

## Notes to the Financial Statements for the year ended March 31, 2013

### 1. CORPORATE INFORMATION

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

a) Engineering Procurement Construction (EPC)

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

b) Others

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

### 2. BASIS OF PREPARATION

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Act. The financial statements have been prepared on an accrual basis and under the historical cost convention.

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

#### NOTE 2.1 Summary of significant accounting policies

a) Use of estimates

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

b) Tangible fixed assets

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

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

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

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

c) Depreciation on tangible fixed assets

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

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

## Notes to the Financial Statements for the year ended March 31, 2013

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

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

#### d) Intangible assets

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

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

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

#### e) Impairment of tangible/ intangible assets

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

The Company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss, except for previously revalued tangible fixed assets, where the revaluation was taken to revaluation reserve. In this case, the impairment is also recognised in the revaluation reserve up to the amount of any previous revaluation.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

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

#### f) Leases

Where the Company is lessee

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

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

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

#### g) Borrowing costs

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

## Notes to the Financial Statements for the year ended March 31, 2013

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

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

#### h) Investments

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

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

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

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

#### i) Inventories

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

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

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

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

#### j) Revenue recognition

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

##### Revenue from construction activity

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

##### Dividends

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

##### Income from management/ technical services

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

##### Interest

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

#### k) Foreign currency translation

Foreign currency transactions and balances.

## Notes to the Financial Statements for the year ended March 31, 2013

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

(i) Initial recognition

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

(ii) Conversion

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

(iii) Exchange differences

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

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

For the purpose of (iii)(1) and (iii)(2) above, the Company treats a foreign monetary item as "long-term foreign currency monetary item", if it has a term of twelve months or more at the date of its origination. In accordance with MCA circular dated August 9, 2012, exchange differences for this purpose, are total differences arising on long-term foreign currency monetary items for the period. In other words, the Company does not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange differences.

#### I) Retirement and other employee benefits

(i) Defined contribution plans

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

(ii) Defined benefit plan

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

(iii) Other long-term employee benefits

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year end. Actuarial gains/ losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for twelve months after the reporting date.

(iv) Short-term employee benefits

Accumulated leave, which is expected to be utilised within the next twelve months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

## Notes to the Financial Statements for the year ended March 31, 2013

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

#### m) Earnings per share

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

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

#### n) Income taxes

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income tax Act, 1961 (the 'IT Act') enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

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

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

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

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

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

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

#### o) Segment reporting

##### Identification of segments

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

##### Allocation of common costs

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

##### Unallocated items

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

## Notes to the Financial Statements for the year ended March 31, 2013

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

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#### **Segment accounting policies**

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statement of the Company as a whole.

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

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

#### **q) Provisions**

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

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

#### **r) Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognise a contingent liability but discloses its existence in the financial statements.

#### **s) Cash and cash equivalents**

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

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## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE | 3 | SHARE CAPITAL

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Authorised shares</b>		
7,500,000,000 (March 31, 2012: 7,500,000,000) equity shares of ₹ 1 each	750.00	750.00
<b>Issued, subscribed and fully paid-up shares</b>		
3,892,430,282 (March 31, 2012: 3,892,430,282) equity shares of ₹ 1 each	389.24	389.24
<b>Issued, subscribed but not fully paid-up shares</b>		
4,500 (March 31, 2012: 4,500) equity shares of Re. 1 each not fully paid up [₹ 2,250 (March 31, 2012: ₹ 2,250)]	0.00	0.00
<b>Total issued, subscribed and paid-up share capital</b>	<b>389.24</b>	<b>389.24</b>

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

Equity Shares	March 31, 2013		March 31, 2012	
	Number	₹ in Crore	Number	₹ in Crore
At the beginning of the year	3,892,434,782	389.24	3,892,434,782	389.24
Add: Issued during the year	-	-	-	-
Outstanding at the end of the year	3,892,434,782	389.24	3,892,434,782	389.24

