which the addition is made. The estimated useful life is reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

e. Employee benefits

Employee benefits include provident fund, gratuity, compensated absences, and medical benefits.

i. Short term employee benefits

Employee benefits such as salaries, short term compensated absences, expected cost of bonus, ex-gratia and performance linked rewards falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are expensed in the period in which the employee renders the related service.

ii. Post-Employment Benefits

Defined contribution plan: A defined contribution plan is a post-employment plan under which an entity pays fixed contributions and will have no legal or constructive obligations to pay further amounts. The Group contributes to provident fund and employees deposit linked insurance scheme, and have no further obligations beyond making its contributions. The Group's contribution to the above funds are charged to the Consolidated Statement of Profit and Loss.

Defined benefit plan: The Group has an un-funded benefit plan for post-employment benefits in the form of Gratuity. The value of obligation under the plan is determined by the group based on best estimate of the present value of the estimated future cash flows towards the gratuity obligation. Defined benefit costs comprising current service cost, past service cost and gains or losses on settlements are recognised in the Consolidated Statement of Profit and Loss as employee benefits expense. Gains or losses on the curtailment or settlement of any defined benefit plan are recognised when the curtailment or settlement occurs.

iii. Termination benefits

Termination benefits such as compensation under employee separation schemes (wherever applicable) are recognised as expense in the Consolidated Statement of Profit and Loss. Liability for the same is recognised at the earlier of when the group can no longer withdraw the offer of the termination benefit.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

iv. Other long-term employee benefits

The present value of the obligation under long term employee benefit plans such as compensated absences is determined and is recognised in a similar manner as in the case of defined benefit plans.

Long term employee benefit costs comprising current service cost and gains or losses on curtailments and settlements, re-measurements are recognised in the Consolidated Statement of Profit and Loss as employee benefit expenses. Interest cost implicit in long term employee benefit cost is recognised in the Consolidated Statement of Profit and Loss under finance cost.

f. Leases

The Group assesses whether a contract contains a lease, at inception of a contract.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases, which are accounted for as under.

Short-term leases and leases of low-value assets

Short term leases are leases with a term of twelve months or less. For short-term and low value leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

g. Borrowing costs

Borrowing costs include interest calculated using the effective interest method, amortization of ancillary costs and other costs the Trust incurs in connection with the borrowing of funds.

Borrowing costs are expensed in the period in which they are incurred.

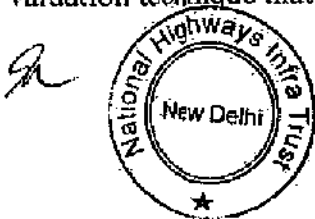
h. Financial Instruments

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. However, transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss ("FVTPL") are recognized immediately in the Statement of Profit and Loss.

If the Group determines that the fair value at initial recognition differs from the transaction price, the Group accounts for that instrument at that date as follows:

- at the measurement basis mentioned above if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets. The Trust recognises the



NATIONAL HIGHWAYS INFRA TRUST
Notes to Consolidated Financial Statements for the year ended March 31, 2024

difference between the fair value at initial recognition and the transaction price as a gain or loss.

- in all other cases, at the measurement basis mentioned above, adjusted to defer the difference between the fair value at initial recognition and the transaction price. After initial recognition, the Group recognises that deferred difference as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability.

Subsequent measurement of financial assets and financial liabilities is described below.

Financial Assets

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

1. Classification of Financial Assets

Financial Assets that meet the following conditions are subsequently measured at amortised cost (unless the same are designated as fair value through profit or loss (FVTPL)):

- The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding..

Financial Assets at FVTPL is a residual category for debt instruments and all changes are recognized in profit or loss.

2. Amortized cost and effective interest method

Income is recognized on an effective interest method as per Ind AS 109 for financial assets other than those financial assets classified as at FVTPL. Interest income is recognized in the Statement of Profit and Loss and is included in the "Other income" line item.

3. Impairment of financial assets (Expected credit loss model)

An impairment loss on financial asset is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables. Impairment loss, if any, are recognised in Statement of Profit or Loss for the period.

4. De-recognition of financial assets

The Group derecognize a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in the Statement of Profit or Loss on disposal of that financial asset.

b) Financial Liabilities

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

Loans and borrowings are subsequently measured at amortized costs using Effective Interest Rate method.

Financial liabilities at fair value through profit or loss (FVTPL) are subsequently measured at fair value.

De-recognition of financial liabilities

Financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of the new liability. The difference in the respective carried amount is recognized in the Statement of Profit and Loss

Financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

c) Classification as debt or equity

Debt and equity instruments issued by Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

i. Fair Value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group considers the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial Statements is determined on such a basis and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 "Inventory" or value in use in Ind AS 36 "Impairment of Assets".

R



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that entity can access at measurement date
- Level 2 inputs other than quoted prices included in Level 1, that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and
- Level 3 inputs for the asset or liability that are not based on observable market data (unobservable inputs).

j. Cash and Cash Equivalents

Cash and cash equivalents in the Consolidated Balance Sheet comprise cash at banks and on hand, overnight mutual fund investments and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

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

k. Impairment of Non- Financial Assets

The carrying values of assets / cash generating units at each reporting date are reviewed for impairment if any indication of impairment exists. If any indication exists, the Group estimates the asset's recoverable amount. use.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Consolidated Statement of Profit and Loss.

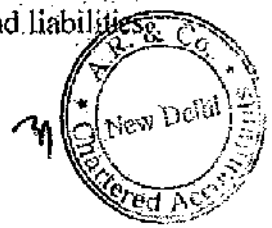
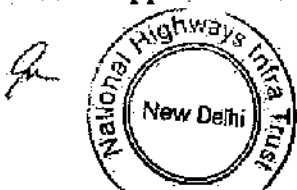
The recoverable amount is the higher of the fair value less costs of disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset for which the estimated future cash flows have not been adjusted.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Consolidated Statement of Profit and Loss.

l. Taxes on income

Current income tax

The income tax expense or credit for the year is the tax payable on current year's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

attributable to temporary differences and to unused tax losses. The current income tax charge is calculated based on tax laws enacted or substantively enacted at the end of the reporting period.

Deferred tax

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However deferred income tax is not accounted if it arises from the initial recognition of an asset or liability that at the time of the transaction affects neither the accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset/liability is realized or settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

m. Provisions, Contingent Liabilities, Contingent Assets and Capital Commitments

Contingent Liabilities

Contingent liabilities are disclosed in notes in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or a present obligation arising from past events, when no reliable estimate is possible

Contingent Assets

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity.

Contingent assets are recognized when the realisation of income is virtually certain, in which case the related asset is not a contingent asset and its recognition is appropriate.

Contingent assets are reviewed at each reporting date. A contingent asset is disclosed where an inflow of economic benefits is probable.

Provisions

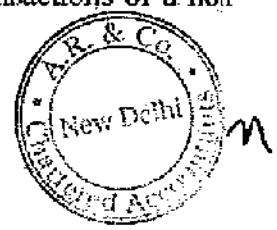
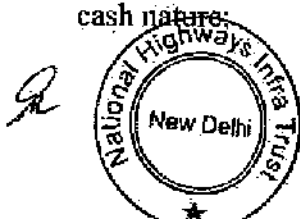
Provisions are recognised when the Trust has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

n. Consolidated Statement of Cash Flows

Consolidated Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities.

Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

- changes during the period in operating receivables and payables, transactions of a non-cash nature:



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

- non-cash items such as depreciation, provisions, deferred taxes, unrealised foreign currency gains and losses;
- all other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Consolidated Statement of Cash Flows exclude items which are not available for general use as at the date of Consolidated Balance Sheet.

o. Distribution to unit holders

The Group recognises a liability to make cash distributions to unit holders when the distribution is authorised and a legal obligation has been created. As per the SEBI InvIT Regulations, a distribution is authorised when it is approved by the Board of Directors of the Investment Manager. A corresponding amount is recognised directly in other equity.

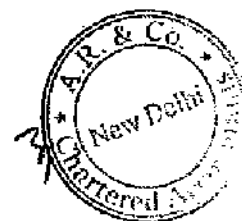
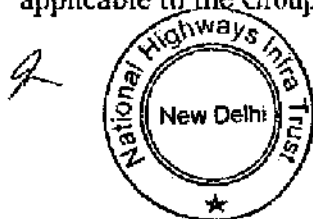
p. Earnings per Unit (EPU)

Basic EPU are calculated by dividing the profit for the period attributable to unitholders by the weighted average number of units outstanding during the period.

Diluted EPU are calculated by dividing the profit/(loss) attributable to unitholders by the weighted average number of units outstanding during the period plus the weighted average number of units that would be issued on conversion of all the dilutive potential units into unit capital.

q. Recent Pronouncements

As on 31st March 2024, there are no new standards or amendment to the existing standards applicable to the Group which has been notified by Ministry of Corporate Affairs.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

r. Significant accounting judgements, estimates and assumptions

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

Judgements

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

Applicability of service concession arrangement accounting to toll roads concessionaire arrangements

The Group has determined that Appendix D to Ind AS 115 "Revenue from Contracts with Customers" relating to 'Service Concession Arrangements' is applicable to the SPVs which provides an accounting by the operators of public to private service concession arrangements. The SPVs have entered into concession arrangement with National Highway Authority of India (NHAI) (the "Authority") as per which the individual SPVs would participate in Toll Operate Transfer (TOT) of the toll roads infrastructure. After the end of the Concession arrangement, the SPVs have to transfer the infrastructure i.e. toll roads constructed to the Authority.

Accordingly, the SPVs have recognized the intangible assets as per the accounting policy mentioned in Note (d) Intangible Assets.

Future revenue projections for the balance concession period

The future revenue projections are based on the assumptions made by the Group's management regarding future traffic growth and inflation factor for assessing user toll fee as supported by the studies from the third-party independent consultant for individual project done at reasonable intervals.

The Group uses the future revenue projections for the following purposes:

- **Amortisation of Rights under Service Concession Arrangements (SCA) i.e. Intangible Assets-Toll Road Carriageway:**

Toll Collection Rights are amortized on the basis of Consumption based model (using Passenger Car Unit (PCU) projections) over the tenure of the Concession Agreement. The projected traffic is based on independent traffic volume projections : amortisation is revised in case of any material change in expected pattern of economic benefits.

Classification of unit holders Funds

The Unit Capital has been presented as "Equity" in accordance with the InvIT Regulations instead of compound financial instrument. Refer note 16 on presentation of "Unit capital" as "Equity"



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

instead of compound financial instruments under Indian Accounting Standard (Ind AS) 32- Financial Instruments: Presentation).

Fair value measurements

Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument. The Trust engages third party valuers, where required, to perform the valuation. Information about the valuation techniques and inputs used in determining the fair value of investments are disclosed in the notes to Standalone Financial Statements.

Fair valuation and disclosures

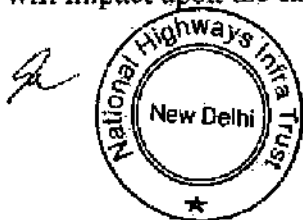
SEBI Master Circular issued under the SEBI InvIT Regulations requires disclosures relating to net assets at fair value and total returns at fair value. In estimating the fair value of investments in subsidiaries (which constitute substantial portion of the net assets), the Group engages independent qualified external valuers to perform the valuation. The Investment Manager works closely with the valuers to establish the appropriate valuation techniques and inputs to the model. The valuation report and findings are discussed at the meeting of the Board of Directors on yearly basis to understand the changes in the fair value of the subsidiaries. The inputs to the valuation models are taken from observable markets, where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as weighted average cost of capital, tax rates, inflation rates etc. Changes in assumptions about these factors could affect the fair value.

Useful lives of property, plant, and equipment

Management of the Group reviews the useful lives of property, plant and equipment at each reporting date to ensure that the useful lives represent the expected utility of the assets to the Group.

