

DIRECTORS' REPORT

The Directors have pleasure in presenting their report and Accounts for the year ended March 31, 2011.

1. FINANCIAL RESULTS

The key financial parameters for the year ended March 31, 2011 are:

| Description | 2010-11 Rs. in Lakhs | 2009-2010 Rs. in Lakhs |
|---------------------------------|-------------------------|---------------------------|
| Gross Fixed Assets | 46.33 | 43.32 |
| Depreciation | 6.56 | 2.11 |
| Pre-Operative Expenses | 7,688.55 | 3,396.80 |
| Capital Work in Progress | 52,833.42 | 14,630.15 |
| Profit Before Tax | - | (57.73) |
| Prior Period Expenses /(Income) | 7.65 | - |
| Provision for Taxes | - | 3.82 |
| Profit After Tax | (7.65) | (61.55) |

2. PERFORMANCE OF THE COMPANY

Your Company is executing GSRDC's project for augmentation from two lane to four lane road on BOT (Toll) basis. The stretch is from km 11.5 to km 195.065 (approximately 180 km) on the Ahmedabad- Viramgam- Halvad- Maliya section of State Highway no. 17 in Gujarat. The Company will design, engineer, fund, construct, operate and maintain the road stretch for the period of concession which is 20 years, including the construction period of 30 months.

The Project includes Four laning of Ahmedabad-Viramgam-Maliya section (180 km) of SH-17 & SH 7, including bypasses at Sachana, Dhrangadhara and Halvad. The construction scope includes 8 major bridges, 61 minor bridges, 4 ROBs and 6 underpasses.

3. DIVIDEND

The Board of Directors has not recommended any dividend for the year 2010-11.

4. CAPITAL EXPENDITURE

As at March 31, 2011, the gross fixed assets (tangible) stood at Rs. 46,33,536/- and the net fixed assets (tangible) stood at Rs. 39,77,786/-. The Capital Work-in-Progress is Rs. 5,28,33,42,450/-.

5. DEPOSITS

The Company has not accepted any deposits from the public.

6. AUDITORS' REPORT

The Auditors' Report to the Shareholders does not contain any qualifications.

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

a. Conservation of Energy

The operations of your Company are not energy intensive as Company is not engaged in manufacturing activity and your Company is not under the list of industries which should furnish information in Form A (Rule 2).

b. Technology Absorption

No technology has been developed and / or imported by way of foreign collaboration.

c. Foreign Exchange Earnings and outgo

During the year, the expenditure in foreign currency was Rs. 3,25,34,433/-.

8. DISCLOSURE OF PARTICULARS

As the primary object of the Company is Operation of the BOT Project, there are no particulars to be disclosed as per the Companies' (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.

9. PARTICULARS OF EMPLOYEES

There are no employees covered by the provisions of the Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

At the Board Meeting held on March 23, 2010, Mr. Niraj Kumar was appointed as Manager of the Company.

10. DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors of the Company confirms:

1. that in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure;
2. that the selected accounting policies were applied consistently and the directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2011;
3. that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. that the annual accounts have been prepared on a going concern basis.
5. that proper systems are in place to ensure compliance of all laws applicable to the Company.

11. DIRECTORS

Mr. C. S. Damle, Mr. T. S. Venkatesan, Mr. B. Ramakrishnan and Mr. M. H. Desai are the Present Directors of the Company.

There was no cessation in the office of any of the Directors during the year.

Mr. B. Ramakrishnan, retires by rotation at the Third Annual General Meeting and being eligible, offers himself for re-appointment.

12. AUDIT COMMITTEE

The Audit Committee was constituted at the Board Meeting held on March 23, 2010 . The Members of the Audit Committee are :

1. Mr. T. S. Venkatesan;
2. Mr. C. S. Damle; and
3. Mr. B. Ramakrishnan

The role, terms of reference, the authority and power of Chairman are in conformity with the requirements of the Companies Act, 1956.

The Committee met periodically during the year and held discussions with the auditors on internal control systems and internal audit report.

13. AUDITORS

The Auditors, M/s M. K. Dandekar & Co., Chartered Accountants, being statutory auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and are recommended for re-appointment.

Certificate from Auditors has been received to the effect that their appointment, if made, would be within the limits prescribed under Section 224(1B) of the Companies Act, 1956.

14. COMPLIANCE WITH VOLUNTARY CORPORATE GOVERNANCE GUIDELINES, 2009

The Company has familiarized itself with the requirement of the Corporate Governance Voluntary Guidelines 2009 issued by the Ministry of Corporate Affairs and it is in the process of implementing many of the suggestions. Our compliance with the said guidelines is given below–

A) Separation of offices of Chairman & Chief Executive

The Chairman is elected during each Board Meeting by the Directors from amongst those present. All the Directors are Non-Executive and the role of Chairman is confined to the proper conduct of the Board Meeting. The Manager of the Company, as per the Companies Act, 1956, handles the responsibilities envisaged for a Chief Executive and the occupant of the position is not a Board Member and attends the Board Meetings only as invitee. In this manner, the separation of offices of Chairman & Manager is ensured as per the requirement of guidelines.

B) Remuneration of Directors

The Directors are not paid any remuneration by way of sitting fees, etc.

C) Independent Directors

None of the Directors is involved in the day to day affairs of the Company.

Number of Companies in which an Individual may become a Director

The Company has apprised its board members about the restriction on number of other directorships and the same is being complied with.

D) Responsibilities of the Board

Presentations to the Board in areas such as financial results, budgets, business prospects, etc. give the Directors, an opportunity to interact with senior managers and other functional heads. Directors are also updated about their role, responsibilities and liabilities.

The Company ensures necessary training to the Directors relating to its business through formal / informal interactions. Systems, procedures and resources are available to ensure that every Director is supplied, in a timely manner, with precise and concise information in a form and of a quality appropriate to effectively enable / discharge his duties. The Directors are given time to study the data and contribute effectively to Board discussions. The Non-Executive Directors through their interactions and deliberations give suggestions for improving overall effectiveness of the Board and its Committees. Their inputs are also utilized to determine the critical skills required for prospective candidates for election to the Board. The system of risk assessment and compliance with statutory requirements are in place.