#### b) Terms/rights attached to equity shares

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

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

#### (c) Shares held by Holding/ultimate Holding Company and/or their subsidiaries/ associates

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

Particulars	March 31, 2013 Number	March 31, 2012 Number
<b>GMR Holdings Private Limited ('GHPL'), the Holding Company</b>		
Equity shares of ₹ 1 each fully paid-up	2,736,221,862	2,736,221,862
<b>Rajam Enterprises Private Limited ('REPL'), an associate of the Holding Company</b>		
Equity shares of ₹ 1 each fully paid-up	-	5,170,000
<b>GMR Infra Ventures LLP ('GIVLLP'), an associate of the Holding Company</b>		
Equity shares of ₹ 1 each fully paid-up	30,000,000	30,000,000
<b>GMR Enterprises Private Limited ('GEPL'), an associate of the Holding Company</b>		
Equity shares of ₹ 1 each fully paid-up	17,100,000	4,830,000
<b>Welfare Trust of GMR Infra Employees ('GWT'), an associate of the Company</b>		
Equity shares of ₹ 1 each fully paid-up	17,999,800	17,999,800

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Equity shares allotted as fully paid-up for consideration other than cash <sup>1</sup>	2.60	2.60

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

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 3 | SHARE CAPITAL (Contd.)

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

Particulars	March 31, 2013		March 31, 2012	
	Number	% holding in the class	Number	% holding in the class
Equity shares of ₹ 1 each fully paid				
GHPL	2,736,221,862	70.30%	2,736,221,862	70.30%

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

### NOTE 4 | RESERVES AND SURPLUS

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>(a) Securities premium account</b>		
Balance as per the last financial statements	6,378.10	6,440.71
Less: utilised towards provision for debenture redemption premium (net of taxes and MAT credit)	49.76	62.61
<b>Closing balance</b>	<b>6,328.34</b>	<b>6,378.10</b>
<b>(b) Debenture redemption reserve</b>		
Balance as per the last financial statements	58.60	40.99
Add: amount transferred from surplus balance in the statement of profit and loss	81.53	36.57
Less: amount transferred to general reserve	21.66	18.96
<b>Closing balance</b>	<b>118.47</b>	<b>58.60</b>
<b>(c) General reserve</b>		
Balance as per the last financial statements	18.96	-
Add: amount transferred from debenture redemption reserve	21.66	18.96
<b>Closing balance</b>	<b>40.62</b>	<b>18.96</b>
<b>(d) Surplus in the statement of profit and loss</b>		
Balance as per last financial statements	382.37	298.64
Profit for the year	53.45	120.30
Less: Appropriations		
Proposed final equity dividend <sup>1</sup>	38.92	-
Tax on proposed equity dividend	6.31	-
Transfer to debenture redemption reserve	81.53	36.57
<b>Net surplus in the statement of profit and loss</b>	<b>309.06</b>	<b>382.37</b>
<b>Total reserves and surplus</b>	<b>6,796.49</b>	<b>6,838.03</b>

1. The Board of Directors of the Company have recommended a dividend of ₹ 0.10 per equity share of ₹ 1 each for the year ended March 31, 2013.

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE | 5 | LONG-TERM BORROWINGS

Particulars	Non-current portion		Current maturities	
	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Debentures</b>				
10,000 (March 31, 2012: 3,500) 0% secured, redeemable and non-convertible debentures of ₹ 987,500 each <sup>1</sup>	977.50	345.63	10.00	3.50
5,000 (March 31, 2012: 5,000) 0% unsecured, redeemable and non-convertible debentures of ₹ 700,000 each <sup>2</sup>	175.00	350.00	175.00	75.00
<b>Term loans</b>				
Indian rupee term loan from a financial institution (unsecured) <sup>3,4</sup>	983.33	1,175.00	191.67	100.00
Indian rupee term loan from a bank (secured) <sup>5,6,7</sup>	430.00	34.00	93.50	25.00
Indian rupee term loan from a bank (unsecured) <sup>8,9</sup>	450.00	-	-	-
	<b>3,015.83</b>	<b>1,904.63</b>	<b>470.17</b>	<b>203.50</b>
<b>The above amount includes</b>				
Secured borrowings	1,407.50	379.63	103.50	28.50
Unsecured borrowings	1,608.33	1,525.00	366.67	175.00
Amount disclosed under the head "other current liabilities" (refer note 10)	-	-	(470.17)	(203.50)
<b>Net amount</b>	<b>3,015.83</b>	<b>1,904.63</b>	<b>-</b>	<b>-</b>