Obligations relating to employee benefits

The employee benefit obligation depends on several factors that are determined on an actuarial basis using several assumptions. The assumptions used in determining the net cost/ (income) include the discount rate, inflation and mortality assumptions. Any changes in these assumptions will impact upon the carrying amount of employee benefit obligations.



NATIONAL HIGHWAYS INFRA TRUST

Notes to Consolidated Financial Statements for the year ended March 31, 2024

Impairment of intangible assets

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The recoverable amounts for the intangible assets are based on value in use of the underlying projects. The value in use calculation is based on a DCF model. The cash flows are derived from forecasts over the remaining SCA period of the projects.

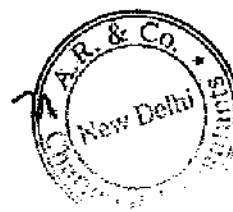
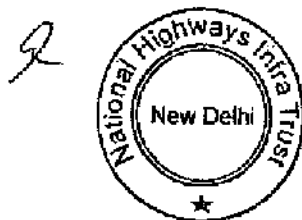
Major Maintenance Expenses / Resurfacing Expenses

As per industry practice, the Project SPV (NHIPPL) is required to carry out resurfacing of the roads under the Concession. For this purpose, a regular maintenance along with periodic maintenances is required to be performed. Normally, periodic maintenance includes resurface of pavements, repairs of structures and other equipment and maintenance of service roads. The maintenance cost / bituminous overlay may vary based on the actual usage during maintenance period. Accordingly, on the grounds of matching cost concept and based on technical estimates, a provision for major maintenance expenses is reviewed and is provided for in the accounts annually.

The provisions for MMR as per industry practice has been made based on the first cycle of of overlay expected to occur in five to seven years and not based on the total MMR cost over entire concession period. The discounting rate used for arriving at the present value for MMR provisions is government bond rate of 30 years for projects acquired in first phase and 20 years for projects acquired in second phase.

Expected Credit Loss on financial assets

As per Ind AS 109, Financial Assets that are measured at amortised cost are required to compute the Expected Credit Loss (ECL). As at the reporting period, Investment manager of the Group assessed the credit risk of the financial assets and concluded that no provision for ECL is required.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

3 Property, Plant and Equipment

(All amounts in ₹ Lakh unless otherwise stated)

Particulars	Temporary Structure	Plant & Machinery	Computer	Office Equipments	Furniture & Fixtures	Total
Gross Carrying Amount:						
Balance as at April 1, 2022	-		0.50	-	-	0.50
Additions	25.59		44.94	17.42	44.27	132.22
Less: Disposals	-		-	-	-	-
Balance as at March 31, 2023	25.59		45.44	17.42	44.27	132.72
Additions	10.99	13.58	43.60	48.32	26.75	143.23
Less: Disposals	-		1.09	-	-	1.09
Balance as at March 31, 2024	36.58	13.58	87.95	65.74	71.02	274.86
Accumulated Depreciation:						
Balance as at April 1, 2022	-		0.04	-	-	0.04
Additions	1.49		4.32	0.82	0.88	7.51
Less: Disposals	-		-	-	-	-
Balance as at March 31, 2023	1.49		4.36	0.82	0.88	7.55
Additions	10.71	0.08	22.29	9.97	5.27	48.31
Less: Disposals	-		0.29	-	-	0.29
Balance as at March 31, 2024	12.20	0.08	26.36	10.79	6.15	55.57
Net Carrying Amount:						
Balance as at March 31, 2023	24.10	-	41.08	16.60	43.39	125.17
Balance as at March 31, 2024	24.38	13.50	61.59	54.95	64.87	219.29



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

4. Capital Work in Progress

(All amounts in ₹ lakh unless otherwise stated)

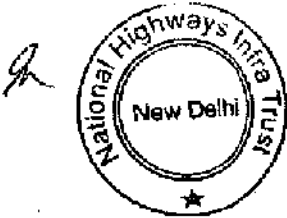
Particulars	As at March 31, 2024	As at March 31, 2023
Plant and Machinery*	19.76	-
Total	19.76	-

* This is pertaining to Solar Power Plants which is under installation at toll plaza.

Capital Work in Progress (CWIP) ageing schedule

As at March 31, 2024	Less than 1 Year	1-2 Year	2-3 Year	More than 3 Year	Total
Project in Progress	19.76	-	-	-	19.76
Total	19.76	-	-	-	19.76

As at March 31, 2023	Less than 1 Year	1-2 Year	2-3 Year	More than 3 Year	Total
Project in Progress	-	-	-	-	-
Total	-	-	-	-	-



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

5 Goodwill

(All amounts in ₹ lakh unless otherwise stated)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
Gross Carrying Amount		
Balance at the beginning of the year	10,144.46	10,144.46
Additions	-	-
Less: Disposals	-	-
Less: Impairment	-	-
Balance at the closing of the year	10,144.46	10,144.46

The carrying amount relates to goodwill arising on acquisition of Project SPV (NHIPPL) by the Trust and has been tested for impairment against the respective cash generating unit (CGU). The calculation uses cash flow forecast based on financial models which cover remaining future periods of respective concession periods of toll assets.

Based on a review of the future discounted cash flows of the intangible assets (Toll Collection Rights) held by the subsidiary (NHIPPL), the recoverable amount is higher than the carrying amount of the assets, and accordingly no impairment loss has been recognised in the statement of profit and loss for the year ended March 31, 2024.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

6 Other Intangible Assets

(All amounts in ₹ lakh unless otherwise stated)

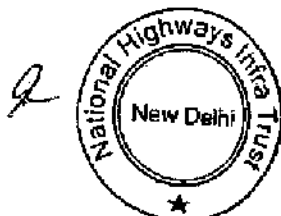
Particulars	Software	Toll collection rights	Total
Gross Carrying Amount:			
Balance as at April 1, 2022	-	7,35,040.00	7,35,040.00
Additions	2.16	2,84,966.66	2,84,968.82
Less: Disposals	-	-	-
Balance as at March 31, 2023	2.16	10,20,006.66	10,20,008.82
Additions	0.06	1,11,993.43	1,11,993.49
Less: Disposals	-	-	-
Balance as at March 31, 2024	2.22	11,32,000.09	11,32,002.31
Accumulated Amortization:			
Balance as at April 1, 2022	-	1,055.61	1,055.61
Additions	0.25	17,532.87	17,533.12
Less: Disposals	-	-	-
Balance as at March 31, 2023	0.25	18,608.48	18,608.73
Additions	0.68	24,722.06	24,722.74
Less: Disposals	-	-	-
Balance as at March 31, 2024	0.93	43,330.54	43,331.47
Net Carrying Amount			
Balance as at March 31, 2023	1.91	10,01,398.18	10,01,400.09
Balance as at March 31, 2024	1.29	10,88,669.55	10,88,670.84

Note:-

1. In FY 2021-22, the Group has acquired rights for Tolling, Operation, Maintenance and Transfer of five toll road projects for a period of 30 years basis Toll Concession agreements with NHAI, for a consideration of INR 7,350.40 Crore and the same have been recognised as Intangible Assets in financial statements. The Group further acquired rights during the Previous FY 2022-23 for Tolling, Operation, Maintenance and Transfer of three additional toll road projects for a period of 20 years basis Toll Concession Agreements with NHAI, for a consideration of INR 2,849.66 Crore and the same have been addition in the Intangible Assets in financial statements.

2. Toll Collection Rights has been amortized on the basis of Consumption based model (using Passenger Car Unit (PCU) projections) over the tenure of the Concession Agreement i.e. 30 years and 20 years basis respective concession agreements for those toll road projects.

3. During the current year, the Group has capitalised Initial Improvement Works amounting to Rs. 1,119.93 Crores to Intangible Asset (For detailed note on initial improvement works refer note no. 54).



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

7 Other Financial Assets: Non Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Investment in Fixed Deposits		
Fixed Deposits with banks*	9,916.99	9,469.99
Security Deposits	3.38	1.60
Interest receivable on Debenture recovery expense fund	1.32	0.42
Interest receivable on fixed deposits	241.17	185.43
Deposit - Debenture Recovery Expense Fund for NCD's	15.00	15.00
	10,177.86	9,672.44

*The Fixed Deposits are kept in Debt Servicing Reserve Account (DSRA) as per borrowing agreements with lenders and as per terms of the debenture trust deed, to be utilized at the end of tenure of long term borrowings from Senior Lenders and to maintain DSRA balance for Debenture holders, hence classified as Other Financial Assets- Non Current irrespective of date of maturity.

8 Deferred Tax Assets (Net)

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Deferred Tax Assets arising on account of:		
- Expense disallowed as per Income Tax Act, 1961, allowable in future years	1,19,086.98	72,562.41
- Unabsorbed depreciation	25,179.31	-
- Provision on Initial improvement	-	-
Total (A)	1,44,266.29	72,562.41
Deferred Tax Liabilities arising on account of:		
- Difference between Book & Tax base related to Intangible assets & PPE	1,32,743.09	67,877.09
Total (B)	1,32,743.09	67,877.09
Net (A-B)	11,523.20	4,685.32

Reconciliation of Deferred Tax Asset/ (Liabilities)

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Opening Balance - Deferred Tax Asset	4,685.32	262.53
Deferred tax income/ (expense) during the period recognised in profit & loss	6,837.88	4,422.79
Closing Balance - Deferred Tax Asset	11,523.20	4,685.32

As at March 31, 2024, based on the expected future profitability of the NHIPPL & NEPL (SPVs), the management has recognised deferred tax assets on the unabsorbed tax depreciation carried forward only and not recognised Deferred Tax Assets on major maintenance obligation and business losses for the period, as carried forward business losses will not be available for utilisation within the time limit allowable as per the Income Tax Act based on the future projections of the profitability of the entity in accordance with provision of Ind AS 12 "Income Taxes".

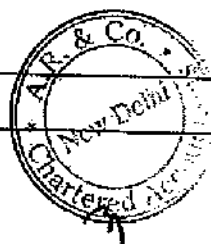
9 Non Current Tax Assets (Net)

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Income tax refundable (net of provision)	22.38	12.06
	22.38	12.06

10 Other non current assets

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Capital advances	565.57	-
Advance paid to NHAI for acquisition of R3 asset*	15,69,988.18	-
Processing fees paid for undraws loan	95.43	-
	15,70,649.18	-

*This includes amount of Rs. 15,69,988.18 Lakhs pertaining to concession fees paid to NHAI by NEPL for the acquisition of seven projects. The appointed date for these concessions is with effect from 1st April 2024, therefore the amount paid to NHAI has been classified as capital advance.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

11 Trade Receivables: Current

(All amounts in ₹ lakh unless otherwise stated)

Particulars	As at	
	March 31, 2024	March 31, 2023
Considered good-unsecured	385.20	350.87
Trade Receivables - Credit Impaired (unsecured)	59.60	59.60
	444.80	410.47
Less:- Allowances for expected credit loss	(59.60)	(59.60)
	385.20	350.87

The receivables are hypothecated by way of first ranking exclusive charge to secure senior lenders and non convertible debenture holders in Trust.