E) Statutory Auditors

The Company has obtained a certificate from the auditors certifying its independence and arm's length relationship with the Company. The Company does not advocate rotation of Auditors as envisaged in these guidelines in view of the domain knowledge acquired by the Auditors over a period of time. However, the signing partners are rotated at regular frequency.

F) Internal Auditors

The Corporate Audit Services department of Larsen & Toubro Limited provides internal audit services to the Company.

G) Internal Control

The Board ensures the effectiveness of the Company's system of internal controls including financial, operational and compliance controls and risk management systems.

H) Secretarial Audit

The Secretarial Audit, at regular intervals, is conducted by the Corporate Secretarial department of Larsen & Toubro Limited, which has competent professionals to carry out the said audit.

15. ACKNOWLEDGEMENTS

The Directors acknowledge the invaluable support extended to the Company by the financial institutions, bankers, employees of the Company, staff and management of the parent company.

For and on behalf of the Board

*Place : Chennai
Date : April 27, 2011*

T. S. VENKATESAN
Director

B. RAMAKRISHNAN
Director

AUDITORS' REPORT

TO THE MEMBERS OF L&T AHMEDABAD-MALIYA TOLLWAY LIMITED

We have audited the attached Balance Sheet of L&T Ahmedabad-Maliya Tollway Limited as at March 31, 2011, the Profit & Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In accordance with the provisions of Section 227 of the Companies Act 1956, we report that

1. As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
2. Further to our comments in the Annexure referred to above, we report that:
 - a) we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit;
 - b) in our opinion, proper books of accounts as required by law have been kept by the Company, so far as it appears from our examination of those books;
 - c) the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the Books of Account;
 - d) in our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956;
 - e) On the basis of the written representations received from the Directors of the Company as on March 31, 2011, and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on March 31, 2011 from being appointed as a Director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956 and
 - f) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read together with Significant Accounting Policies in Schedule I and the Notes to Accounts in Schedule J, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - i) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2011
 - ii) in the case of the Profit and Loss Account, loss for the year ended on that date;
 - iii) in case of the Cash Flow Statement, of the cash flows for the year ended on that date.

M. K. DANDEKER & CO.
Chartered Accountants
Firm Registration No. 000679S

K. J. DANDEKER
Partner
Membership No. 018533

Place : Chennai
Date : April 27, 2011

ANNEXURE TO THE AUDITORS' REPORT

With reference to the Annexure referred to in paragraph 1 of the report of the Auditor's to the Members of L&T Ahmedabad-Maliya Tollway Limited on the accounts for the year ended March 31, 2011, we report that:

- (i)
 - (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) We are informed that the management of the Company has physically verified during the year all its fixed assets and no material discrepancies were noticed on such verification.
 - (c) The Company has not disposed of any of its fixed assets so as to affect the going concern status.
- (ii) The Company is engaged in the business of infrastructure development and its maintenance and hence the clauses 4(ii)(a), (b) and (c) of the Companies (Auditor's Report) Order, 2003 relating to inventory are not applicable.

- (iii) According to the information and the explanations given to us, the Company has not granted or taken any loans, secured or unsecured to or from Companies, firms or other parties covered in the register maintained under Section 301 of the Act. Hence reporting under Clause 4(iii)(a) to (g) does not arise.
- (iv) In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and nature of its business, for the purchase of fixed assets. In our opinion, and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control system.
- (v) In our opinion, and according to the information and explanations given to us, there is no transaction that needs to be entered into the register in pursuance of Section 301 of the Companies Act, 1956 and hence reporting under clause 4(v)(b) does not arise.
- (vi) The Company has not accepted deposits from the public within the meaning of Sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956. Hence clause 4(vi) of the Companies (Auditor's Report) Order, 2003 is not applicable to the Company.
- (vii) In our Opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) The Company is engaged in service activity and we were informed that the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 is not applicable to the Company.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has been regular in depositing undisputed statutory dues including Income tax and other statutory dues during the year with the appropriate authorities. As at March 31, 2011, there are no undisputed statutory dues payable for a period of more than six months from the date they became payable.
(b) According to the information and explanations given to us, there are no disputed statutory liabilities in respect of income tax, service tax and cess.
- (x) The Company is registered for a period of less than five years and hence reporting on the accumulated losses and cash loss incurred during the financial year and in the immediately preceding financial year under clause 4(x) of the Companies (Auditors Report) Order does not arise.
- (xi) The Company has not defaulted in repayment of dues to any banks or financial institutions.
- (xii) According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion the Company is not a chit fund / nidhi / mutual benefit fund / society. Therefore the provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.
- (xiv) In our opinion and according to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments, it parks surplus funds in approved mutual fund investments. In our opinion, proper records have been maintained of the transactions and contracts and timely entries have been made therein. The investments have been held by the Company in its own name.
- (xv) The Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) In our opinion and according to the information and explanations given to us, on an overall basis, the term loans have been applied for the purposes for which they were obtained.
- (xvii) According to the information and explanations given to us, the Company has not raised funds on short term basis. Accordingly, the provisions of clause 4(xvii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Sec 301 of the Companies Act, 1956 during the period
- (xix) The Company has not issued debentures during the period and hence no security or charge needs to be created.
- (xx) The Company has not raised any money by public issue during the year.
- (xxi) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year nor have we been informed of such case by management.

