

MEP IDL/OUT/2016-17/970
September 2, 2016

To,

Listing Department, National Stock Exchange of India Limited Exchange Plaza, C-1 Block G, Bandra Kurla Complex, Bandra (E), Mumbai -400 051 Fax No. 022-26598237/38 Scrip Symbol – MEP	Corporate Relationship Department The BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai: 400001 Fax No. 022-22723121/3027/2039/2061 Security Code - 539126
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Dear Sir/ Madam,

Sub: Outcome of the Board Meeting held on September 2, 2016

Time of Commencement of the Board Meeting : 03.00 p.m.
Time of Conclusion of the Board Meeting : 04.30 p.m.

We wish to inform you that the Board of Directors of the Company at its meeting concluded today, inter alia, has approved the Unaudited Standalone and Consolidated Financial Results for the first Quarter ended June 30, 2016.

The copies of the Unaudited Standalone and Consolidated Financial Results along with the Limited Review Report issued by the Statutory Auditors of the Company are enclosed herewith for your records.

The results will be published in the newspapers in terms of Regulation 47 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in due course.

We request you to kindly take the same on record.

Thanking You,

Yours faithfully,
For **MEP INFRASTRUCTURE DEVELOPERS LIMITED**


JAYANT D. MHAISKAR
VICE CHAIRMAN & MANAGING DIRECTOR
DIN: 00716351



Encl.: a/a

MEP INFRASTRUCTURE DEVELOPERS LIMITED

Registered Office: A-412, Boomerang, Chandivali Farm Road, Near Chandivali Studio, Andheri East, Mumbai - 400072 Website: www.mepinfra.com

CIN:L45200MH2002PLC136779

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER ENDED 30 JUNE 2016

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended	
		30 June 2016	30 June 2015
		(Unaudited)	(Unaudited) Refer note 4
1	Income from Operations		
	(a) Net Sales / Income from Operations (Net Of Excise Duty)	18,755.94	17,632.75
	(b) Other Operating Income	-	-
	Total income from operations (net)	18,755.94	17,632.75
2	Expenses		
	(a) Operating and maintenance expenses (Refer note 6)	1,047.40	13,458.33
	(b) Purchase of stock-in-trade	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-
	(d) Employee benefits expense	778.89	546.43
	(e) Depreciation and Amortisation Expense (Refer note 6)	15,437.06	1,503.96
	(f) Other expenses	430.83	397.07
	Total expenses	17,694.18	15,905.79
3	Profit/(loss) from Operations before Other Income, finance costs and exceptional items (1-2)	1,061.76	1,726.96
4	Other Income	983.74	600.71
5	Profit/(loss) from ordinary activities before finance costs and exceptional items (3+4)	2,045.50	2,327.67
6	Finance costs	1,586.36	1,190.65
7	Profit/(loss) from ordinary activities after finance costs but before exceptional items (5-6)	459.14	1,137.02
8	Exceptional items	-	-
9	Profit/(loss) from ordinary activities before tax (7-8)	459.14	1,137.02
10	Tax Expense	161.42	395.88
11	Net Profit/(loss) from ordinary activities after tax (9-10)	297.72	741.14
12	Extra ordinary items	-	-
13	Net profit / (loss) for the period (11-12)	297.72	741.14
14	Other Comprehensive Income (after tax)	(2.28)	(3.51)
15	Total Comprehensive Income (after tax) (13+14)	295.44	737.63
16	Paid-up Equity Share Capital [face Value of Rs. 10/- each]	16,256.92	16,256.92
17	Reserves (excluding revaluation reserves, as per balance sheet)	-	-
18	Earnings per share (of Rs. 10 /- each) (not annualised)		
	(a) Basic & Diluted (before extraordinary items)	0.18	0.51
	(b) Basic & Diluted (after extraordinary items)	0.18	0.51
	(See accompanying notes to the financial results)		

Notes

- The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meeting held on 2 September 2016. The Joint Statutory Auditors have reviewed these Standalone results and issued a modified opinion thereon.
- The Company operates in one reportable business segment i.e. "Toll Collection".
- The Company adopted Indian Accounting Standards ("Ind AS") and accordingly the financial results for all periods presented have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India. The date of transition to Ind AS is April 1, 2015. The impact of transition has been accounted for in opening reserves and the comparative period results have been restated accordingly.