Trade Receivables ageing schedule as on March 31, 2024

Particulars	Outstanding for following period from due date of payment.					Total
	0-6 Months	6 Months -1 Year	1-2 Years	2-3 Years	More than 3 years	
Undisputed trade receivables						
i) Considered good	385.20	-	-	-	-	385.20
ii) Which have significant increase in credit risk	-	-	-	-	-	-
iii) Credit impaired	-	-	59.60	-	-	59.60
Disputed trade receivables						
i) Considered good	-	-	-	-	-	-
ii) Which have significant increase in credit risk	-	-	-	-	-	-
iii) Credit impaired	-	-	-	-	-	-
Total	385.20	-	59.60	-	-	444.80

Trade Receivables ageing schedule as on March 31, 2023

Particulars	Outstanding for following period from due date of payment.					Total
	0-6 Months	6 Months -1 Year	1-2 Years	2-3 Years	More than 3 years	
Undisputed trade receivables						
i) Considered good	350.87	-	-	-	-	350.87
ii) Which have significant increase in credit risk	-	-	-	-	-	-
iii) Credit impaired	-	59.60	-	-	-	59.60
Disputed trade receivables						
i) Considered good	-	-	-	-	-	-
ii) Which have significant increase in credit risk	-	-	-	-	-	-
iii) Credit impaired	-	-	-	-	-	-
Total	350.87	59.60	-	-	-	410.47

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NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/Inv/IT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

12 Cash and Cash Equivalents*

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Balances with Banks		
In Current Accounts	1,260.12	735.06
In Escrow Accounts	467.42	338.04
Draft in Hand	-	8.14
Cash in Hand	15.17	7.93
Fixed Deposits (having original maturity of less than 3 months)	6,163.15	10,000.00
Overnight mutual fund**	38,494.92	10,034.91
	46,400.78	21,124.08

*Cash and Cash Equivalents includes Rs. 6209.70 Lakhs (March 31, 2023: Rs. Nil) which are unutilised balance in Project SPV - NHFPL for initial improvement works of R1 and R2 Projects. The balances in escrow accounts are hypothecated by way of first ranking exclusive charge to secure senior lenders and non convertible debenture holders in Trust.

** Investment in Mutual Funds includes Rs. 15,000 Lakhs raised in current year from unit issue for leap projects, to be utilised for creation of DSRA against loans raised for leap projects. Further these investments also includes Rs. 4106.06 Lakhs pertaining to one time issue related expenses unutilized as on 31-03-2024.

13 Bank Balance Other than Cash and Cash Equivalent

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Bank Deposits with original maturity of more than 3 Months*	504.26	-
Interest Accrued on bank deposits	8.72	-
	512.98	-

* Fixed deposits amounting to Rs. 504.26 Lakhs (March 31, 2023: Rs. Nil) is lien marked in favour of Bank of Maharashtra and kept as Margin Money against the Bank Guarantee issued to NHAI for R-2 Projects by the group.

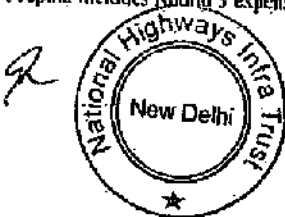
14 Other Financial Assets: Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Security deposits	4.54	2.92
Interest receivable on Fixed Deposits	-	3.73
	4.54	6.65

15 Other Current Assets

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Prepaid expenses*	470.02	882.86
GST Input	523.36	642.12
Processing fees paid for undrawn loan	152.84	103.49
Advance to suppliers	1,157.23	5.59
Others	0.44	-
	2,303.89	1,634.06

* Prepaid includes Round 3 expenses of Rs. Nil during the current period and Rs. 290.72 Lakh in previous year.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

16 Unit Capital

(All amounts are in ₹ lakh unless otherwise stated)

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Units	Amount	No. of Units	Amount
Unit Capital*				
Opening balance	72,64,05,200	7,41,604.32	59,52,00,000.00	5,99,442.82
Add: Units issued during the year	58,57,95,400	7,27,206.41	13,12,05,200	1,43,013.67
Less: Issue expenses (refer note below)	-	(1,717.26)	-	(852.17)
Balance at year end	1,31,22,00,600	14,67,093.47	72,64,05,200	7,41,604.32

* 58,57,95,400 units issued at Rs. 124.14 per unit during current financial year (13,12,05,200 unit issued at Rs 109 per unit in previous financial year).

In current year the Trust offered an issue of 58,57,95,400 units of National Highways Infra Trust ("NHIT"), for cash at a price of 124.14 per unit (the "issue price"), aggregating to ₹ 7,27,206.41 lakhs through Institutional and preferential placement in accordance with the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 including the rules, circulars and guidelines issued thereunder.

In previous year the Trust offered an issue of 13,12,05,200 units of National Highways Infra Trust ("NHIT"), for cash at a price of 109.00 per unit (the "issue price"), aggregating to ₹ 1,43,013.67 lakhs through Institutional and preferential placement in accordance with the Securities and Exchange Board of India (Infrastructure Investment Trust) Regulations, 2014 including the rules, circulars and guidelines issued thereunder.

Issue expenses of Rs. 1,717.16 lakhs (March 31, 2023: Rs 852.17 lakhs) incurred in connection with issue of units have been reduced from the Unitholders capital in accordance with Ind AS 32 Financial Instruments: Presentation.

Rights/ preferences and restrictions attached to Unit Capital

Subject to the provisions of the InvIT Regulations, the indenture of funds, and applicable rules, regulations and guidelines, the rights of the unit holders include:

- The beneficial interest of each unitholder shall be equal and limited to the proportion of the number of the units held by that unitholder to the total number of units.
- Right to receive income or distributions with respect to the units held.
- Right to attend the annual general meeting and other meetings of unit holders of the Trust.
- Right to vote upon any matters/resolutions proposed in relation to the Trust.
- Right to receive periodic information having a bearing on the operation or performance of the Trust in accordance with the InvIT Regulations.
- Right to apply to the Trust to take up certain issues at meetings for unit holders approval.
- Right to receive additional information, if any, in accordance with InvIT documents filed with Placement Memorandum.

In accordance with the InvIT Regulations, no unit holders shall enjoy superior voting or any other rights over any other unit holders, and there shall not be multiple classes of units. There shall be only one denomination of units. Notwithstanding the above, subordinate units may be issued only to the Sponsor and its Associates, where such subordinate units shall carry only inferior voting or any other rights compare to the other units.

Under the provisions of the InvIT Regulations, not less than 90% of the net distributable cash flows of the Trust is required to be distributed to the unitholders, and in accordance with such statutory obligation the Trust has formulated a distribution policy to declare and distribute the distributable cash flows to its unitholders atleast once every financial year as approved by the Board of Directors of the Investment Manager. The distributions made by Trust to its unitholders are based on the Net Distributable Cash Flows (ND CF) of the Trust under the InvIT Regulations. The distribution in proportion to the number of units held by the unitholders. The Trust declares and pays in distributions in Indian rupees.

Limitation to the Liability of the unit holders

The liability of each unit holders towards the payment of any amount (that may arise in relation to the Trust including any taxes, duties, fines, levies, liabilities, costs or expenses) shall be limited only to the extent of the capital contribution of such unit holders and after such capital contribution shall have been paid in full by the unit holders, the unit holders shall not be obligated to make any further payments.

The unit holders shall not have any personal liability or obligation with respect to the Trust.

Classification of Unit Holders' Funds

Under the provisions of the InvIT Regulations, NHIT is required to distribute to Unitholders not less than ninety percent of the net distributable cash flows of NHIT for each financial year. Accordingly, a portion of the unitholders' funds contains a contractual obligation of the Trust to pay to its Unitholders cash distributions. The Unitholders' funds could therefore have been classified as compound financial instrument which contain both equity and liability components in accordance with Ind AS 32 - Financial Instruments: Presentation. However, in accordance with SEBI Circulars (No. CIR/IMD/DF/14/2016 dated 20-Oct-2016 and No. CIR/IMD/DF/17/2016 dated 29-Nov-2016) issued under the InvIT Regulations, the unitholders' funds have been classified as equity in order to comply with the mandatory requirements of Section 14 of Annexure A to the SEBI Circular dated 20-Oct-2016 dealing with the minimum disclosures for key financial statements. In line with the above, the distribution payable to unit holders is recognised as liability when the same is approved by the Investment Manager.

Details of Unitholders Holding More Than 5% Units in The Trust

Name of Unitholders	As at March 31, 2024		As at March 31, 2023	
	No. of Units	%	No. of Units	%
Ontario Limited	32,80,50,150	25.00%	18,16,01,300	25.00%
CPP Investment Board Private Holdings Inc.	32,80,50,150	25.00%	18,16,01,300	25.00%
SBI Balanced Advantage Trust	6,31,60,260	4.81%	6,31,60,260	8.69%
National Highways Authority of India (NHAI)	20,38,72,000	15.48%	11,52,02,600	15.86%

As per records of the Trust, including its register of unitholders and other declaration received from unitholders regarding beneficial interest, the above unitholding represent both legal and beneficial ownership of units.

The Trust has not allotted any fully paid-up units by way of bonus units nor has it bought back any class of units from the date of incorporation till the balance sheet date. Further the Trust has not issued any units for consideration other than cash during the year.

Reconciliation of number of units outstanding is set out below:

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Units	Amount	No. of Units	Amount
Number of Units at the beginning of the year	72,64,05,200	7,44,165.67	59,52,00,000	6,01,152.00
Units issued during the year	58,57,95,400	7,27,206.41	13,12,05,200	1,43,013.67
Number of Units at the end of the year	1,31,22,00,600	14,71,372.08	72,64,05,200	7,44,165.67

* Amount related to issue expenses are not deducted in the reconciliation of number of unit capital outstanding.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

17 Other equity

(All amounts in ₹ lakh unless otherwise stated)

Reserves and Surplus	As At March 31, 2024	As At March 31, 2023
Retained Earnings		
Balance at the beginning of the year		6,768.43
Total comprehensive income for the year	(2,469.86)	
Other Comprehensive Income for the year	29,419.57	25,689.57
Less:	0.13	
Distribution to unit holders [^]		
Interest		
Other Income	53,701.68	34,183.66
	789.60	744.20
Balance at the closing of the year	(27,541.44)	(2,469.86)

[^]The distribution relates to the distributions during the financial year along with the distribution related to the last quarter of FY 2022-23 and does not include the distribution relating to the period February 01, 2024 to March 31, 2024 which will be paid after March 31, 2024. The distributions by the Trust to its unit holders are based on the Net Distributable Cash Flows of the Trust under the SEBI InvIT Regulations.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

18 Borrowings: Non Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Secured		
Non-Convertible Debenture		
Less: Unamortized Borrowing Cost	1,50,000.00	1,50,000.00
Total (A)	1,360.91	1,411.80
Note:- Other terms and conditions of NCD	1,48,639.09	1,48,588.20
i) Interest rate	7.90% p.a payable semi annually.	
ii) Terms of repayment	Redemption of respective STRPP shall be made in equal instalments i) STRPP A - starting from eight anniversary of deemed date of allotment till thirteenth anniversary. ii) STRPP-B - starting from thirteenth anniversary of deemed date of allotment till eighteenth anniversary. iii) STRPP-C - starting from eighteenth anniversary of deemed date of allotment till twenty fifth anniversary.	
Term Loan:		
From Banks	7,21,927.70	1,48,987.43
From Financial Institution	3,05,000.00	-
	10,26,927.70	1,48,987.43
Less: Current Maturities of Long Term borrowings (Refer Note 21)	10,054.00	2,000.00
Less: Unamortised Borrowing Cost	2,117.85	417.30
Total (B)	10,14,755.85	1,43,570.13
Grand Total C = (A+B)	11,63,394.94	2,92,558.33

During the year ended 31st March 2024, the Trust has obtained the sanction of Rs. 877 Crores from the Axis bank for initial improvement works of Round 2 Assets. Further Trust has obtained sanction of Rs. 9,000 Crores from banks and financial institution for acquisition of Round 3 Assets and has taken a disbursement of Rs 3,658 Crore during the year.

Loan from Banks include loan received from IDBI Bank which is Promoter of IDBI Trusteeship Services Limited (ITSL) - Trustee of the Trust, therefore the transactions with IDBI Bank are disclosed in Related Party Transaction.

Note:- Other terms and conditions of Term Loans

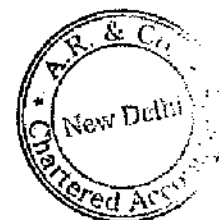
- i) Interest rate: Benchmark Rate plus spread applicable on each reset date for facility agreement.
- ii) Terms of repayment: Repayable in unstructured quarterly instalments with last repayment date upto March 31, 2041 & March 31, 2042 for facility agreement of R1 & R2 Assets respectively.
Repayable in unstructured quarterly instalments with last repayment date upto March 31, 2042 for facility agreement of R3 Asset.