M. K. DANDEKER & CO.
Chartered Accountants
Firm Registration No. 000679S

K. J. DANDEKER
Partner
Membership No. 018533

Place : Chennai
Date : April 27, 2011

BALANCE SHEET AS AT MARCH 31, 2011

| | Schedules | As at 31.03.2011 | | As at 31.03.2010 | |
|---|-----------|------------------|----------------------|------------------|----------------------|
| | | Rupees | Rupees | Rupees | Rupees |
| SOURCES OF FUNDS | | | | | |
| Shareholders' Funds | | | | | |
| Share Capital | A | | 970,151,000 | | 630,151,000 |
| Loan Funds | | | | | |
| Secured Loan | B | | 4,519,300,000 | | 1,231,234,252 |
| TOTAL | | | 5,489,451,000 | | 1,861,385,252 |
| APPLICATION OF FUNDS | | | | | |
| Fixed Assets | | | | | |
| Tangible assets | | | | | |
| Gross Block | | 4,633,536 | | 4,332,147 | |
| Less: Depreciation | | 655,750 | | 210,665 | |
| Net Block | | 3,977,786 | | 4,121,482 | |
| Capital Work-in-Progress | | 76,000,662 | | — | |
| | | | 79,978,448 | | 4,121,482 |
| Intangible assets | | | | | |
| Capital Work-in-Progress - Toll collection rights | | 5,207,341,788 | | 1,463,015,340 | |
| Preoperative expenses pending allocation | D | 768,854,508 | | 339,680,364 | |
| | | | 5,976,196,296 | | 1,802,695,703 |
| Investments | | | | | |
| | E | | — | | — |
| Current Assets, Loans & Advances | | | | | |
| Current Assets | | | | | |
| Sundry Debtors | | — | | 62,658,893 | |
| Cash and Bank Balances | | 374,281,434 | | 133,102,462 | |
| Loans & Advances | | 8,729,871 | | 5,451,855 | |
| | | 383,011,305 | | 201,213,210 | |
| Less: Current Liabilities & Provisions | | | | | |
| Current Liabilities | | | | | |
| Current Liabilities | G | 956,774,328 | | 152,770,601 | |
| Provisions | | 395,367 | | 543,851 | |
| | | 957,169,695 | | 153,314,452 | |
| Net Current Assets | | | (574,158,390) | | 47,898,758 |
| Profit & Loss Account | | | 7,434,647 | | 6,669,309 |
| TOTAL | | | 5,489,451,000 | | 1,861,385,252 |
| SIGNIFICANT ACCOUNTING POLICIES | | | | | |
| NOTES FORMING PART OF ACCOUNTS | | | | | |

The Schedules referred to above form an integral part of Balance Sheet.

In terms of our report of even date attached

For and on behalf of the Board

M. K. DANDEKER & CO.

Chartered Accountants

ICAI Registration No. 000679S

K. J. DANDEKER

Partner

Membership No. 018533

NIRAJ KUMAR

Manager

T. S. VENKATESAN

Director

B. RAMAKRISHNAN

Director

Place : Chennai

Date : April 27, 2011

Place : Chennai

Date : April 27, 2011

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2011

| | <u>Schedules</u> | <u>2010-2011 Rupees</u> | <u>2009-2010 Rupees</u> |
|--|------------------|-----------------------------|-----------------------------|
| INCOME | | | |
| Other income | H | – | 1,228,645 |
| TOTAL | | – | 1,228,645 |
| EXPENDITURE | | | |
| Rates & Taxes | | – | 7,001,500 |
| TOTAL | | – | 7,001,500 |
| Profit / (Loss) before taxes | | – | (5,772,855) |
| Prior Period Expenses / (Income) [Refer note - 16] | | 765,338 | – |
| Profit / (Loss) after prior period adjustment | | (765,338) | (5,772,855) |
| Provisions for | | | |
| Current Tax | | – | 381,820 |
| Profit / (Loss) after taxes | | (765,338) | (6,154,675) |
| Loss Brought forward from previous year | | (6,669,309) | (514,634) |
| Balance carried to Balance Sheet | | (7,434,647) | (6,669,309) |
| Earnings per share (Basic & Diluted) | | (0.01) | (2.42) |
| Face value per share | | 10.00 | 10.00 |
| SIGNIFICANT ACCOUNTING POLICIES | I | | |
| NOTES FORMING PART OF ACCOUNTS | J | | |

The schedules referred to above form an integral part of the Profit and Loss Account.

In terms of our report of even date attached

For and on behalf of the Board

M. K. DANDEKER & CO.
Chartered Accountants
ICAI Registration No. 000679S

K. J. DANDEKER
Partner
Membership No. 018533

NIRAJ KUMAR
Manager

T. S. VENKATESAN
Director

B. RAMAKRISHNAN
Director

Place : Chennai
Date : April 27, 2011

Place : Chennai
Date : April 27, 2011

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011

| | 2010-2011 Rupees | 2009-2010 Rupees |
|--|---------------------|---------------------|
| A. Cash Flow from operating activities | | |
| Net Profit / (Loss) before tax & extraordinary items | - | (5,772,855) |
| Adjustment for : | | |
| Short Term Capital Gain | - | (1,214,194) |
| Dividend Received | - | (4,862) |
| Interest Accrued on FD | - | (9,589) |
| Prior period adjustments | (765,338) | - |
| Operating Profit before working capital changes | (765,338) | (7,001,500) |
| Adjustments for : | | |
| (Increase) / Decrease in Loans and Advances | - | - |
| Increase / (Decrease) in trade payables | - | - |
| Cash generated from operations | (765,338) | (7,001,500) |
| Direct taxes provision | - | (381,820) |
| Net Cash from Operating Activities (A) | (765,338) | (7,383,320) |
| B. Cash Flow from Investing activities | | |
| Purchase of Fixed Assets (including Preoperative Expenses) | (4,251,795,025) | (1,801,422,817) |
| Purchase of Investments | (338,381,588) | (404,654,861) |
| Sale of Investments | 340,487,542 | 405,869,056 |
| Dividend Received | 177,059 | 4,862 |
| Interest on FD | 154,454 | 9,589 |
| (Increase) / Decrease in Loans and Advances | 59,380,877 | (68,018,762) |
| Increase / (Decrease) in Current liabilities & Provisions | 803,855,243 | 152,667,877 |
| Net Cash / (used in) from Investing Activities (B) | (3,386,121,438) | (1,715,545,056) |
| C. Cash Flow from Financing Activities | | |
| Equity Capital Issued | 340,000,000 | 620,000,000 |
| Advance against equity capital | - | - |
| Secured Loans from Banks & Financial Institutions | 3,288,065,748 | 1,231,234,252 |
| Net cash/ (used in) from Financing Activities (C) | 3,628,065,748 | 1,851,234,252 |
| Net increase in cash and cash equivalents (A+B+C) | 241,178,972 | 128,305,876 |
| Cash and Cash equivalents as at the beginning | 133,102,462 | 4,796,586 |
| Cash and Cash equivalents as at the end | 374,281,434 | 133,102,462 |

Notes:

- Cash Flow Statement has been prepared under the Indirect Method as set of in the Accounting Standard 3."Cash Flow Statements as specified in the Companies (Accounting Standards) Rules, 2006.
- Cash and cash equivalents represent cash, bank balances in current account & Fixed deposit with banks.
- Purchase of fixed assets includes movement of capital work in progress and pre operative expenses during the year.
- Previous years figures have been regrouped wherever necessary.