- 4) The financial results for the quarter ended June 30, 2015 have not been audited or reviewed and have been presented based on the information compiled by the management after making the necessary adjustments to give a true and fair view of the results in accordance with Ind AS.
- 5) Reconciliation between financial results previously reported (referred to 'Previous GAAP') under Ind AS is as under:

(Rs. in Lakhs)

Particulars	Quarter ended 30 June 2015 Unaudited Refer note 4
Net profit under previous GAAP (after tax)	746.72
Actuarial loss on Defined Benefit plans reclassified to Other Comprehensive Income	5.37
Fair value of financial instruments	(13.05)
Deferred tax impact of above adjustments	2.10
Net profit under Ind AS (after tax)	741.14
Other Comprehensive Income (after tax)	(3.51)
Total Comprehensive Income (after tax)	737.63

- 6) Pursuant to adoption of Ind AS, effective from 1 April 2015, all new toll collection rights acquired have been accounted as "Intangible assets" as required under Ind AS 38 and are amortised over the period of the respective contracts. The payments under these contracts, hitherto were recognised as operating and maintenance expenditure. The depreciation and amortisation expenses includes such amortisation amounting Rs. 15,348.28 lakhs (previous period : Rs 1,418.77 lakhs).
- 7) The Company has a receivable from a jointly controlled entity aggregating to Rs. 713.14 lakhs as at 30 June 2016. The management is confident of recovering the same and hence no provision has been made for the same.
- 8) The Company has paid the Final Dividend on August 22, 2016; for the Financial Year 2015-16 at the rate of 1% i.e. Rs. 0.10 per Equity Share of Rs. 10/- each as declared at the 14th AGM of the Company.
- 9) Figures relating to the previous period have been regrouped / rearranged, wherever necessary, to make them comparable with those of the current period.

For and on behalf of Board of Directors of
MEP INFRASTRUCTURE DEVELOPERS LIMITED



Jayant D. Mhaiskar
Vice Chairman & Managing Director
DIN: 00716351
Place : Mumbai
Date : 2 September 2016





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Limited Review Report on Quarterly Standalone Financial Results of MEP Infrastructure Developers Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
MEP Infrastructure Developers Limited

1 We have jointly reviewed the accompanying statement of unaudited standalone financial results of MEP Infrastructure Developers Limited (“the Company”) for the period ended 30 June 2016 (“the Statement”) attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended 30 June 2015 including the reconciliation of profit under Indian Accounting Standards (“Ind AS”) of the corresponding quarter with profit reported under previous GAAP, as reported in these financial results have been approved by the Company’s Board of Directors but have not been subjected to review.

This Statement is the responsibility of the Company’s Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our joint review.


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

3 As more fully explained in note 7 to the unaudited standalone financial results, the Company has outstanding receivables of Rs 713.14 lakhs as at 30 June 2016 from a joint controlled entity. In absence of a balance confirmation from the jointly controlled entity as at 30 June 2016, we are unable to comment on the recoverability of the aforementioned balance and the consequential impact, if any, on the unaudited standalone financial results.



- 4 Based on our joint review conducted as above, except for the possible effects of the matter described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and SEBI Circular dated 5 July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022


Vijay Mathur
Partner
Membership No: 046476
Mumbai
2 September 2016

For **Gokhale & Sathe**
Chartered Accountants
Firm's Registration No: 103264W


Yatin R. Vyavaharkar
Partner
Membership No: 033915
Mumbai
2 September 2016

MEP INFRASTRUCTURE DEVELOPERS LIMITED

Registered Office: A-112, Boomerang, Chandivali Farm Road, Near Chandivali Studio, Andheri East, Mumbai - 400072 Web site: www.mepinfra.com

CIN:L45200MH2002PLC136779

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2016

(Rs. in lakhs)