Security for Term Loans :

The loan is secured by,

- first pari passu charge on all immovable assets (if any), movable assets and receivables of the Trust including but not limited to,
 - (i) the interest and principal repayments on the loans advanced by the Trust to Project SPVs
 - (ii) dividends to be paid by Project SPVs to the Trust
- first pari passu Security Interest on Trust Escrow account and all sub-accounts thereunder, including DSRA.
- pledge of 100% equity shares of Project SPVs (NHIPPL & NEPPL) in dematerialized form held by the Trust
- assignment of loans advanced by the Trust to Project SPVs (NHIPPL & NEPPL) and securities created by the Trust including the assignment of rights of substitution, termination and invocation of provision of Escrow agreement in case of default.
- negative lien on immovable assets (including current assets and cash flows) of the Project SPVs (NHIPPL & NEPPL) subject to sale of obsolete items or cars/ambulances, old toll equipment etc., under normal business practice, subject to maximum cumulative value of INR 5 Crore in any financial year for R1 projects / INR 2 Crore per project in any financial year for R2 & R3.

The senior lenders of the Trust have also been provided with a corporate guarantee from Project SPV (NHIPPL) to guarantee upto the secured obligations of the Trust. The funds have been raised at Trust level from unitholders and domestic lenders, and the same have been lent to Project SPV (NHIPPL) for payment of concession fee by NHIPPL to NHAI. The cashflows viz, toll collections are lying in NHIPPL. Accordingly, corporate guarantee amounting upto the secured obligations of the Trust via Corporate Guarantee Deed dated 14.03.2022 and 08.01.2024, valid across the tenure of the loan of the Trust i.e. up to 31.03.2041 and 31.03.2042 respectively, has been provided by the Project SPV (NHIPPL) to the senior lenders of the Trust.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

Nature of Security for Non-Convertible debentures:

The debenture holders are secured by :

- a) a first ranking pari passu Security Interest over the Trust's immovable assets (if any), both present and future. The Trust does not own any immovable property at the present time. In the event, the Trust acquires any immovable property in future, the Trust shall mortgage said property within 180 (one hundred eighty) days from the date of acquisition of such immovable assets. The Debenture Trustee shall be authorised to do all acts, deeds, and enter into necessary documents, agreement, amendments and/or modifications, as may be required to give effect the same, including carrying out the due diligence as may be required by Debenture Trustee;
- b) a first ranking pari passu Security Interest over the Hypothecated Assets (including Receivables), both present and future; and
- c) Negative Lien Undertaking
- d) corporate guarantee executed by the Project SPV (NHIPPL) in favour of the Debenture Trustee for guaranteeing the due repayment of the secured obligations in accordance with the terms of the Debenture Trust Deed.

The non convertible debenture holders of the Trust acting through debenture trustee have also been provided with a corporate guarantee from Project SPV (NHIPPL) to guarantee the repayment of amount raised from non convertible debenture holders by the Trust. The funds have been raised at Trust level from debentureholders, have been lent to Project SPV (NHIPPL) for payment of concession fee by NHIPPL to NHAI. Accordingly, corporate guarantee amounting upto the secured obligations via Corporate Guarantee Deed dated 21.10.2022 is valid till all outstanding principal and accrued interest payable by the Trust are satisfied to the non convertible debenture holders of the Trust.

There have been no breaches in financial covenants with respect to the borrowings from either senior lenders or debenture holders.

19 Other Financial Liabilities: Non Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Creditors for capital supplies and services	80.90	-
	80.90	-

20 Provisions: Non Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Provision for employees benefits		
Gratuity (unfunded) (Refer Note 39)	25.31	4.41
Leave Encashment (unfunded) (Refer Note 39)	33.39	6.96
Provision for major maintenance (Refer Note 53)	15,222.28	6,307.44
Provision for Infrastructure Upgrade (Refer Note 54)	20,642.34	-
Total	35,923.32	6,318.81

a) Nature of provisions for major maintenance

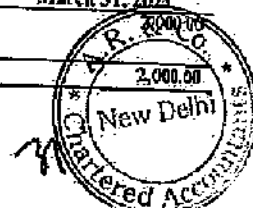
The company is required to operate and maintain the project tollway during the entire concession period and hand over the project back to NHAI as per the maintenance standards prescribed in concession agreements. For this purpose, a regular maintenance along with periodic maintenance is required to be performed. Normally, periodic maintenance includes resurface of pavements, repairs of structures and other equipment and maintenance of service roads. As per industry practice, the periodic maintenance is expected to occur once in five to seven years. The provisions for MMR as per industry practice has been made based on the first cycle of overlay expected to occur in five to seven years and not based on the total MMR cost over entire concession period. The discounting rate used for arriving of the present value for MMR provisions is government bond rate of 30 years for projects acquired in first phase and 20 years for projects acquired in second phase. The maintenance cost / bituminous overlay may vary based on the actual usage during maintenance period. Accordingly, on the grounds of matching cost concept and based on technical estimates, a provision for major maintenance expense is reviewed and is provided for in the financial statements in each reporting period. Considering that the expense to be incurred is depended on various factors including the usage, wear and tear of the toll road, bituminous overlay, etc., it is not possible to estimate the exact timing and the quantum of the cashflow.

Details of movement in Provisions

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Opening Balance	6,307.44	403.29
Add: Accretion during the year	-	-
Provision for Major Maintenance Obligation	8,444.05	5,899.20
Unwinding finance cost on major maintenance provision	470.79	24.95
Less: Utilized during the year	-	-
Closing Balance	15,222.28	6,307.44

21 Borrowings: Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Current Maturities of Long Term borrowings (Refer Note No.18)	10,054.00	2,000.00
Total	10,054.00	2,000.00



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

22 Trade Payables: Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Total outstanding, dues of micro and small enterprises	275.99	137.23
Total outstanding, dues of creditors other than micro and small enterprises (Outstanding for less than 12 months from the due date of payment)	4,479.00	3,871.17
Total	4,754.99	4,008.40

Note:-

Details of dues to micro and small enterprises as per MSMED Act, 2006.

The group has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act"). The disclosures pursuant to the said MSMED Act are as follows:

	As at March 31, 2024	As at March 31, 2023
a) The principal amount remaining unpaid to any supplier at the end of the year	275.99	137.23
b) Interest accrued and due thereon to suppliers under MSMED Act on the above amount remaining unpaid to any supplier at the end of year.	-	-
c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
d) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
e) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
f) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006	-	-

Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" is based on the information available with the group regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the group.

Trade Payable ageing schedule as at March 31, 2024

Particulars	Not due*	Outstanding for following period from due date of payment.					Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total	
i) MSME	-	275.99	-	-	-	275.99	
ii) Others	3,884.28	534.02	60.70	-	-	4,479.00	
iii) Disputed dues - MSME	-	-	-	-	-	-	
iv) Disputed dues - Others	-	-	-	-	-	-	

* Trade Payables include unbilled payables amounting to Rs 3,884.28 Lakhs.

Trade Payable ageing schedule as at March 31, 2023

Particulars	Not due*	Outstanding for following period from due date of payment.					Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total	
i) MSME	-	137.23	-	-	-	137.23	
ii) Others	2,468.10	1,403.07	-	-	-	3,871.17	
iii) Disputed dues - MSME	-	-	-	-	-	-	
iv) Disputed dues - Others	-	-	-	-	-	-	

* Trade Payables include unbilled payables amounting to Rs 2,468.10 Lakhs.



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

23 Other Financial Liabilities: Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Interest accrued but not due on NCD	5,162.05	5,129.59
Double toll Fee payable to NHAI	10.19	151.17
Security Deposit	4.19	4.19
Employees payable	2.18	-
Payable to NHMPL	41.69	-
Creditors for capital supplies and services	2,004.23	-
Total	7,224.53	5,284.95

24 Provisions: Current

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Provision for Employee Benefits		
Leave Encashment (unfunded)	2.01	0.55
Gratuity (unfunded)	0.07	0.01
Provision for Infrastructure Upgrade	79,402.58	-
Total	79,404.66	0.56

25 Current Tax Liabilities (Net)

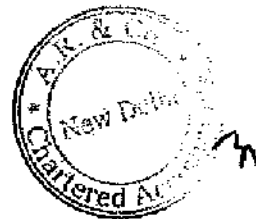
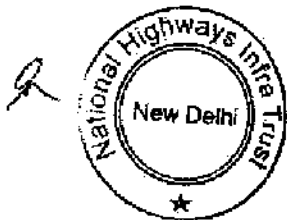
Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Provision for Income Tax	188.74	8.98
Less: Advance Tax & TDS Receivable	(7.08)	-
Total	181.66	8.98

Reconciliation of Current Tax Liabilities

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Opening Balance	8.98	161.77
Add: Income Tax Payable for the year	886.30	473.89
Less: Income taxes paid during the year (including earlier year taxes)	(713.62)	(626.68)
Closing Balance	181.66	8.98

26 Other Current Liabilities

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at	As at
	March 31, 2024	March 31, 2023
Statutory dues payable	462.78	226.85
Unearned Revenue	-	2.12
Advance received	0.45	5.00
Employees payable	-	6.64
Total	463.23	140.61



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

27 Revenue from operations

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Sale of Services		
Revenue from Toll Collection	94,390.77	68,708.93
Other Operative Revenue		
Interest on delay in Toll Remittance	-	8.27
Total	94,390.77	68,717.20

28 Interest income

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
On fixed deposits with banks	871.71	373.43
Total	871.71	373.43

29 Profit on sale of investments

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit on redemption of Mutual Funds	2,141.16	671.17
Total	2,141.16	671.17

30 Other Income

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Other non operating income		
Liabilities no longer required written back	32.06	-
Other Income	27.47	326.11
Total	59.53	326.11

31 Operating Expenses

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Operation and Maintenance Expenses		
Major Maintenance Obligation	5,221.55	3,145.85
Total	8,444.05	5,879.20
	13,665.60	9,025.05



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

32 Employee Benefit Expenses

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries and wages	961.98	222.98
Contribution to provident and other funds (Refer note 39(i))	65.87	15.27
Gratuity Expenses (Refer note 39(ii)A)	21.09	4.42
Leave Encashment Expense (Refer note 39(ii)B)	31.34	7.51
Staff Welfare Expenses	43.06	38.84
Employee Insurance Policy	29.23	-
Relocation and Transfer Expenses	4.03	-
Total	1,156.60	289.01

33 Finance Cost

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest on Long term borrowings	13,059.49	11,244.91
Interest on Debentures	11,882.48	5,129.59
Unwinding finance cost on major maintenance provision	470.79	24.95
Unwinding interest on infrastructure upgrade	2,396.83	-
Other Finance Charges	213.58	221.87
Total	28,023.17	16,621.32

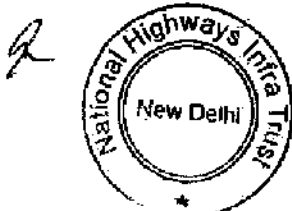
34 Depreciation and Amortization Expenses

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation on Property, Plant and Equipment	48.30	7.51
Amortization on Intangible Assets	24,722.74	17,553.12
Total	24,771.04	17,560.63

35 Audit Fees

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Statutory audit fees	8.14	4.53
Limited review fees	8.82	2.26
Tax audit fees	1.53	0.94
Total	18.49	7.73
Certification and other charges	1.72	0.93
Total	1.72	0.93

Further an amount of Rs.3 lakhs (March 31, 2023: Rs 6 lakh) paid to auditor as certification charges has been booked as part of one time expenses in the Unit Capital. (Refer note no 16)