In terms of our report of even date attached

For and on behalf of the Board

M. K. DANDEKER & CO.

Chartered Accountants

ICAI Registration No. 000679S

K. J. DANDEKER

Partner

Membership No. 018533

NIRAJ KUMAR

Manager

T. S. VENKATESAN

Director

B. RAMAKRISHNAN

Director

Place : Chennai

Date : April 27, 2011

Place : Chennai

Date : April 27, 2011

SCHEDULES FORMING PART OF BALANCE SHEET

| | As at 31.03.2011 | | As at 31.03.2010 | |
|--|------------------|----------------------|------------------|----------------------|
| | Rupees | Rupees | Rupees | Rupees |
| SCHEDULE - A | | | | |
| SHARE CAPITAL | | | | |
| Authorised | | | | |
| 150,000,000 Equity Shares of Rs. 10/- each (Previous Year 15,000,000 Equity Shares of Rs. 10/- each) | | 1,500,000,000 | | 1,500,000,000 |
| Issued, Subscribed & Paid-up | | | | |
| 97,015,100 Equity Shares of Rs. 10/- each fully paid up including 34,000,000 shares allotted during the year. (Previous year 63,015,100 Equity Shares of Rs. 10/- each paid up) [63,015,000 nos of Shares held by Larsen & Toubro Limited, (Ultimate Holding Company), have been transferred during the year to L&T Infrastructure Development Projects Limited, (Holding Company) and its nominees] | | 970,151,000 | | 630,151,000 |
| TOTAL | | 970,151,000 | | 630,151,000 |
| SCHEDULE - B | | | | |
| SECURED LOANS | | | | |
| From Banks | | | | |
| IDBI Bank | | 660,100,000 | | 179,800,000 |
| Andhra Bank | | 377,300,000 | | 102,800,000 |
| Bank of Baroda | | 471,600,000 | | 128,500,000 |
| Dena Bank | | 490,300,000 | | 133,600,000 |
| Federal Bank | | 249,000,000 | | 67,800,000 |
| Punjab & Sindh Bank | | 249,000,000 | | 67,800,000 |
| South Indian Bank | | 377,300,000 | | 102,800,000 |
| State Bank of Hyderabad | | 249,000,000 | | 67,800,000 |
| State Bank of Patiala | | 377,300,000 | | 102,800,000 |
| UCO Bank | | 490,300,000 | | 133,600,000 |
| | | 3,991,200,000 | | 1,087,300,000 |
| From Financial Institutions | | | | |
| India Infrastructure Finance Company Limited | | 528,100,000 | | 143,900,000 |
| Interest Accrued and due on term loans | | - | | 34,252 |
| (All the above term loans are secured by pari passu first charge on all the immovable assets and movable assets including but not limited to all current / non current assets, both present and future of the Company. Mortgage of tangible immovable properties, charge on book debt, cash & bank balance, stock in trade, intangible assets, etc., except project assets as defined in the concession agreement.) | | | | |
| (Dues with in one year Rs. NIL, Previous Year Rs. NIL) | | | | |
| TOTAL | | 4,519,300,000 | | 1,231,234,252 |

SCHEDULES FORMING PART OF BALANCE SHEET (Contd.)**SCHEDULE - C****FIXED ASSETS**

| PARTICULARS | COST | | | | DEPRECIATION | | | BOOK VALUE | | |
|--|----------------------|------------------------------|------------------------------|----------------------|--------------------|----------------|------------------------------|---------------------|----------------------|----------------------|
| | As at 01.04.2010 | Additions during the Year | Deduction During the year | As at 31.03.2011 | Upto 31.03.2010 | For the year | Deduction During the year | As at 31.03.2011 | As at 31.03.2011 | As at 31.03.2010 |
| | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees | Rupees |
| TANGIBLE ASSETS | | | | | | | | | | |
| Office Equipment | 528,260 | 163,890 | 12,990 | 679,160 | 13,894 | 73,991 | 360 | 87,525 | 591,635 | 514,366 |
| Furniture | 543,631 | 106,889 | - | 650,520 | 18,369 | 159,183 | - | 177,552 | 472,968 | 525,262 |
| Computers [refer note - 10] | 979,956 | 43,600 | - | 1,023,556 | 178,402 | 212,271 | - | 390,673 | 632,883 | 801,554 |
| Land | 2,280,300 | - | - | 2,280,300 | - | - | - | - | 2,280,300 | 2,280,300 |
| TOTAL | 4,332,147 | 314,379 | 12,990 | 4,633,536 | 210,665 | 445,445 | 360 | 655,750 | 3,977,786 | 4,121,482 |
| Capital Work in Progress | - | 76,000,662 | - | 76,000,662 | - | - | - | - | 76,000,662 | - |
| Previous Year | 487,410 | 3,844,737 | - | 4,332,147 | 21,620 | 189,045 | - | 210,665 | - | - |
| | | | | | | | | | 79,978,448 | 4,121,482 |
| INANGIBLE ASSETS | | | | | | | | | | |
| Capital Work in Progress - carriage way | 1,463,015,340 | 3,744,326,448 | - | 5,207,341,788 | - | - | - | - | 5,207,341,788 | 1,463,015,340 |
| GRAND TOTAL | 1,463,015,340 | 3,744,326,448 | - | 5,207,341,788 | - | - | - | - | 5,207,341,788 | 1,463,015,340 |
| Previous Year | - | 1,463,015,340 | - | 1,463,015,340 | - | - | - | - | - | 1,463,015,340 |

Includes Rs. 765,784,139/- Mobilisation advance paid Larsen & Toubro Limited, The Engineering Procurement Contractor.