Sr. No.	Particulars	Quarter ended	
		30 June 2016	30 June 2015
		(Unaudited)	(Unaudited) (Refer Note 3)
1	Income from operations		
	(a) Net Sales/ Income from Operations (net of excise duty)	45,727.97	46,476.73
	(b) Other Operating Income	379.48	240.23
	Total income from operations (net)	46,107.45	46,716.96
2	Expenses		
	(a) Operating and maintenance expenses (Refer Note 7)	15,815.78	29,364.17
	(b) Purchase of stock-in-trade	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-
	(d) Employee benefits expense	1,950.07	1,725.11
	(e) Depreciation and Amortisation Expense (Refer Note 7)	19,492.23	5,791.98
	(f) Other expenses	921.08	831.12
	Total expenses	38,179.16	37,712.38
3	Profit/(loss) from operations before other Income, finance costs and exceptional items (1-2)	7,928.29	9,004.58
4	Other Income	1,974.85	1,812.53
5	Profit/(loss) from ordinary activities before finance costs and exceptional items (3+4)	9,903.14	10,817.11
6	Finance costs	9,518.24	9,933.02
7	Profit/(loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	384.90	884.09
8	Exceptional Items (Refer Note 10)	5,455.29	-
9	Profit/(loss) from Ordinary Activities before tax (7+8)	5,840.19	884.09
10	Tax expense (net) (Refer Note 10)	2,254.36	624.84
11	Net Profit/(loss) from Ordinary Activities after tax (9-10)	3,585.83	259.25
12	Extra ordinary Item	-	-
13	Net profit / (loss) for the period (11-12)	3,585.83	259.25
14	Share of profit / (Loss) from Associate/Joint ventures	(5.98)	(31.08)
15	Minority Interest	-	-
16	Net profit / (loss) after taxes and minority interest and share of profit/ (loss) of associates/joint ventures (13+14+15)	3,579.85	228.17
17	Other Comprehensive Income (OCI) (after tax)	(6.26)	(7.50)
18	Total Comprehensive Income (after tax) (16+17)	3,573.59	220.67
19	Paid-up Equity Share Capital [face Value of Rs. 10/- each]	16,256.92	16,256.92
20	Reserve (excluding revaluations reserves as per balance sheet of previous accounting year)	-	-
21	Earnings per share (of Rs. 10/- each) (not annualised)		
	(a) Basic & Diluted (before extraordinary items)	2.20	0.16
	(b) Basic & Diluted (after extraordinary items)	2.20	0.16

(See accompanying notes to the financial results)

Notes

- 1) The above results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their meetings held on 2 September 2016. The Joint Statutory Auditors have reviewed these consolidated results and issued a modified opinion thereon.
- 2) The Company adopted Indian Accounting Standards ("Ind AS") and accordingly the financial results for all periods presented have been prepared in accordance with the recognition and measurement principle laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder, the other accounting principles generally accepted in India and in the format as prescribed under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The date of transition to Ind AS is April 1, 2015. The impact of transition has been accounted for in opening reserves and the comparative periods results have been restated accordingly.
- 3) The Consolidated financial results for the quarter ended June 30, 2015 have not been audited or reviewed and have been presented based on the information compiled by the management after making the necessary adjustments to give a true and fair view of the results in accordance with Ind AS.



- 4) The Company Operates in one reportable Business segment i.e. Toll Collection
- 5) Reconciliation of net profit as reported under previous generally accepted Accounting Principles (previous GAAP) and as per Ind As is as under

(Rs in lakhs)

Sr. No.	Particulars	Quarter ended 30 June 2015 (Refer Note 3)
	Net Profit under previous GAAP (after tax)	569.37
1	Actuarial loss on Defined Benefit plans reclassified to other comprehensive income	10.81
2	Fair value of financial instruments	737.01
3	Provisions for major maintenance	(1,343.06)
4	Deferred tax impact of above adjustments	254.04
5	Net Profit Under Ind AS (after tax)	228.17
6	Other Comprehensive Income (after tax)	(7.50)
	Total Comprehensive Income as per Ind AS (after tax)	220.67

- 6) The Company has opted to publish consolidated unaudited results. The standalone unaudited results of the Company are available for investors at www.mepinfra.com, www.nseindia.com and www.bseindia.com.
- 7) Pursuant to adoption of Ind AS, effective from 1 April 2015, all new toll collection rights acquired have been accounted as "Intangible assets" as required under Ind AS 38 and are amortised over the period of the respective contracts. The payments under these contracts, hitherto were recognised as operating and maintenance expenditure. The depreciation and amortisation expenses includes such amortisation amounting Rs. 15,348.28 lakhs (previous period Rs 1,418.77 lakhs).
- 8) The standalone financial results of the Company are as follows:

Particulars	Quarter ended	
	30 June 2016	30 June 2015
	(Unaudited)	(Unaudited)
Net Sales / Income from Operations	18,755.94	17,632.75
Profit before tax	459.14	1,137.02
Total Comprehensive Income (after tax)	295.44	737.63