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

36 Other Expenses

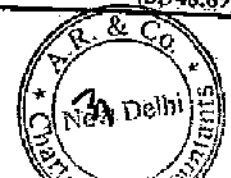
Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Advertisement expenses	19.81	35.75
Legal and Professional fees	1,262.92	1,542.22
Community Engagement Program	39.84	-
Director's sitting fees	18.88	15.10
Travelling and conveyance	81.43	19.80
Training and Seminar Expenses	41.42	7.21
Guest House Expenses	16.71	-
Telephone and internet charges	41.29	6.58
Power and fuel	253.79	58.78
Environment, health and safety expenses	64.22	13.06
Fee, subscription & taxes	380.72	43.42
Recruitment expenses	2.25	-
Bank charges	2.12	1.53
Data Management Expenses	1.50	3.00
Provision for expected credit loss	-	59.60
Vehicle hire charges	186.01	63.58
Repair and maintenance expenses	38.71	14.71
Preliminary Expenses written off	2.55	-
Bad Debts Written Off	-	9.90
Director's Strategy Meet Expenses	16.41	-
Miscellaneous expenses	99.04	30.03
Total	2,569.62	1,924.27

37 Tax Expense

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Current Tax	886.30	473.89
Provision for Taxation—Earlier years	(2.52)	0.01
Deferred tax expense/(credit)	883.78	473.90
	(6,837.88)	(4,422.79)
	(5,954.10)	(3,948.89)

Effective tax Reconciliation:

PARTICULARS	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Accounting Profit before Income Taxes	23,465.47	21,740.68
Tax at India's statutory income tax rate for SPVs (25.17%)	(18,569.40)	(14,086.70)
Tax at India's statutory income tax rate for Business Trusts - Maximum Marginal Rate (42.744%)	41,681.52	33,215.05
Increase/ (reduction) in taxes on account of:		
Impact of deferred tax on reversible allowance/ disallowance of business expense and income, as per Indian Income Tax Act, 1961	11,920.25	9,663.91
Impact of exemption u/s 10(23FC) of the Indian Income Tax Act, 1961 available to the Trust	(40,986.47)	(32,741.15)
Income tax expense reported in the statement of profit and loss	(5,954.10)	(3,948.89)



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

38 Earning per Unit

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Basic and diluted EPU		
Net Profit/ loss available for unitholders (in ₹ lakh)	29,419.70	25,689.57
Weighted average number of units for EPU computation	75,36,14,275.96	65,66,68,737.53
EPU- Basic and diluted	3.90	3.91

Basic EPU amounts are calculated by dividing the profit for the period/ year attributable to Unit holders by the weighted average number of units outstanding during the period/ year. Diluted EPU amounts are calculated by dividing the profit/(loss) attributable to unit holders by the weighted average number of units outstanding during the period/ year plus the weighted average number of units that would be issued on conversion of all the dilutive potential units into unit capital.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/IpvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

39 Disclosure pursuant to Ind As 19 " Employee benefits'

f) Defined contribution plan

The group has provident fund which is the defined contribution plan. The group is required to contribute a specified percentage of payroll costs to the recognised provident fund to fund the benefits. The only obligation of the group with respect to these plans is to make the specified contributions.

An amount of Rs. 65.87 lakhs (March 31, 2023 : Rs 15.27 lakhs being contribution made to recognised provident fund is recognised as expense and included under Employee benefits expense (refer Note 32) in the Statement of Profit and Loss.

(ii) Defined benefit plans:

A Disclosure of gratuity

a) Features of its defined benefit plans:

The group has a unfunded defined benefit gratuity plan. The gratuity plan is governed by the Payment of Gratuity Act, 1972 (' the Gratuity Act'). Under the Act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service as per the provision of the Act.

The key features are as under:

Plan Features

i	Benefit offered	15/26 × salary × duration of service
ii	Salary Definition	Basic salary including dearness allowance (if any)
iii	Benefit ceiling	Benefit ceiling of Rs. 20,00,000 was applied
iv	Vesting conditions	5 years of continuous service (not applicable in case of death/disability)
v	Benefit eligibility	Upon death or resignation / withdrawal or retirement
vi	Retirement age	60 Years (or) end of concession period, whichever is earlier

The amounts recognised in Balance Sheet are as follows :

Particulars	As at 31 March 2024		As at 31 March 2023	
	Current	Non-current	Current	Non-current
Gratuity	0.07	25.31	0.01	4.41
Leave encashment	2.01	33.39	0.55	6.96
Total	2.08	58.70	0.56	11.37

(All amounts in ₹ lakh unless otherwise stated)

(i) Amount recognised in the statement of profit and loss is as under:

Description	As at 31 March 2024	As at 31 March 2023
Current service cost	20.77	4.42
Interest cost	0.33	-
Net impact on profit (before tax)	21.10	4.42
Actuarial loss/(gain) recognized during the year	(0.13)	-
Amount recognized in total comprehensive income	20.97	4.42

(All amounts in ₹ lakh unless otherwise stated)

(ii) Change in the present value of obligation:

Description	As at 31 March 2024	As at 31 March 2023
Present value of defined benefit obligation as at the beginning of the year	4.42	-
Current service cost	20.77	4.42
Interest cost	0.33	-
Benefits paid	-	-
Actuarial loss/(gain)	(0.13)	-
Present value of defined benefit obligation as at the end of the year	25.39	4.42

(All amounts in ₹ lakh unless otherwise stated)

(iii) Reconciliation of present value of defined benefit obligation and the fair value of assets:

Description	As at 31 March 2024	As at 31 March 2023
Present value of unfunded obligation as at the end of the year	25.39	4.42
Fair value of plan assets as at the end of the period funded	-	-
Unfunded net liability recognized in balance sheet	25.39	4.42

(All amounts in ₹ lakh unless otherwise stated)



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

(iv) Breakup of actuarial (gain)/loss:

(All amounts in ₹ lakh unless otherwise stated)

Description	As at 31 March 2024	As at 31 March 2023
Actuarial (gain)/loss from change in demographic assumption	-	-
Actuarial (gain)/loss from change in financial assumption	-	-
Actuarial (gain)/loss from experience adjustment	(0.13)	-
Total actuarial (gain)/loss	(0.13)	-

(v) Actuarial assumptions

Description	As at 31 March 2024	As at 31 March 2023
Discount rate	7.38%	7.38%
Rate of increase in compensation levels	7.00%	7.00%
Retirement age (years)	60	60

Notes:

- 1) The discount rate is based on the prevailing market yield of Indian Government bonds as at the balance sheet date for the estimated terms of obligations.
- 2) The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

(vi) Expected expense for the next annual reporting period

(All amounts in ₹ lakh unless otherwise stated)

Description	As at 31 March 2024	As at 31 March 2023
Service cost	-	-
Interest cost	32.14	12.16
Actuarial loss/(gain)	1.83	0.33
Expected Expense for the next annual reporting period	33.97	12.49

(vii) Sensitivity analysis for gratuity liability

(All amounts in ₹ lakh unless otherwise stated)

Description	As at 31 March 2024	As at 31 March 2023
Impact of change in discount rate		
Present value of obligation at the end of the year		
- Impact due to increase of 0.5 %	25.39	4.42
- Impact due to decrease of 0.5 %	(1.74)	(0.33)
	1.91	0.37
Impact of change in salary increase		
Present value of obligation at the end of the year		
- Impact due to increase of 0.5 %	25.39	4.42
- Impact due to decrease of 0.5 %	1.91	0.36
	(1.75)	(0.33)

The above sensitivity analysis is based on a change an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied which was applied while calculating the defined benefit obligation liability recognized in the balance sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to previous year.

(viii) Maturity profile of defined benefit obligation

(All amounts in ₹ lakh unless otherwise stated)

Description	As at 31 March 2024	As at 31 March 2023
Within next 12 months	-	-
Between 1-5 years	0.07	0.01
5 to 6 years	3.28	0.11
Beyond 6 years	0.58	0.23
	21.44	4.07

B Leave encashment

Amount recognized in the statement of profit and loss is as under:

(All amounts in ₹ lakh unless otherwise stated)

Description	As at 31 March 2024	As at 31 March 2023
Current service cost	29.88	7.51
Interest cost	0.55	-
Actuarial loss/(gain) recognized during the year	0.91	-
Amount recognized in the statement of profit and loss	31.34	7.51

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NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

40. Statement of Related Parties

A. List of Related Parties as per requirement of IND AS 24 – “Related Party Disclosures”

Enterprises where Control / significant influence exists	National Highways Infra Projects Private Limited (“NHIPPL”) (Subsidiary Company)
	NHIT Eastern Projects Private Limited (“NEPPL”) (Subsidiary Company)

B. List of additional related parties as per Regulation 2(1)(zy) of the SEBI InvIT Regulations Parties to the Trust

National Highways Infra Investment Managers Private Limited (NHIMPL) - Investment Manager (IM) of the Trust
IDBI Trusteeship Services Limited (ITSL) - Trustee of the Trust
National Highways Authority of India (NHAI)- Sponsor
National Highways InvIT Project Managers Private Limited (NHIPMPL)- Project Manager

Promoters of the Parties to the Trust specified above:

Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHIMPL
IDBI Bank Limited (IDBI Bank) - Promoter of ITSL
Government of India (acting through Ministry of Road, Transport & Highways (MORTH)) - Promoter of NHAI
National Highways Authority of India (NHAI)- Promoter of NHIPMPL

Directors of the parties to the Trust specified above

Directors of NHIMPL

Mr. Suresh Krishan Goyal
Mr. Shailendra Narain Roy
Mr. Mahavir Prasad Sharma
Mr. Pradeep Singh Kharola
Mr. N.R.V.V.M.K. Rajendra Kumar
Mr. Sumit Bose
Mr. Bruce Cane (Ceased to be Director w.e.f. 07.11.2023)
Mr. Amit Kumar Ghosh (Ceased to be Director w.e.f. 15.11.2023)
Ms. Kavita Saha (Ceased to be Director w.e.f. 08.11.2023)
Mr. Pushkar Vijay Kulkarni (Appointed as Director w.e.f. 08.11.2023)
Mr. Debapratim Hajara (Appointed as Director w.e.f. 08.11.2023)
Mr. Vinay Kumar (Appointed as Nominee Director w.e.f. 27.03.2024)
Ms. Usha Mondal (Appointed as Woman Independent Director w.e.f. 16.04.2024)

Directors of NHIPPL

Mr. Suresh Krishan Goyal
Mr. Shailendra Narain Roy
Mr. Mahavir Prasad Sharma
Mr. Muralidhara Rao Bagatha
Mr. N.R.V.V.M.K. Rajendra Kumar

Directors of NEPPL

Mr. Suresh Krishan Goyal
Mr. Mathew George
Mr. Mahavir Prasad Sharma (Appointed as Director w.e.f. 15.04.2024)
Mr. Shailendra Narain Roy (Appointed as Director w.e.f. 15.04.2024)

Directors of ITSL

Mr. Pradeep Kumar Jain
Ms. Jayashree Vijay Rande
Mr. Pradeep Kumar Malhotra
Ms. Baljinder Kaur Maudal
Ms. Jayakumar Subramoniapillai

Directors of NHIPMPL

Mr. Akhil Khare
Mr. Ashish Kumar Singh

2



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

C. Transactions with Related Parties during the year

	(All amounts in ₹ lakh unless otherwise stated)	
Particulars	Year ended 31st March 2024	Year ended 31st March 2023
<u>National Highways Infra Investment Managers Private Limited (NHIIIMPL)</u>		
Investment Manager Fee	1,800.00	1,491.17
Advance Investment Manager Fee Paid	4.93	86.06
Expense incurred by NHIIIMPL on behalf of NHIT	15.35	39.79
Expenses incurred on behalf of NEPPL by NHIIIMPL	25.00	-
Other Support Services to NHIIIMPL	22.96	3.12
Expenses incurred by NHIIIMPL for NHIIIMPL Behalf	0.65	-
Reimbursement of Expenses	-	0.07
<u>National Highways Authority of India (NHAI)</u>		
Issue of units of Trust to NHAI	1,09,081.07	21,366.83
Interest and other income distribution	8,641.92	5,589.34
Payment related to acquisition of intangible assets	-	2,84,966.66
O & M Expenses	96.03	1,152.32
Double toll fees	528.00	679.17
Reimbursement for Initial Improvement Works	3,146.59	-
Independent engineers fees	228.56	345.38
<u>IDBI Trusteeship Services Limited (ITSL)</u>		
Payment of Trustee Fee	9.60	12.73
Other fees related to Round 1 & 2 Assets	1.50	3.54
Other Fees related to Round 3 Assets ("Project Leap")	17.58	-
<u>IDBI Bank Limited</u>		
Secured Loan given to NHIT	10,000.00	-
Interest Expense incurred on Loan given to NHIT	4.38	-
Repayment of Principal Amount	0.00	-
Loan Processing Fees Paid to them	41.30	-
<u>National Highways InvIT Project Managers Private Limited (NHIPMPL)</u>		
Project Manager Fees	1,168.20	991.20