| | Opening Balance as at 01.04.2010 Rupees | 2010-2011 Rupees | Closing Balance as at 31.03.2011 Rupees |
|--|--|---------------------|--|
| SCHEDULE - D | | | |
| PRE-OPERATIVE EXPENSES | | | |
| Staff Cost | 6,978,857 | 13,614,825 | 20,593,682 |
| Contribution to & Provision for: | | | |
| Provident Fund | 247,683 | 468,186 | 715,869 |
| Leave Encasement | 106,675 | 129,691 | 236,366 |
| Gratuity | 55,356 | 103,645 | 159,001 |
| Office Expenses | 7,293,551 | 6,368,458 | 13,662,009 |
| Professional Fees | 19,154,226 | 64,590,206 | 83,744,432 |
| Audit Fees | 220,600 | 220,600 | 441,200 |
| Communication Expenses | 328,321 | 471,815 | 800,136 |
| Travelling and Conveyance | 5,171,960 | 9,569,060 | 14,741,020 |
| Rent, Rates & Taxes | 739,545 | 1,020,757 | 1,760,302 |
| Fees paid to GSRDCL under Concession Agreement | 203,072,002 | 2 | 203,072,004 |
| Bank & Finance Charges | 64,490,823 | 3,806,221 | 68,297,044 |
| Interest on term loan | | | |
| Banks | 22,893,736 | 282,114,736 | 305,008,472 |
| Financial Institutions | 2,253,295 | 36,708,666 | 38,961,961 |
| Insurance | 2,082,847 | 4,472,013 | 6,554,860 |
| Printing & Stationery | 198,935 | 216,987 | 415,922 |
| Power & Fuel | 46,929 | 117,769 | 164,698 |

SCHEDULES FORMING PART OF BALANCE SHEET (Contd.)

| | <i>Opening Balance as at 01.04.2010</i> | 2010-2011 | Closing Balance as at 31.03.2011 |
|--|---|---------------------------|---|
| | <i>Rupees</i> | <i>Rupees</i> | <i>Rupees</i> |
| Miscellaneous Expenses | 4,134,358 | 7,937,865 | 12,072,223 |
| Depreciation | 210,665 | 445,445 | 656,110 |
| | <u>339,680,364</u> | <u>431,931,503</u> | <u>772,057,312</u> |
| Less: Income from short term investment of funds | | | |
| For current year (Tax deducted at source Rs. 14,384/-) | - | 2,437,467 | 2,437,467 |
| For previous years (Tax deducted at source Rs. NIL) | - | 765,338 | 765,338 |
| TOTAL | <u><u>339,680,364</u></u> | <u><u>428,728,699</u></u> | <u><u>768,854,508</u></u> |

| | As at 31.03.2011 | <i>As at 31.03.2010</i> |
|---------------------|-------------------------|-------------------------|
| | <i>Rupees</i> | <i>Rupees</i> |
| SCHEDULE - E | | |
| INVESTMENTS | | |
| Investments | - | - |
| TOTAL | <u><u>-</u></u> | <u><u>-</u></u> |

Additional Disclosure for Mutual Fund Investments:**Details of Investments purchased and sold during the year**

| Mutual Funds | <i>Face Value Rs. per unit</i> | Unit Nos. | Cost in Rs. |
|--|------------------------------------|-----------|----------------------------------|
| HDFC CMF Treasury Adv Wholesale DDR Option | 10.00 | 554,670 | 11,729,559 |
| HDFC CMF Treasury Adv Wholesale Growth | 10.00 | 2,688,841 | 56,000,000 |
| Principal Mutual fund | 10.00 | 1,691,624 | 25,000,000 |
| Reliance Medium Term Fund | 10.00 | 2,696,678 | 52,200,000 |
| Reliance Money Manager Fund Growth Option | 1,000.00 | 119,015 | 152,000,000 |
| Reliance Money Manager Fund DDR Option | 1,000.00 | 41,395 | 41,452,029 |
| TOTAL | | | <u><u>338,381,588</u></u> |

| | As at 31.03.2011 | As at 31.03.2010 |
|---|-------------------------|-------------------------|
| | Rupees | Rupees |
| SCHEDULE - F | | |
| CURRENT ASSETS, LOANS AND ADVANCES | | |
| Current Assets | | |
| Sundry Debtors | | |
| Unsecured debts | | |
| Considered Good | - | 62,658,893 |
| | | 62,658,893 |
| Cash and Bank Balances | | |
| Balances with scheduled banks | | |
| on current account | 373,261,227 | 33,092,873 |
| Deposits, with Banks including interest accrued thereon | 1,020,207 | 100,009,589 |
| | <u>374,281,434</u> | <u>133,102,462</u> |

SCHEDULES FORMING PART OF BALANCE SHEET (Contd.)

| | As at 31.03.2011 | | As at 31.03.2010 | |
|--|------------------|--------------------|------------------|--------------------|
| | Rupees | Rupees | Rupees | Rupees |
| Loans and Advances | | | | |
| Unsecured, Considered Good | | | | |
| Advances recoverable in cash or in kind or for value to be received. | 8,729,871 | | 5,451,855 | |
| | | 8,729,871 | | 5,451,855 |
| TOTAL | | 383,011,305 | | 201,213,210 |
| SCHEDULE - G | | | | |
| CURRENT LIABILITIES AND PROVISIONS | | | | |
| Liabilities | | | | |
| Sundry Creditors | | | | |
| Due to Micro & Small Enterprises | - | | - | |
| Due to Larsen & Toubro Limited (Ultimate Holding Company) | 419,675,490 | | 134,843,316 | |
| Others | 537,098,839 | | 17,927,285 | |
| | | 956,774,328 | | 152,770,601 |
| Provisions | | | | |
| For Income Tax | - | | 381,820 | |
| For Gratuity | 159,001 | | 55,356 | |
| For Leave Encashment | 236,366 | | 106,675 | |
| | | 395,367 | | 543,851 |
| TOTAL | | 957,169,695 | | 153,314,452 |

SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT

| | 2010-2011 | | 2009-2010 | |
|---|-----------|----------|-----------|------------------|
| | Rupees | Rupees | Rupees | Rupees |
| SCHEDULE - H | | | | |
| OTHER INCOME | | | | |
| Profit on sale of Mutual Fund Investments | | - | | 1,214,194 |
| Dividend Income | | - | | 4,862 |
| Interest received from Banks | | - | | 9,589 |
| TOTAL | | - | | 1,228,645 |

SCHEDULES FORMING PART OF ACCOUNTS

SCHEDULE - I

SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with generally accepted accounting principles ("GAAP") except for the revaluation of certain fixed assets, in compliance with the provisions of the Companies Act, 1956 and the Accounting Standards as specified in the Companies (Accounting Standards) Rules, 2006, prescribed by the Central Government. However, certain escalation and other claims, which are not ascertainable / acknowledged by customers, are not taken into account.