- During the year ended March 31, 2012, the Company had entered into an agreement to issue 7,000 secured, redeemable, non-convertible debentures of ₹ 1,000,000 each to ICICI Bank Limited ('ICICI') ('Tranche 1'). During the year ended March 31, 2013, the Company has entered into an agreement with ICICI to issue 3,000 secured, redeemable, non convertible debentures of ₹ 1,000,000 each ('Tranche 2'). These debentures are secured by way of first ranking: (a) pari passu charge on the fixed assets of GMR Vemagiri Power Generation Limited ('GVPGL'), a subsidiary Company; (b) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GMR Energy Limited ('GEL') held by GMR Renewable Energy Limited ('GREEL'); (c) pari passu pledge over 30% of fully paid-up equity shares of ₹ 10 each of GVPGL held by GEL; (d) pari passu charge over GVPGL excess cash flow account, as defined in the subscription agreement executed between the Company and ICICI; and (e) exclusive charge over Debt Service and Reserve Account ('DSRA') maintained by the Company with ICICI. These debentures are redeemable at a premium yielding 14.50% p.a. till March 25, 2013 and after March 25, 2013 with a yield of base rate of ICICI plus 4.50% p.a. The Tranche 1 is redeemable in thirty seven quarterly unequal installments commencing from March 25, 2012 and Tranche 2 is redeemable in thirty six quarterly unequal installments commencing from June 25, 2012. As at March 31, 2013, the Company has partially redeemed these debentures and the revised face value of these debentures after redemption is ₹ 987,500 (March 31, 2012: ₹ 997,500) per debenture.
- During the year ended March 31, 2010, the Company had issued 5,000 unsecured redeemable, non-convertible debentures of ₹ 1,000,000 each to ICICI which are redeemable at a premium yielding 14.00% p.a. (March 31, 2012 : 14.00% p.a.) and are repayable in 5 annual unequal installments commencing from April 2011. As at March 31, 2013, the Company has partially redeemed these debentures and the revised face value of these debentures after redemption is ₹ 700,000 (March 31, 2012: ₹ 850,000) per debenture.
- Indian rupee term loan from the Life Insurance Corporation of India ('LIC') of ₹ 275 Crore carries periodic rates of interest as agreed with the lenders and is payable on a yearly basis. The loan is repayable in 3 equated annual installments commencing from August 2013. The loan is secured by way of a corporate guarantee issued by GHPL and pledge of 269,238,300 (March 31, 2012: 169,178,714) equity shares of Re. 1 each of the Company, held by GHPL.
- Indian rupee term loan from LIC of ₹ 900 Crore (March 31, 2012: ₹ 1,000 Crore) carries interest @ 11.75% p.a. (March 31, 2012 : 11.75% p.a.) and is payable on a half yearly basis. The loan is repayable in 10 equated annual installments commencing from December 2012. The loan is secured by exclusive first charge on barge mounted plant of a subsidiary Company and pledge of 115,103,532 (March 31, 2012: 102,669,405) equity shares of ₹ 1 each of the Company, held by GHPL.
- Indian rupee term loan from a bank of ₹ 43.50 Crore (March 31, 2012: ₹ 59.00 Crore) carries interest @ BBR plus 2.50% p.a. (March 31, 2012 : BBR plus 2.50% p.a.) and is payable on a monthly basis. The loan is repayable in 3 equal installments at the end of 12th, 18th and 24th month from the date of first disbursement i.e. February 16, 2012. The loan is secured by an exclusive first charge on assets acquired out of the proceeds of the loan and second charge on the current assets of EPC division of the Company.
- Indian rupee term loan from a bank of ₹ 300 Crore (March 31, 2012: ₹ Nil) carries interest @ base rate of lender plus spread of 1.50% p.a. (March 31, 2012: Nil) and is payable on a monthly basis. The loan is secured by i) 10% of cash margin on the outstanding amount in the form of lien on fixed deposit in favour of the lender; and ii) exclusive charge on loans and advances provided by the Company out of this loan facility. The loan is repayable in 6 equal quarterly installments commencing from March 31, 2014.
- The Company has been sanctioned an Indian rupee term loan from a bank of ₹ 200 Crore (March 31, 2012: ₹ Nil) which carries interest @ base rate of lender plus spread of 1.50% p.a. (March 31, 2012 : Nil) and is payable on a monthly basis. The loan is secured by a first charge over the immovable properties of ₹ 20 Crore, aircrafts of ₹ 50 Crore and exclusive charge on loans and advances provided by the Company out of this loan facility, charge over 30% shares of GHPL in GMR Sports Private Limited ('GSPL') and non-disposable undertaking with regard to 19% of shareholding of GHPL in GSPL. The loan is repayable in 8 equal quarterly installments commencing from June 26, 2016. Of the above ₹ 200 Crore, the Company has availed ₹ 180 Crore as at March 31, 2013.