D. Summary of Transactions with Key Managerial Personnel (KMP)

	(All amounts in ₹ lakh unless otherwise stated)	
Name of KMP and Nature of Transaction	Year ended 31st March 2024	Year ended 31st March 2023
Mr. Suresh Krishan Goyal - Reimbursement of Expenses	0.79	0.39
Mr. M.P. Sharma - Director's Sitting Fees	8.00	6.40
Mr. Shailendra Namin Roy - Director's Sitting Fees	8.00	6.40
Mrs. Ajanta Sen - Short Term Employment Benefits	-	1.84
Mr. Arun Kumar Jha - Short Term Employment Benefits	69.15	-
Mr. Arun Kumar Jha - Reimbursement of Expenses	3.31	-
Mr. Bhanu Sharma (CS) - Short Term Employment Benefits	7.49	3.91
Mr. Bhanu Sharma (CS) - Reimbursement of Expenses	0.47	-
Ms. Aashima Agarwal (CS) - Short Term Employment Benefits	6.28	-
Ms. Aashima Agarwal (CS) - Reimbursement of Expenses	0.58	-



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

E. Closing Balances with Related Parties

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
<u>National Highways Authority of India (NHAI)</u>		
Issue of units of Trust to NHAI		
O & M Expenses payable	2,27,003.91	1,17,922.83
Double toll fees payable	717.98	880.35
Independent Engineers Fees payable	10.19	151.17
Amount Payable for Initial Improvement Works	451.45	276.03
	829.65	-
<u>National Highways Infra Investment Managers Private Limited (NHIMPL)</u>		
Advance IM Fee		
IM Fee Payable	4.93	-
Payable by NHIPPL for Other Support Services	-	1.89
Expenses Payable	16.69	-
Amount Payable by NEPL for expenses incurred on their behalf by NHIMPL	-	0.48
	25.00	-
<u>IDBI Trusteeship Services Limited</u>		
Trustee Fee Payable		
Other Fees related to Round 3 Assets ("Project Leap")	1.73	1.73
	2.68	-
<u>IDBI Bank Limited</u>		
Outstanding Secured Loan Amount	9,999.99	-
<u>National Highways InvIT Project Managers Private Limited (NHIPMPL)</u>		
Project Manager Fees Payable	540.00	762.50

9



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

41 Disclosure as per Ind AS 115, "Revenue from contracts with customers"

A Disaggregation of revenue

Revenue recognised mainly comprises of revenue from toll collections, claims with NHAI, contract revenue. Set out below is the disaggregation of the Group's revenue from contracts with customers:

Description	(All amounts in ₹ lakh unless otherwise stated)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Operating revenue		
(a) Toll income (User Fee) from Highways	94,390.77	68,708.93
(b) Interest on delay in Toll Remittance	-	8.27
Total revenue	94,390.77	68,717.20

The table below presents disaggregated revenues from contracts with customers based on nature, amount and timing:

S.No.	Types of Products by Nature	Types of Services by Timing	For the year ended March 31, 2024	For the year ended March 31, 2023
1	Services	At the point in time	94,390.77	68,717.20

B Assets and liabilities related to contracts with customers

The following table provides information about receivables, contract assets and contract liabilities from contract with customers:

Description	As At March 31, 2024	As At March 31, 2023
	Current	Current
Contract assets		
Trade receivables:		
- Receivables under service concession arrangements		
Total	385.20	350.87

C. Performance Obligation

Income from toll collection

The performance obligation in service of toll collection is recorded as per rules notified by NHAI and approved by management and payment is generally due at the time of providing service.

Contract revenue

The performance obligation under service concession agreements (SCA) is due on completion of work as per terms of SCA.

D. Disclosure as per Appendix - C & D of Ind AS 115 - "Service Concession Arrangements"

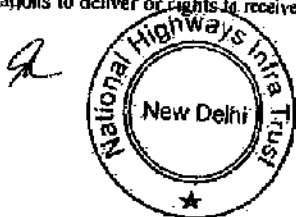
All the below service concession arrangement have been accounted under intangible asset model

Till year ended March 31, 2024

Name of Concessionaire	Start of Concession period under concession agreement (Appointed Date)	End of Concession period under concession agreement	Period of Concession since the appointed date (in days)
National Highways Infra Projects Private Limited	16.12.2021	15.12.2051	837
National Highways Infra Projects Private Limited	29.10.2022	28.10.2042	520

The above TOT projects shall have following rights/obligations in accordance with the Concession Agreement entered into with the respective Government Authorities

- Right to use the Specified Assets
- Obligations to provide or rights to accept provision of services
- Obligations to deliver or rights to receive at the end of concession



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

42 Capital Management

For the purpose of the Group's capital management, capital includes issued unit capital and all other reserves attributable to the unit holders of the Group.

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise unit holder value.

The Group manages its capital structure and makes adjustments to it in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Group may adjust the dividend payment / income distribution to unit holders (subject to the provisions of SEBI InvIT Regulations which require distribution of at least 90% of the net distributable cash flows of the Group to unit holders), return capital to unit holders or issue new units. The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group's policy is to keep the gearing ratio optimum.

(All amounts in ₹ lakh unless otherwise stated)

Particulars	As at	
	March 31, 2024	March 31, 2023
Net Debt Components:		
Long Term Borrowings (Non-Current portion)	11,63,394.94	2,92,158.33
Current Maturities of Long-Term Borrowings	10,054.00	2,000.00
Trade Payables	4,754.99	4,008.40
Other financial liabilities	7,305.43	5,284.95
Less: Cash and Cash Equivalents	(46,400.78)	(21,124.08)
Less: Other Financial Assets comprising DSRA FDs	(10,687.46)	(9,670.84)
Net Debt (i)	11,28,421.12	2,72,656.76
Capital Components:		
Unit Capital	14,67,093.47	7,41,604.32
Initial Settlement Amount	0.10	0.10
Other Equity	(27,541.44)	(2,469.86)
Total Capital (ii)	14,39,552.13	7,39,134.56
Capital and Debt [(ii) + (i)]	25,67,973.25	10,11,791.32
Gearing Ratio (i)/(ii)	43.94%	26.95%

Financial Covenants:

In order to achieve this overall objective, the Board of Directors of Investment Manager, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the lenders to call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current year. No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2024 and March 31, 2023.

43 Financial Risk Management Objectives and Policies

The Group is in the process of formulation of its risk management policies with an objective of identification and analysis of risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies shall be reviewed regularly to reflect changes in market conditions and the Group's activities.

The Board of Directors of Investment Manager has overall responsibility for the establishment and oversight of the Group's risk management framework.

In performing its operating, investing and financing activities, the Group is exposed to the Credit risk, Liquidity risk and Market risk.

Market Risk

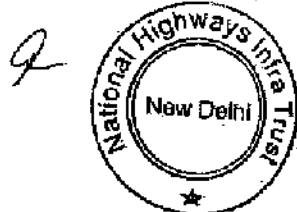
Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk include loans and borrowings, Receivable and Payables and Investments measured at FVTPL.

The sensitivity analyses in the following sections relate to the position as at March 31, 2024 and March 31, 2023.

The sensitivity analyses have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt are all constant.

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

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2024 & March 31, 2023.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group transacts business primarily in Indian Rupees only, and hence, the sensitivity of profit and loss of the Group to a possible change in foreign exchange rates is non-existent as on 31st March, 2024 and 31st March, 2023.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Exposure to risk of changes in market interest rates generally relates primarily to long-term debt obligations with floating interest rates.

The following table provides a break-up of the group fixed and floating rate borrowings:

(All amounts in ₹ Lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Floating Rate Borrowings	10,26,927.70	1,45,987.43

Sensitivity analysis based on average outstanding Debt:

(All amounts in ₹ Lakh unless otherwise stated)

Particulars	As at March 31, 2024	As at March 31, 2023
Increase or decrease in interest rate by 25 basis points	2,567.32	364.97

Price Risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. With respect to credit risk arising from other financial assets of the Group, which comprise Balances with banks, Trade Receivables, Loans and Advances and Investments. The Group's exposure to credit risk arises from default of the counterparty, with maximum exposure equal to the carrying amount of these instrument.

The carrying value of financial assets represents the maximum credit risk. The maximum exposure to credit risk was Rs. 57,481.35 Lakh and Rs. 31,154.04 Lakh as at March 31, 2024 and March 31, 2023 respectively, being the total carrying value of Trade receivables, Investments, Balances with bank, bank deposits and other financial assets.

Liquidity Risk

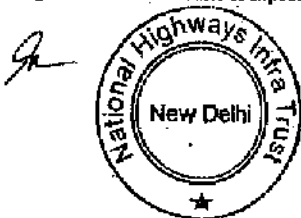
Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets.

The Group is exposed to liquidity risk due to bank borrowings and trade and other payables.

The Group measures risk by forecasting cash flows.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Group's reputation. The Group ensures that it has sufficient funds to meet expected operational expenses, servicing of financial obligations.

In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Group's net liquidity position through rolling forecast on the basis of expected cash flows.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

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

(All amounts in ₹ lakh unless otherwise stated)

As at 31-03-2024	Carrying Amount	<1 Yr.	1-3 Yrs.	>3 Yrs.
Term Loan	10,24,809.85	10,054.00	26,862.00	9,87,893.85
Non-Convertible Debentures	1,48,639.09	-	-	1,48,639.09
Trade Payables	4,754.99	4,754.99	-	-
Other Financial Liabilities	7,305.43	7,305.43	-	-
Total	11,85,509.36	22,114.42	26,862.00	11,36,532.94

As at 31-03-2023	Carrying Amount	<1 Yr.	1-3 Yrs.	>3 Yrs.
Term Loan	1,45,570.13	2,000.00	6,000.00	1,37,570.13
Non-Convertible Debentures	1,48,588.20	-	-	1,48,588.20
Trade Payables	4,008.40	4,008.40	-	-
Other Financial Liabilities	5,284.95	5,284.95	-	-
Total	3,03,451.67	11,293.36	6,000.00	2,86,158.33

44 Disclosure pursuant to IND AS 36 "Impairment of Assets"

Based on impairment testing done which involves review of the future discounted cash flows of the subsidiary, the recoverable amount is higher than the carrying amount of the investment made in the subsidiary and accordingly, no provision for impairment is required to be recognised in the books as on the reporting date. In case of goodwill based on impairment testing recoverable amount is higher than the carrying value as on the reporting date, hence no provision for impairment is required to be recognised in the books as on reporting date.

45 Financial Instrument by Category

(All amounts in ₹ lakh unless otherwise stated)

Particulars	As at 31st March, 2024			As at 31st March, 2023		
	Amortized Cost	At FTVPL	At FVOCI	Amortized Cost	At FTVPL	At FVOCI
Assets:						
Trade Receivables	385.20	-	-	350.87	-	-
Cash and Cash Equivalents	46,400.78	-	-	21,124.08	-	-
Bank Balances Other than Cash & Cash Equivalents	512.98	-	-	-	-	-
Other Financial Assets	10,182.40	-	-	-	-	-
Total	57,481.35	-	-	9,679.09	-	-
Liabilities:						
Borrowings	11,73,448.94	-	-	2,94,158.33	-	-
Trade Payables	4,754.99	-	-	4,008.40	-	-
Other Financial Liabilities	7,305.43	-	-	5,284.95	-	-
Total	11,85,509.36	-	-	3,03,451.67	-	-

Defaults and breaches

There are no defaults during the year with respect to repayment of principal and payment of interest and no breaches of the terms and conditions of the borrowings.