The preparation of financial statements in conformity with GAAP requires that the management of the Company 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. Examples of such estimates include the useful lives of tangible and intangible fixed assets, provision for doubtful debts / advances, future obligations in respect of retirement benefit plans etc. Difference, if any, between the actual results and estimates is recognized in the period in which the results are known.

2. Revenue Recognition

Interest income is recognized at applicable rates on the fixed deposit with banks on accrual basis. Short term capital gain and dividend from mutual fund investments is recognized when the right to receive is established.

3. Fixed Assets

Tangible

Tangible Fixed Assets are stated at historical cost less accumulated depreciation.

Intangible Assets and Amortization

Intangible assets are recognized as per the criteria specifies in Accounting Standard (AS) 26 "Intangible Assets" as specified in Companies (Accounting Standard) Rules, 2006.

Carriage ways representing Toll Collection Rights are obtained in consideration for rendering construction, operation and maintenance services in relation to building and maintenance of the project on Build, Operate and Transfer basis. The cost of such Carriage ways comprises construction cost and other preoperative costs incurred during the implementation phase.

4. Depreciation and amortization

Depreciation

Depreciation on assets has been provided on straight-line basis at the rates specified in the Schedule XIV of the Companies Act, 1956. However where the rate of depreciation provided in Schedule XIV of the Companies Act, 1956 does not depreciate the asset fully over the period of concession, such tangible assets are depreciated over the period of rights given under the Concession Agreement. Where there is a revision of the estimated useful life of an asset, the unamortised depreciable amount is charged over the revised remaining useful life.

However w.e.f. 1st January 2011, in respect of the following categories of fixed assets, the depreciation has been provided at a higher rate in line with their estimated useful life:

| Category of Asset | Estimated Useful Life (in Years) | Depreciation Rate (% per annum) |
|------------------------|----------------------------------|---------------------------------|
| Office Equipment | 4 | 25.00% |
| Computers – Desktop | 6 | 16.67% |
| Computers – Laptop | 4 | 25.00% |
| Furniture and Fixtures | 10 | 10.00% |

Depreciation on additions / deductions is calculated pro-rata from / to the month of additions / deductions.

Items below Rs. 5,000/- have been depreciated at the rate of 100%.

Amortization

Intangible Assets representing carriage ways are amortized over the period of rights given under the Concession Agreement as they represent right to collect Toll revenue during the concession period.

5. Impairment of Assets

As at each Balance Sheet date, the carrying amount of assets is tested for impairment so as to determine:

- The provision for impairment loss, if any required; or
- The reversal, if any, required of impairment loss recognized in previous periods.

Impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

Recoverable amount is determined:

- A. In the case of an individual assets, at the higher of the net selling price and the value in use;
- B. In the cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of cash generating unit's net selling price and the value in use;

(Value in use is determined as the present value of estimated future cash flows from the continuing use of an asset and from its disposal at the end of its useful life).

6. Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying asset are capitalized as part of the cost of such asset, till such time as the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing cost are recognized as an expense in the period in which they are incurred.

In compliance of AS-16 "Borrowing Cost", income earned on temporary investments, out of funds borrowed, which is inextricably linked with the project, is deducted from the related borrowing costs incurred.

7. Employee Benefits

(i) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits. Benefits such as salaries, wages, short term compensated absences, etc. and the expected cost of bonus are recognized in the period in which the employee renders the related service.

(ii) Post-Employment Benefits

Defined Contribution Plans:

Provident fund contribution is made to State Governed Recognized Provident Fund. The contribution paid / payable under the schemes is recognized during the period in which the employee renders the related service.

(iii) Long Term Employee Benefits

The obligation for long term employee benefits like long term compensated absences, gratuity etc. is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. Actuarial gains and losses are recognized immediately in the Profit & Loss Account.

8. Investments

Current investments if any are carried at lower of cost or market value.

9. Foreign Currency Transactions

- a) The reporting currency of the Company is the Indian rupee.
- b) Foreign currency transactions are recorded on initial recognition in the reporting currency, using the exchange rate at the date of the transaction. At each Balance Sheet date, foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried at historical cost denominated in foreign currency are reported using the exchange rate at the date of transaction.

10. Taxes

Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961, and based on the expected outcome of assessments / appeals.

Deferred tax is recognized on timing differences between the income accounted in financial statements and the taxable income for the year, and qualified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

Deferred tax assets relating to unabsorbed depreciation / business losses / losses under the head "capital gain" are recognized and carried forward to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Other deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be released.

11. Lease

Assets acquired on lease where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating lease.

12. Provisions and Contingent Liabilities

Provision are recognized for liabilities that can be measured only by using a substantial degree of estimation, if

- a. The Company has a present obligation as a result of a past event.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

- b. A probable outflow of resources is expected to settle the obligation and
 c. The amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- a. A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation.
 b. A possible obligation, unless the probability of outflow of resources is remote.

Contingent Assets are neither recognized, not disclosed.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

SCHEDULE – J**NOTES FORMING PART OF ACCOUNTS**

1. The Company has changed its name to L&T Ahmedabad-Maliya Tollway Limited, from its earlier name L&T Ahmedabad-Maliya Tollway Private Limited upon conversion to Public Limited Company with effect from November 9, 2010 after obtaining approval from Registrar of Companies, Tamilnadu.
2. The Company has been awarded Gujarat State Road Development Corporation Limited on Build Operate and Transfer (BOT) basis, the widening of existing two-lane, 181.06 kilometers Road stretch covering Ahmedabad-Viramgam-Maliya to make it four lane divided Carriageway facility under Viability Gap Funding scheme of GOI and operation and maintenance thereof, under the Concession Agreement dated September 17, 2008.

The appointed date as per concession agreement is October 12, 2009. The Concession is for a period of 22 years including the construction period from the date of appointment. At the end of the 22 years, the entire facility will be transferred to Gujarat State Road Development Corporation Ltd.