## Notes to the Financial Statements for the year ended March 31, 2013

8. The Company has been sanctioned an Indian rupee term loan from a bank of ₹ 500 Crore (March 31, 2012: ₹ Nil) which carries interest @ base rate of lender plus applicable spread of 3.25% p.a. (March 31, 2012: Nil) and is payable on a monthly basis. The loan is secured by exclusive first mortgage and charge on i) movable fixed assets and immovable properties of GMR Power Corporation Limited ('GPCL'); ii) non-agricultural lands of GMR Hebbal Towers Private Limited ('GHTPL') and Mr. G. M. Rao; iii) certain immovable properties of Boyance Infrastructure Private Limited ('BIPL') in Mamidipally, Ranga Reddy district; iv) commercial apartment owned by Honey Flower Estates Private Limited ('HFEPL'); and v) an irrevocable and unconditional guarantee of GHPL, BIPL and HFEPL and demand promissory note equal to principal amount of the loan and interest payable on the loan. The loan is repayable in 16 quarterly installments commencing from October 1, 2014. Of the above ₹ 500 Crore, the Company has availed ₹ 200 Crore as at March 31, 2013.
9. Indian rupee term loan from a bank of ₹ 250 Crore (March 31, 2012: ₹ Nil) carries interest @ base rate of lender plus 1.50% p.a. (March 31, 2012: Nil) and is payable on a monthly basis. This loan is secured by exclusive first mortgage and charge on i) non-agricultural lands of BIPL, Namitha Real Estates Private Limited ('NREPL'), Sri Varalakshmi Jute Twine Mills Private Limited ('SVJTMPL') and Neozone Properties Private Limited ('NPPL'). The loan is repayable in 5 equated monthly installments commencing from November 30, 2014.

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Deferred tax liability</b>		
Fixed assets: Impact of difference between tax depreciation and depreciation/amortisation charged for the financial reporting	8.75	6.31
<b>Gross deferred tax liability</b>	<b>8.75</b>	<b>6.31</b>
<b>Deferred tax asset</b>		
Impact of expenditure charged to the statement of profit and loss but allowed for tax purposes on payment basis	27.07	2.41
<b>Gross deferred tax asset</b>	<b>27.07</b>	<b>2.41</b>
<b>Net deferred tax (asset)/liability</b>	<b>(18.32)</b>	<b>3.90</b>

### NOTE 7 OTHER LONG-TERM LIABILITIES

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Retention money <sup>1</sup>	-	14.89
	-	<b>14.89</b>

1. Retention money is payable on the completion of the contracts or after the completion of the defect liability period as defined in the respective contracts.