- 9) One of the Company's subsidiary company has preferred claims with the Authority, aggregating Rs. 33,973.75 lakhs on account of Toll Evasion and Force Majeure issues arising from non-compliance of the Concession Agreement by Authority. The Company's subsidiary has not recognised the claims in the financial statements pending final approval from Authority. Under the orders of the Hon'ble High Court of Delhi, both the Company and Authority were directed to amicably settle the disputes. As a part of the amicable settlement Independent Engineer has evaluated the claims made by the Company from time to time. However, final settlement on the same is yet to conclude. The estimated loss during the corresponding period as assessed by the Independent Engineer appointed by the Authority is much higher than the claims submitted to Authority. Hence, the Company's subsidiary has not recognised amount payable to Authority aggregating Rs 280 lakhs during the quarter ended 30 June 2016 (Rs 2390.19 lakhs during the quarter ended 30 June 2015). As part of the settlement, the Company, has handed over the Project Facilities and the Toll Plaza's to the NHAI from April 09, 2016. The Settlement of claims will be dealt as per the provisions of the Concession Agreement.
- 10) One of the Company's subsidiary company has handed over the Project to the Authority on 25 August 2016. Consequently, the net provisions relating to major road maintenance amounting Rs. 3567.21 lakhs (comprising provisions of Rs. 5455.29 lakhs disclosed as Exceptional item and deferred tax there on amounting Rs. 1888.08 lakhs included in tax expenses) recognised consequent to the transition to Ind AS upto the previous financial year are reversed during the quarter ended 30 June 2016. We believe that there would not be any material claims made by the authority on the subsidiary and therefore no provisions for any costs that may arise have been presently recognized. Further, the subsidiary has lodged claims on account of lesser user fee paid by State Transport buses with the concerned authority on an estimated basis amounting Rs 308.89 lakhs for the quarter ended 30 June 2016 (Rs. 177.25 lakhs during the quarter ended 30 June 2015) which are recorded under 'Other Operating Income' in the Statement.
- 11) Managerial remuneration of Rs 120 lakhs each for the previous years ended 31 March 2016 and 31 March 2015 in respect of one of the subsidiary companies, Rideema Toll Bridge Private Limited, had been charged to the consolidated Statement of Profit and Loss in the respective years in respect of which the said subsidiary had made an application to the Central Government and for which the subsidiary company got an inadequate reply. Such payments were in excess of the limits specified in section 197 and Schedule V of the Companies Act, 2013 and the subsidiary company has filed another application with the Central Government for approval of such managerial remuneration.
- 12) The Consolidated financial results for the current period do not include the financial information of one of the Jointly controlled entity, where in the Company holds 25% stake. The project operated by the entity was closed on 1 February 2016. Further the management has not yet received the audited financial statements of the entity for the year ended 31 March 2016.
- 13) The Company has paid the Final Dividend on August 22, 2016, for the Financial Year 2015-16 at the rate of 1% i.e. Rs. 0.10 per Equity Share of Rs. 10/- each as declared at the 14th AGM of the Company.
- 14) Figures relating to the previous period have been regrouped/ rearranged, wherever necessary, to make them comparable with those of the current period.

For and on behalf of Board of Directors of
MEP INFRASTRUCTURE DEVELOPERS LIMITED


Jayant D. Mhaskar
Vice Chairman & Managing Director
DIN: 00716351
Place : Mumbai
Date : 2 September 2016







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Limited Review Report on Quarterly Consolidated Financial Results of MEP Infrastructure Developers Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
MEP Infrastructure Developers Limited

- 1 We have jointly reviewed the accompanying statement of unaudited consolidated financial results of MEP Infrastructure Developers Limited (“the Company”), its subsidiaries, joint ventures and associate (collectively referred to as ‘the Group’) for the period ended 30 June 2016 (“the Statement”) attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding period ended 30 June 2015 including the reconciliation of profit under Indian Accounting Standards (“Ind AS”) of the corresponding quarter with profit reported under previous GAAP, as reported in these financial results have been approved by the Company’s Board of Directors but have not been subjected to review.

This Statement is the responsibility of the Company’s Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our joint review.

- 2 We conducted our joint review in accordance with the Standard on Review Engagement (SRE) 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
- 3 The Statement includes the Group's share of total revenues of Rs 17,497.07 lakhs for the period ended 30 June 2016 and total profit after tax of Rs 4,028.51 lakhs for the period ended 30 June 2016 of eighteen subsidiaries, four joint ventures and an associate, whose financial statements have been reviewed by M/s Gokhale & Sathe, Chartered Accountants, one of the joint auditors of the Company, and the conclusion on the Statement in so far as it relates to these subsidiaries, joint ventures and an associate is based solely on the reports of such joint auditors.