There are no breaches during the year which permitted lender to demand accelerated payment.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

46 Fair Values of Assets and Liabilities

The carrying amount of all financial assets and liabilities appearing in the financial statements is reasonable approximation of fair values. Fair value of the financial assets and liabilities is the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Group is required to present the Statement of total assets at fair value and Statement of total returns at fair value as per SEBI Circular No. CIR/IMD/DP/114/2016 dated October 20, 2016 as a part of these financial statements - Refer Statement of Net assets at fair value and Statement of Total Returns at fair value

Fair Value Hierarchy

The Group uses the following hierarchy for fair value measurement of the Group's financial assets and liabilities:

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

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

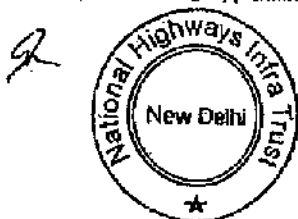
Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

Particulars	Carrying Value		Fair Value	
	As at	As at	As at	As at
	31st March,	31st March, 2023	31st March, 2024	31st March, 2023
(All amounts in ₹ lakh unless otherwise stated)				
Financial Assets at Amortized Cost:				
Trade Receivables	385.20	350.87	385.20	350.87
Cash and Cash Equivalents	46,400.78	21,124.08	46,400.78	21,124.08
Bank Balances Other than Cash & Cash Equivalents	512.98	-	512.98	-
Loans & Advances	-	-	-	-
Other Financial Assets	10,182.40	9,679.09	10,182.40	9,679.09
Total	57,481.35	31,154.04	57,481.35	31,154.04
Financial Liabilities at Amortized Cost:				
Borrowings*	11,73,448.94	2,94,158.33	11,73,448.94	2,94,158.33
Trade Payables	4,754.99	4,008.40	4,754.99	4,008.40
Other Financial Liabilities	7,305.43	5,284.95	7,305.43	5,284.95
Total	11,85,509.36	3,03,451.67	11,85,509.36	3,03,451.67

The carrying value of financial assets and other financial liabilities measured at amortised cost are considered to be same as their fair values largely due to their short term nature.

*The carrying value of borrowings approximates the fair value as the instruments are at prevailing market rate



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

47 Statement of Contingent Liabilities/Contingent Assets

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Contingent Liabilities		
Stamp Duty on Concession agreement on Belgaum Kagal Project (refer note (a) below)	6,990.00	-
Corporate Guarantees issued in favour of Senior Lenders & Debenture Trustee of the Trust (refer note (c))	4,37,700.00	3,50,000.00
Contingent Assets		
Stamp Duty on Concession agreement on Belgaum Kagal Project (refer note (b) below)	6,990.00	-

a) Stamp Duty on Concession agreement on Belgaum Kagal Project - The group has received notice from Office of Deputy Registrar of Stamps, Government of Karnataka. As per this notice additional stamp duty of Rs 69.90 crore has been imposed on the group for the concession agreement entered into for Belgaum-Kagal road.

Stamp legislation in certain states (including Karnataka) also specifies that copy of the main document in respect of any property, or any business within the state also needs to be stamped with original amount of stamp duty, if the original document has not been stamped with full amount of the stamp duty applicable for place of business.

As regards to the applicability of stamp duty on Concession Agreement, it may please be noted that there is no specific entry in respect of the concession agreement. Such agreements are stamped under the residuary category of the agreements and a nominal amount was paid on such agreements. We are given to understand that the Karnataka State Govt. has given instructions to procure copies of licence /Agreement of toll collecting agencies in respect of roads passing through state of Karnataka. We have further been issued a notice for recovery of shortfall in stamp duty.

Various judicial pronouncements by various high courts have divergent views and the issue is debatable and there is no clarity on the same. The group is contesting this imposition of deficit stamp duty on concession agreement notice with Government of Karnataka. We are also in receipt of copies of letters sent by NHAI to the Karnataka State Govt clarifying the issue. The group is in the process of filing injunction with the Dharwad bench of Karnataka High Court.

b) Contingent Assets

Stamp Duty on Concession agreement on Belgaum Kagal Project- In the event of the stamp duty becoming payable, it shall be reimbursed by NHAI as confirmed by their vide letter No. NHAI/F&A/InvIT/2021-22/CLPN_GST&SD(E-106870) dated 28.09.2021. Since no provision has been recognised in the books with respect to stamp duty, the reimbursement has not been recognised as an asset considering the guidance in Ind AS 37.

c) Corporate Guarantees

31 st March 2024	Rs 4,37,700.00 Lakh
31 st March 2023	Rs 3,50,000.00 Lakh

The Project SPV company (NHUPL) has issued Corporate Guarantees amounting to Rs. 2,000 Crore or secured obligations on 14.03.2022 and Rs 877 Crore or secured obligations on 06.01.2024 in favour of Senior Lenders, Rs. 1,500 Crore or secured obligations on 21.10.2022 in favour of Debenture Trustee of the Trust for the benefit of NCD holder.

The group during previous year has carried out a fair valuation of Corporate Guarantees referred above from an independent external valuer. Basis such valuation report and management estimate, fair value of corporate guarantee is estimated to be Nil.

48 Financial Information of Investment Manager

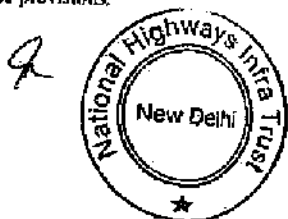
The summary financials of Investment Manager are not disclosed alongwith these financials as its networth is not materially eroded.

49 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

50 Withholding Tax liability for interest accrued but not due on non convertible debentures

The Trust has issued publicly listed non convertible debentures ("NCDs") with interest payable on semi-annual basis. Interest on these NCDs was due for payment on 25 April 2024 and for the purpose of payment of interest, record date was 10 April 2024 and debenture-holders existing as on 10 April 2024 are entitled to the coupon interest. Trust has recorded liability of interest accrued till 31st March 2024 and there is no credit in favour of any payee at the time of creating such provision as entitled payee will be identifiable as on record date i.e., on 10 April 2024.

As on the year end March 2024, there is uncertainty with respect to the ultimate recipient of interest income, and such uncertainty would only become clear on the record date i.e., 10 April 2024 when the obligation of payment of interest by NHIT arises and therefore Trust has not withheld any taxes at the time of creating these provisions.



NATIONAL HIGHWAYS INFRA TRUST

SEBI Registration Number :- IN/InvIT/20-21/0014

Notes to the Consolidated Financial Statements for the year ended March 31, 2024

51 Distribution made

Particulars	(All amounts in ₹ Lakhs (unless otherwise stated))	
	For the year ended March 31, 2024 [^]	For the year ended March 31, 2023
Interest		
Return of capital	42,240.46	29,985.39
Dividend	-	-
Other income of the Trust	602.92	240.39
Total	42,843.38	30,225.78

[^]The distribution relates to the distributions during the financial year along with the distribution related to the last quarter of FY 2022-23 and does not include the distribution relating to the period February 01, 2024 to March 31, 2024 which will be paid after March 31, 2024. The distributions by the Trust to its unit holders are based on the Net Distributable Cash Flows of the Trust under the SEBI InvIT Regulations.

52 Details of Project Management Fees and Investment Management Fees

Details of fees paid to project manager and investment manager as required pursuant to SEBI Circular No. CIR/MD/DF/127/2016, dated 29th November 2016 are as under:

Project Management Fees:

The project manager National Highways InvIT Project Managers Private Limited ('NHIPMP') for NHIPPL (R1 & R2 assets) and is entitled to fixed fees based on the Project Implementation and Management Agreement (PIMA) signed by both the parties dated 30th March 2021 as amended on 6th March 2024. NHIPMP is also Project Manager for NEPPL (R3 Assets) w.e.f 1st April 2024 as per deed of adherence signed on 7th March 2024.

Investment Management Fees:

- i) The Investment Manager's fee as per agreement dated 21st October 2020 will initially be Rs. 1,100 Lakh (Rupees Eleven Hundred Lakhs) per annum.
 - ii) The Investment Management Agreement is revised and the fee with effect from 1st April 2023 has been agreed at Rs 1,800 Lakhs (Rupees Eighteen hundred lakhs) for the Financial Year 2023-24.
 - iii) The management fee set out in paragraph (ii) above shall be subject to escalation on an annual basis at the rate of 10% of the management fee for the previous year.
 - iv) Any applicable taxes, cess or charges, as the case may be, shall be in addition to the management fee and shall be payable by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL).
- Payment of frequency: Payment of management fee shall be made by National Highways Infra Trust (NHIT) to the Investment Manager (NHIMPL) in advance on a quarterly basis at the beginning of each quarter of a financial year.

53 Provision for Major Maintenance

The group has a contractual obligation to maintain the performance standards of the Project Highways in respect of riding quality and allied measures as per the performance parameters stipulated under the respective Concession Agreements. Cost of such obligation is measured at the best estimate of the expenditure required to settle the obligation at the balance sheet date and recognised over the period at the end of which the overlay is estimated to be carried out using Discounted Cash Flows method with the discount rate taken as the risk-free interest rate i.e. the discounting rate used for arriving at the present value for MMR provisions is government bond rate of 30 years for projects acquired in first phase and 20 years for projects acquired in second phase. The group has recognised finance cost on major maintenance provision for the year ended March 31, 2024 amounting to Rs. 470.79 Lakhs (P.Y. Rs. 24.95 Lakhs). The provision for Major Maintenance Obligation as at March 31, 2024 has been recognised in the financial statements at Rs 8,444.05 Lakhs (P.Y. Rs. 6,307.44 Lakhs).

54 Initial Improvement Works

As per the concession agreement between NHIPPL and NHAI, the concessionaire is obligated to undertake initial improvement works as specified in Schedule B including certain improvement works required initially and then to extend required repairs maintenance, regular upkeep of the Project Highway. These obligations will require outflow of economic resources and will be fulfilled over the period of time. Therefore, a provision shall be recognised and measured as per Ind AS 37 for contractual obligations toward the Fair Value of future upgrade services and correspondingly the group shall capitalize the present value of provision for upgrade services to the intangible asset at the time of acquisition.

At the time of acquisition of SPV there was uncertainty with respect to the cost estimates for the initial improvement work to be done and the group was in discussion with NHAI for de-scoping of certain work. Further, as per Ind AS 38, an intangible asset can be recognised if, and only, if the cost of the asset can be measured reliably.

Since the cost for initial improvement work was not ascertainable until 1st Dec 2023 (under Ind AS 38) because of discussion around de-scoping of various works, no reliable estimates could be made for the Fair Value of the said scope. This was further substantiated with the technical note prepared by the technical department basis their discussion and meetings with NHAI and various vendors. Considering that the management has now ascertained the costs based on contracts awarded and the sign off received from the PMC, (estimated as required under Ind AS 38) has now, based on discussions with its technical consultants, capitalised the initial improvement works amounting to Rs. 1,21,227.32 Lakhs (Undiscounted Value) on 1st Dec 2023.

Further the group has also recognised provision for initial improvement works as per Ind AS 37 amounting to Rs. 1,11,993.43 Lakhs (Present Value) as at 31st December 2023 with corresponding impact in Statement of Profit and Loss amounting to Rs. 1124.63 Lakhs and Rs. 2396.83 Lakhs on account of amortization of initial improvement work and unwinding of interest on provision of initial improvement respectively.

Actual initial improvement works done up to March 2024 is Rs. 14,346.87 Lakhs.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

55 Statement of Commitments

Particulars	(All amounts in ₹ lakh unless otherwise stated)	
	As at March 31, 2024	As at March 31, 2023
Estimated amount of contracts remaining to be executed on capital account and not provided for	49,698.13	-
Total	49,698.13	-

56 Segment Reporting

The activities of the Group mainly include investing in infrastructure assets primarily in the SPVs operating in the road sector to generate cash flows for distribution to unit holders. Based on the guiding principles given in Ind AS - 108 "Operating Segments", this activity falls within a single operating segment. Further, the entire operations of the Group are only in India and hence, disclosure of secondary/ geographical segment information does not arise. Accordingly, requirement of providing disclosures under Ind AS 108 does not arise.