3. The Profit and Loss Account has been drawn to comply with the provisions of the Companies Act, 1956. However, the Company has not commenced commercial operations.
4. There have been no claimed transactions during the period with Micro and Small enterprises covered under the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006. Hence, details of principal and interest have not been reported.
5. The Company is a service company and accordingly information required under paragraph 4(C) of Part II of Schedule VI to the Companies Act, 1956 has not been furnished.
6. Managers remuneration is charged to accounts as below:

| Particulars | 2010-2011 | 2009-2010 |
|----------------|----------------------|--------------|
| Salary Paid | Rs. 11,50,267 | Rs. 1,76,560 |
| Provident fund | Rs. 56,088 | Rs. 12,747 |

7. Estimated amount of contracts remaining to be executed on capital account (net of advances Rs. 76,57,84,139, *Previous year Rs. 99,89,95,714*) as at March 31, 2011 is Rs. 6,67,28,03,043 (*Previous Year Rs. 10,92,23,04,297*).
8. The Company has reviewed the useful life of fixed assets w.e.f. January 1, 2011. Consequently, depreciation rates have been revised resulting in additional charge of depreciation of Rs. 71,700/- and Preoperative expenditures for the year are higher to that extent.
9. Computers given to GSRDCL under clause K to Schedule C of the Concession Agreement are depreciated over a period of three years.
10. Auditor's Remuneration(Excluding service tax):

| Remuneration | 2010-11 Rupees | 2009-10 Rupees |
|---------------|-------------------|-------------------|
| Audit Fees | 2,00,000 | 1,50,000 |
| Other matters | 75,000 | – |

11. (a) The Company does not have taxable income and hence provision for current tax has not been made.
 (b) No provision has been made for Wealth Tax, as the Company does not have taxable wealth under the provisions of the Wealth Tax Act, 1957.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

12. Employee Benefits:

Provision for Gratuity is Rs. 1,03,645 (Previous year Rs. 55,356) as per the actuarial assumptions summarized below.

| SUMMARY OF ACTUARIAL ASSUMPTIONS | | | |
|---|--|------------------------------------|-----------------|
| A | Principle rules to compute Benefit Obligations | | |
| 1 | Valuation As on | 31/3/11 | 31/3/10 |
| 2 | Retirement Age | 58 Years | 58 Years |
| 3 | No. of Employees | 13 | 10 |
| 4 | Total monthly eligible salary monthly | Rs. 3,24,515 | Rs. 2,26,900 |
| 5 | Average age in years | 37.77 | 37 |
| 6 | Expected decrement related future service in years | 18 years | 13 years |
| 7 | Notional accrued service benefit obligation on current salary in Rs. | 2,00,204 | 67,442 |
| 8 | Present value of projected benefit obligations | 1,59,001 | 55,356 |
| B | Principal rules for calculating benefit obligations | As per rules | |
| 1 | Vesting period | As per Act | |
| 2 | Benefit formula for gratuity for all exists except death | As per Act | |
| 3 | Salary reckoned for computation of benefit obligations | As per the Act | |
| 4 | Ceiling on gratuity | As per rules of the Company | |
| C | Mean financial assumptions | | |
| 1 | Interest rate for discount per unit per annum | 8.25% | 7.50% |
| 2 | Salary escalation rate per unit per annum | 6.00% | 6.00% |
| D | Mean demographic assumption | | |
| 1 | Mortality rate | LIC 94-96 rates | LIC 94-96 rates |
| 2 | Attrition rate | 5% at all ages | 5% at all ages |
| 3 | Disability retirement | Nil | Nil |

Provision for Leave Encashment is Rs. 1,29,691/- (Previous year Rs. 1,06,675/-) as per actuarial benefit.

| SUMMARY OF ACTUARIAL ASSUMPTIONS | | | |
|---|--|------------------------------------|-----------------|
| | Valuation As on | 31/3/11 | 31/3/10 |
| 1 | Retirement Age | 58 Years | 58 Years |
| 2 | No. of Employees | 13 | 10 |
| 3 | Total monthly eligible salary monthly | Rs. 3,24,515 | Rs. 2,26,900 |
| 4 | Notional accrued service benefit obligation on current salary in Rs. | 2,36,366 | 1,29,888 |
| 5 | Average age | 37.77 | 37.00 |
| 6 | Expected decrement related future service in years | 18 | 13 |
| 7 | Total earned leave balance in days | 371 | 189 |
| 8 | Total eligible sick leave | NA | NA |
| 9 | Projected actuarial benefit obligations in Rs. | 2,36,366 | 1,06,675 |
| B | Principal rules for calculating benefit obligations | As per rules | |
| 1 | Vesting period | As per Act | |
| 2 | Benefit formula for gratuity for all exists except death | As per Act | |
| 3 | Salary reckoned for computation of benefit obligations | As per the Act | |
| 4 | Benefit payable | As per rules of the Company | |
| C | Mean financial assumptions | | |
| 1 | Interest rate for discount per unit per annum | 8.25% | 7.50% |
| 2 | Salary escalation rate per unit per annum | 6.00% | 6.00% |
| D | Mean demographic assumption | | |
| 1 | Mortality rate | LIC 94-96 rates | LIC 94-96 rates |
| 2 | Attrition rate | 5% at all ages | 5% at all ages |
| 3 | Disability retirement | Nil | Nil |

13. Disclosure of Related Parties / Related Party Transactions.

A. List of related parties

| | |
|--------------------------|---|
| Holding Company | : L&T Infrastructure Development Projects Limited |
| Ultimate Holding Company | : Larsen & Toubro Limited |
| Fellow subsidiaries | : L&T Halol - Shamlaji Tollway Limited |

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

: L&T Rajkot - Vadinar Tollway Limited
 : L&T Transco Private Limited
 : L&T Vadodara Bharuch Tollway Limited
 : L&T Urban Infrastructure Limited
 : L&T Samakhiali Gandhidham Tollway Private Limited
 : L&T Seawoods Private Limited
 : L&T Port Kachchigarh Limited
 : PNG Tollway Limited
 (Formerly known as L&T PNG Tollway Private Limited.)