4 The Statement includes the results of the following entities:

Entity	Relationship
MEP Infrastructure Private Limited	Subsidiary
Baramati Tollways Private Limited	Subsidiary
Rideema Toll Private Limited	Wholly owned subsidiary
MEP Nagzari Toll Road Private Limited	Wholly owned subsidiary
MEP IRDP Solapur Toll Road Private Limited	Wholly owned subsidiary
MEP Highway Solutions Private Limited	Wholly owned subsidiary
Rideema Toll Bridge Private Limited	Wholly owned subsidiary
Raima Toll Road Private Limited	Wholly owned subsidiary
MEP Hyderabad Bangalore Toll Road Private Limited	Wholly owned subsidiary
MEP Chennai Bypass Toll Road Private Limited	Wholly owned subsidiary
MEP RGSL Toll Bridge Private Limited	Wholly owned subsidiary
MEP Tormato Private Limited	Wholly owned subsidiary
Raima Toll and Infrastructure Private Limited	Wholly owned subsidiary
Raima Ventures Private Limited	Wholly owned subsidiary
MEP Infraprojects Private Limited	Wholly owned subsidiary
MEP Toll & Infrastructure Private Limited	Wholly owned subsidiary
MEP Infra Constructions Private Limited	Wholly owned subsidiary
Mhaiskar Toll Road Private Limited	Wholly owned subsidiary
MEP Roads & Bridges Private Limited	Wholly owned subsidiary
KVM Technology Solutions Private Limited	Associate
SMYR Consortium LLP (refer paragraph 5 below)	Joint Venture
MEP Nagpur Ring Road 1 Private Limited	Joint Venture
MEP Sanjose Nagpur Ring Road 2 Private Limited	Joint Venture
MEP Sanjose Arwali Kante Road Private Limited	Joint Venture
MEP Sanjose Kante Waked Road Private Limited	Joint Venture


- 5 We draw attention to Note 12 to the Statement which states that the unaudited consolidated financial results do not include the financial information of one joint venture, since the financial statements of this entity for the period ended 30 June 2016 are not available with the Company. Further, the financial statements of this entity for the year ended 31 March 2016 were unaudited and based on the financial information certified by the Company's Management. Consequently, we were unable to determine whether any adjustments were necessary to the unaudited consolidated financial results.
- 6 Based on our joint review conducted as above, except for the possible effects of the matter described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and SEBI Circular dated 5 July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7 Emphasis of Matters

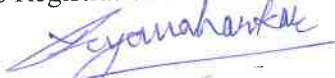
- a) We draw attention to note 9 to the Statement, dealing with non-recognition of contractual obligations to pay to the concerned authority a sum of Rs 280.00 lakhs for the quarter ended 30 June 2016 (30 June 2015: Rs 2,390.19 lakhs) by one of the subsidiary companies, MEP Chennai Bypass Toll Road Private Limited. The approval by the concerned authority based on the assessment of the Independent Engineer appointed by it is pending and hence no provision for the unpaid amount is considered necessary.
- b) We draw attention to note 10 to the Statement, which states that one of the subsidiary companies, Raima Toll Road Private Limited, has handed over the project to the concerned authority on 25 August 2016. Consequently, the provisions for major road maintenance amounting to Rs 5,455.29 lakhs (on which deferred tax amounts to Rs. 1,888.08 lakhs) recognized consequent to the transition to Ind AS upto the previous financial year have been reversed during the period ended 30 June 2016 and has been disclosed as 'Exceptional items' in the Statement. This accounting treatment has arisen consequent to transition to Ind AS and the opinion of the Expert Advisory Committee in this regard will be sought by the Company. The Company's Management believes that there would not be any material claims made by the authority on the subsidiary and therefore no provisions for any costs that may arise have been presently recognized. Further, the subsidiary has lodged various claims with the concerned authority on an estimated basis amounting to Rs 308.89 lakhs for the period ended 30 June 2016 (30 June 2015: Rs 177.25 lakhs) which are recorded under 'Other Operating Income' in the Statement.
- c) We draw attention to note 11 to the Statement, relating to payment of managerial remuneration of Rs 120 lakhs each for the previous years ended 31 March 2016 and 31 March 2015 in respect of one of the subsidiary companies, Rideema Toll Bridge Private Limited, which had been charged to the consolidated Statement of Profit and Loss in the respective years in respect of which the said subsidiary had made an application to the Central Government and for which the subsidiary company got an inadequate reply. Such payments were in excess of the limits specified in section 197 and Schedule V of the Companies Act, 2013 and the subsidiary company has filed another application with the Central Government for approval of such managerial remuneration.

Our conclusion is not modified in respect of the above matters.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No: 101248W/W-100022


Vijay Mathur
Partner
Membership No: 046476
Mumbai
2 September 2016

For **Gokhale & Sathe.**
Chartered Accountants
Firm's Registration No: 103264W


Yatin R. Vyavaharkar
Partner
Membership No: 033915
Mumbai
2 September 2016