57 Salient aspects of the Tolling Concession Arrangement

The Project SPV (NHIPPL) has entered into five concession agreements with National Highway Authority of India ("NHAI") on March 30, 2021 for Tolling, Management, Maintenance and Transfer of five toll road projects for a period of 30 years from the Appointed Date. The Appointed Date has commenced on 16.12.2021. The toll roads covered under the concession agreement as follows:

- Palanpur/ Khemana - Abu Road Project (from km 601+000 to km 646+000) of NH-27, connecting the states of Gujrat and Rajasthan
- Abu Road- Svaroopganj Project (from km 646+000 to km 677+000) of NH-27, in the state of Rajasthan
- Maharashtra Karnataka Border (Kagal) - Belgum Project (from km 646+000 to km 677+000) of NH-48, connecting the states of Karnataka and Maharashtra
- Chitorgarh- Kota & Chitorgarh Project (from km 891+929 to km 1052+429) of NH-27, in the state of Rajasthan
- Kofinkota Bypass- Karmool Highway Project (from km 135+469 to km 211+000) of NH-44, connecting the states of Telangana and Andhra Pradesh

In previous financial year, Project SPV (NHIPPL) entered into three new concession agreements with National Highway Authority of India ("NHAI") on September 26, 2022 for Tolling, Management, Maintenance and Transfer of three toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 29.10.2022. The toll roads covered under the concession agreement as follows:

- Agra bypass Section (from km 0.000 to km 32.800) of NH-19 in the state of Uttar Pradesh
- Borkhed- Wadner- Deodhari- Kalpur Section (from km 36.600 to km 175.000) of NH-44 in the state of Maharashtra
- Shivpuri - Jitasi Section (from km 1305.087 to km 1380.387) of NH-27 in the states of Madhya Pradesh and Uttar Pradesh.

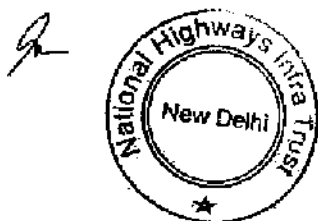
The project SPV (NHIPPL) is required to operate and maintain the Project/ Project Facilities in accordance with the provision of the Agreement, Applicable Laws and Applicable permits.

The Project SPV (NEPPL) has entered into seven concession agreements with National Highway Authority of India ("NHAI") for Tolling, Management, Maintenance and Transfer of seven toll road projects for a period of 20 years from the Appointed Date. The Appointed Date has commenced on 01.04.2024 and therefore the revenue and expenses of these seven road projects shall be recognized from next financial year. The toll roads covered under the concession agreement are as follows:

- Chidwa - Kharagpur Project : Chidwa - Kharagpur section of NH 49 with a total length of 56.12 kms, in the state of West Bengal.
- Rewa - Lakhandon Project : Rewa - Katni - Jabalpur - Lakhandon section of NH 30 and NH 34 with a total length of 306.34 kms, in the state of Madhya Pradesh;
- Kochugaon - Kaljhar Project : Kochugaon - Rakhaldubi Bus Junction - Kaljhar section of NH 27 with a total length of 114.17 kms, in the state of Assam
- Kaljhar - Patacharkuchi Project : Kaljhar - Patacharkuchi section of NH 27 with a total length of 27.30 kms, in the state of Assam;
- Lakhandon - Mahagon (Mohgaon) - Khawasa : Lakhandon - Mahagon (Mohgaon) - Khawasa section of NH 44 with a total length of 107.35 kms, in the state of Madhya Pradesh;
- Orai - Barah Project : Orai - Barah section of NH 27 with a total length of 62.90 kms, in the state of Uttar Pradesh; and
- Chitradurga Bypass - Hubli Project/ Kamanaka Project : Chitradurga Bypass - Chitradurga - Davanogere - Haveri - Hubli section of NH 48 with a total length of 214.47 kms, in the state of Karnataka.

The Group acquired rights for Tolling, Management and Maintenance of the seven toll roads under the concession agreement signed with NHAI for consideration of INR 15,69,988.18 Lakhs, and the same have been recognized in current year financial statements as Capital Advance to NHAI as appointed date for the project is w.e.f 01.04.2024.

The Group is required to operate and maintain the Project/ Project Facilities in accordance with the provision of the Concession Agreement, Applicable Laws and Applicable permits.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

58 Material Developments

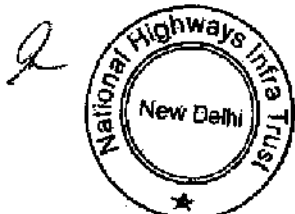
The group is in the process of changing the name of one of its SPV from National Highways Infra Projects Private Limited to NHIT Western Projects Private Limited and has obtained necessary shareholders approval for the same. The procedural formalities are under process with Ministry of Corporate Affairs.

The Trust has invested the amount of Rs. 240,610 Lakh in the equity share capital of the NHIT Eastern Projects Private Limited (Project SPVs - II) during the year. NEPPL acquired rights for Tolling, Management and Maintenance of the seven toll roads under the concession agreement signed with MHAI for consideration of INR 15,69,988.18 Lakhs. Appointed date for the project is w.e.f. 01.04.2024.

59 The Board of Directors of the Investment Manager has declared distribution for January 2024 of Rs. 0.631 per unit which comprises of Rs. 0.606 per unit as interest and Rs. 0.025 per unit as other income on surplus funds at the Trust level in their meeting held on 4th March, 2024. Further, the Board of Directors of the Investment Manager has declared distribution for February 2024 & March 2024 of Rs. 0.705 per unit which comprises of Rs. 0.687 per unit as interest and Rs. 0.018 per unit as other income on surplus funds at the Trust level in their meeting held on 27th May, 2024. The Board of Directors of the Investment Manager has declared distribution for Quarter 1 of FY 2023-24 of Rs. 1.697 per unit which comprises of Rs. 1.693 per unit as interest and Rs. 0.004 per unit as other income on surplus funds at the Trust level in their meeting held on 2nd February, 2024. The Board of Directors of the Investment Manager had declared distribution for Quarter 2 of FY 2023-24 of Rs. 1.816 per unit which comprises of Rs. 1.774 per unit as interest and Rs. 0.042 per unit as other income on surplus funds at the Trust level in their meeting held on 8th November, 2023 and the Board of Directors of the Investment Manager had declared distribution for Quarter 1 of FY 2023-24 of Rs. 1.754 per unit which comprises of Rs. 1.742 per unit as interest and Rs. 0.012 per unit as other income on surplus funds at the Trust level in their meeting held on 11th August, 2023.

60 Financial Ratios as on March 31, 2024 and March 31, 2023

S. No.	Particulars	As at	As at
		March 31, 2024	March 31, 2023
1	Current Asset ratio (Current Assets / Current Liability)	0.49	2.00
2	Debt- Equity ratio (Debt/ Equity)	0.82	0.40
3	Debt service coverage ratio (Net Operating Cash flow/ Debt Service Obligation)	3.54	5.19
4	Interest service coverage ratio (EBIT/Finance Cost)	1.84	2.31
5	Networth (Unit Capital + Other Equity)	14,39,552.13	7,39,134.56
6	Asset Cover Ratio	2.01	3.21
7	Return on Equity (ROE ratio) (Net Profit/ Equity)	2.70%	3.82%
8	Total Debt to total assets	0.43	0.28
9	Net profit after tax	29,419.70	25,689.57
10	Outstanding redeemable preference shares (quantity and value):	-	-
11	Capital redemption reserve/debenture redemption reserve:	-	-
12	Long term debt to working capital	-	-
13	Earning per unit	(27.66)	21.67
14	Inventory turnover ratio	3.90	3.91
15	Trade receivable turnover ratio	NA	NA
16	Trade payable turnover ratio	245.04	195.85
17	Current liability ratio	4.46	3.53
18	Debt debt to account receivable ratio	0.08	0.04
19	Net Capital turnover ratio (Total Income / Net Working Capital)	(2.30)	5.16
20	Operating margin %	77.54%	79.39%
21	Net profit after tax ratio (Net profit / Total Income)	30.19%	36.65%
22	Return on capital employed ratio (Net Profit before Tax plus Finance Cost/ (Equity + Debt))	1.97%	3.71%
23	Return on investment (Income on Investment / Average Cost of Investment)	8.82%	12.17%



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

61 Assets pledged as security

Under security provisions for external lenders, the shares of SPVs i.e. NHIPPL & NEPPL held by NHTT (Trust) are pledged to external lenders to Trust. Whereas the loans provided by Trust to NHIPPL & NEPPL are assigned to the external lenders. Also it may be noted that the shares are not pledged to debenture holders. The carrying amounts of assets pledged as security for current and non current borrowings are :

Particulars	As at 31st March 2024	As at 31st March 2023
Current		
Financial assets		
First Charge		
Trade receivables		
Cash and cash equivalents	385.20	350.87
Other financial assets	46,400.78	21,124.08
Non Financial assets	517.52	6.65
First Charge		
Other current assets		
Total current assets pledged as security	2,303.89	1,634.06
	49,607.39	23,115.65
Non Current		
Other financial assets		
Non-current tax assets (Net)	10,177.86	9,672.44
Total non current assets pledged as security	22.38	12.06
	10,200.24	9,684.50
Total assets pledged as security	59,807.63	32,800.16

62 Key sources of estimation

The preparation of Consolidated financial statements in conformity with Ind AS requires the Group to make estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates include allowance for doubtful loans/other receivables, fair value measurement etc. Difference, if any, between the actual results and estimates is recognised in the period in which the results are known.

63 Disclosure pursuant to Ind AS 13 "Borrowing Costs"

Borrowing cost capitalised during the year Rs. Nil [March 31, 2023 : Rs. Nil]

64 Default and breaches

There are no defaults during the year with respect to repayment of principal and payment of interest and no breaches of the terms and conditions of the borrowings. There are no breaches during the year which permitted lender to demand accelerated payment.



NATIONAL HIGHWAYS INFRA TRUST
SEBI Registration Number :- IN/InvIT/20-21/0014
Notes to the Consolidated Financial Statements for the year ended March 31, 2024

- 65 **Additional regulatory information required by Schedule III**
- (i) **Details of benami property held**
 No proceedings have been initiated on or are pending against the group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- (ii) **Willful defaulter**
 The group is not declared willful defaulter by any bank or financial institution or government or any government authority.
- (iii) **Compliance with number of layers of companies**
 The group has complied with the number of layers prescribed under the Companies Act, 2013.
- (iv) **Undisclosed income**
 There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (v) **The group have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Trust shall**
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (vi) **The group have not advance or loaned or invested (either from borrowed fund or share premium or any other source or kind of fund) by the company to or in any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Trust shall;**
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (vii) **Details of crypto currency or virtual currency**
 The group has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (viii) **Valuation of Property, plant and equipment and intangible asset**
 The group has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.
- (ix) **The Group did not have any long-term contracts including derivative contract for which there were any material foreseeable losses.**
- (x) **Relationship with struck off companies.**
 The group does not have any transactions with the companies struck off under Section 248 of companies Act 2013 and therefore no further disclosure required thereunder.
- 66 **Comparatives figures have been reclassified/regrouped wherever necessary to conform to the current period classification.**

For A.R. & Co.
 Chartered Accountants
 Firm Registration no. 002744C

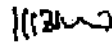



CA Mohd. Azam Ansari
 Partner
 M.No.511623

Date :
 Place : New Delhi

For and on behalf Board of the National Highways
 Infra Investment Managers Private Limited (Investment
 Manager of National Highways Infra Trust)


 Suresh Krishan Goyal
 Director
 DIN: 02721580


 Mahavir Parsad Sharma
 Director
 DIN: 03158413


 Mathew George
 Chief Financial Officer


 Gunjan Singh
 Compliance Officer