B. Transactions with Related Parties and amounts due to / due from related parties

| S No. | Name of Related Party | Amount of Transactions (In Rupees) | Amount Due to (In Rupees) | Amount Due from (In Rupees) |
|--------------|---|---|--------------------------------------|--|
| 1. | Larsen & Toubro Limited | | | |
| | I. Subscription of equity | NIL | NIL | NIL |
| | | (620,000,000) | (NIL) | (NIL) |
| | II. Mobilization Advance | 233,111,575 | NIL | 765,784,139 |
| | | (1,134,249,986) | (NIL) | (998,995,714) |
| | III. EPC Progress Invoice | 3,497,823,344 | 419,630,628 | NIL |
| | | (464,019,626) | (13,48,43,316) | (NIL) |
| | IV. EPC cost – Nano | 44,017,760 | NIL | NIL |
| | | (768,945,487) | (NIL) | (NIL) |
| | V. Cost of Services | 412,426 | NIL | NIL |
| | | (493,177) | (NIL) | (NIL) |
| | VI. Reimbursement of Expenses | 6,288,890 | NIL | NIL |
| | | (1,40,83,821) | (NIL) | (NIL) |
| 2. | L&T Infrastructure Development Projects Limited | | | |
| | I. Equity Capital Money | 340,000,000 | NIL | NIL |
| | | (NIL) | (NIL) | (NIL) |
| | II. Cost of Service | 1,790,368 | 356,807 | NIL |
| | | (435,814) | (NIL) | (NIL) |
| | III. Facility Management | 4,950,102 | 1,405,285 | NIL |
| | | (46,42,270) | (NIL) | (NIL) |
| | IV. Reimbursement of Expenses | 1226069 | 1,048,478 | NIL |
| | | (166,707) | (NIL) | (NIL) |
| 3 | L&T Rajkot - Vadinar Tollway Limited | 213,870 | NIL | NIL |
| | | (3,737,772) | | |
| 4 | L&T Transco Private Limited | 2,900,494 | 759,391 | NIL |
| | | (15,15,473) | | |
| 5 | L&T Urban Infrastructure Limited | 27,924 | NIL | NIL |
| | | (2,02,386) | | |
| 6 | L&T Halol - Shamlaji Tollway Ltd | 55,333 | NIL | NIL |
| | | (36,90,781) | | |
| 7 | PNG Tollway Limited | NIL | NIL | NIL |
| | | (1581) | | |
| 8 | L&T Port Sutrapada Limited (Name changed to L&T Port Kachchigarh Limited) | NIL | NIL | NIL |
| | | (7500) | | |
| 9 | L&T Vadodra Bharuch Tollway Limited | NIL | NIL | NIL |
| | | (NIL) | | |
| 10 | L&T Seawoods Private Limited | 16,635 | NIL | NIL |
| | | (NIL) | | |
| 11 | L&T Samakhiali Gandhidham Tollway Private Limited | 39,01,352 | NIL | NIL |
| | | (NIL) | | |

Previous year figures are given in brackets

C. No amount due to / due from related parties has been written off or written back during the period.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

14. The Company has taken premises on cancelable operating lease. Lease rent amounting to Rs. 9,70,823 (*Previous year Rs. 6,45,600*) has been included in pre-operative expenses for the year.
15. Prior period adjustment includes income earned on short-term investment of borrowed funds for the year 2009-10 Rs. 7,65,338 reduced during the current year from pre-operative expenses.
16. Basic and Diluted Earnings per share (EPS) computed in accordance with Accounting standard (AS) 20 'Earnings per share':

| Particulars | For the Year 2010-11 Rupees | <i>For the Year 2009-10 Rupees</i> |
|---|--|--|
| Basic / Diluted | | |
| Loss after tax | (7,65,338) | <i>(6,154,675.39)</i> |
| Loss after tax available to equity share holder's | (7,65,338) | <i>(6,154,675.39)</i> |
| Weighted average no. of equity shares | 6,29,35,824 | <i>25,38,893</i> |
| Basic / Diluted EPS | (0.01) | <i>(2.42)</i> |

17. Expenditure in foreign currency:

| Particulars | 2010-11 | <i>2009-10</i> |
|--|-----------------|----------------|
| Progress payment for purchase of Highway traffic management system and toll software | Rs. 3,25,34,433 | <i>NIL</i> |

18. The Company is engaged only in the business of constructing and operating the BOT project. Further, the Company is carrying its business only in one geographical segment.
19. The provisions of the following Accounting Standards are not applicable since, the Company does not have such transactions / event:
Accounting For Government Grants - AS 12
Accounting For Amalgamation - AS 14
20. Figures of the previous year have regrouped / reclassified wherever necessary.

In terms of our report of even date attached

For and on behalf of the Board

M. K. DANDEKER & CO.
Chartered Accountants
ICAI Registration No. 000679S

K. J. DANDEKER
Partner
Membership No. 018533

NIRAJ KUMAR
Manager

T. S. VENKATESAN
Director

B. RAMAKRISHNAN
Director

Place : Chennai
Date : April 27, 2011

Place : Chennai
Date : April 27, 2011

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

Balance Sheet Abstract and Company's General Business Profile

I. Registration DetailsRegistration No. State Code Balance Sheet Date
Date Month Year**II. Capital raised during the year (Amount in Rs. Thousands)**Public Issue Rights Issue Bonus Issue Private Placement **III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)**Total Liabilities Total Assets **Sources of Fund**Paid-Up Capital Reserves & Surplus Secured Loans Unsecured Loans **Application of Funds**Net Fixed Assets (Including Capital Work in Progress) Investments + - Net Current Assets/(Liabilities) Misc. Expenditure Accumulated Losses **IV. Performance of Company (Amount in Rs. Thousands)**Turnover (Including other income) Total Expenditure + - Profit / Loss Before Tax + - Profit / Loss After Tax + - Earning per Share in Rs. (Basic) Dividend Rate % **V. Generic Names of Three Principal Products / Services of Company (As per monetary terms)**Item Code No.

(ITC Code)

Product Descriptions

For and on behalf of the Board

Place : Chennai
Date : April 27, 2011NIRAJ KUMAR
ManagerT. S. VENKATESAN
DirectorB. RAMAKRISHNAN
Director