### NOTE 8 PROVISIONS

Particulars	Long-term		Short-term	
	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Provision for employee benefits</b>				
Provision for gratuity (refer Note 28)	0.89	0.39	0.41	0.12
Provision for leave benefits	-	-	5.43	4.72
Provision for other employee benefits	-	-	10.28	12.34
	<b>0.89</b>	<b>0.39</b>	<b>16.12</b>	<b>17.18</b>
<b>Other provision</b>				
Proposed equity dividend (refer Note 4(d)1)	-	-	38.92	-
Provision for tax on proposed equity dividend (refer Note 4(d))	-	-	6.31	-
Provision for debenture redemption premium	-	-	6.37	5.70
	-	-	<b>51.60</b>	<b>5.70</b>
	<b>0.89</b>	<b>0.39</b>	<b>67.72</b>	<b>22.88</b>

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 9 | SHORT-TERM BORROWINGS

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Bank overdraft (secured) <sup>1</sup>	201.20	-
Short-term loans from banks (unsecured) <sup>2</sup>	150.00	500.00
Intercompany deposits from related parties repayable on demand (unsecured) <sup>3</sup>	150.00	102.00
<b>Debentures</b>		
2,500 (March 31, 2012: 2,500) 0.01% unsecured, non-convertible debentures of ₹ 1,000,000 each <sup>4</sup>	250.00	250.00
	<b>751.20</b>	<b>852.00</b>
<b>The above amount includes</b>		
Secured borrowings	201.20	-
Unsecured borrowings	550.00	852.00
	<b>751.20</b>	<b>852.00</b>

- Bank overdraft is secured by a first charge on current assets of the EPC division of the Company and carries an interest @ 13.75% p.a. (March 31, 2012: 13.75% p.a.).
- Short-term loan from banks represents loan taken from various banks which are repayable by way of a bullet payment within one year from the date of disbursement and carry interest rate ranging from 12% to 12.80%. (March 31, 2012: 12% to 12.50%).
- During the year ended March 31, 2013, the Company has accepted intercompany deposit of ₹ 150 Crore from its subsidiary, GMR Airports Limited ('GAL') which is repayable within 6 months from the date of first disbursement of deposit and carries an interest @ 11.75% p.a. (March 31, 2012: Nil) payable on a monthly basis. During the year ended March 31, 2012, the Company had accepted intercompany deposit of ₹ 7.00 Crore from its subsidiary, GMR Airport Developers Limited ('GADL') which was repayable within 90 days from the date of such deposit and carried interest @ 9.5% p.a. payable monthly and ₹ 95.00 Crore from its fellow subsidiary, GMR Projects Private Limited ('GPPL'), which was repayable on demand and carried interest @ 11% p.a. payable on a monthly basis.
- During the year ended March 31, 2012, the Company had issued 0.01% non-convertible, unsecured debentures of ₹ 1,000,000 each to GAL. These debentures are redeemable at par on or before 5 years at the option of the subscriber or the Company from the date of allotment, viz., January 6, 2012.

### NOTE 10 | OTHER CURRENT LIABILITIES

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Trade payable (refer Note 33) <sup>1</sup>	162.55	172.26
	<b>(A) 162.55</b>	<b>172.26</b>
<b>Other liabilities</b>		
Current maturities of long-term borrowings (refer Note 5)	470.17	203.50
Interest accrued but not due on borrowings	137.82	15.88
Unearned revenue	1.67	144.99
Share application money refund <sup>2</sup>	0.05	0.05
Advances from customers (refer Note 33)	270.28	172.64
Retention money	69.68	28.01
Non-trade payable (refer Note 33)	9.77	21.12
TDS payable	5.75	4.91
Other statutory dues	1.03	0.96
	<b>(B) 966.22</b>	<b>592.06</b>
<b>Total (A + B)</b>	<b>1,128.77</b>	<b>764.32</b>

- Refer note 39 for details of dues to micro and small enterprises.
- There is no amount due and outstanding to be credited to Investor education and protection fund.

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 11 | TANGIBLE ASSETS

Particulars							(₹ in Crore)
	Freehold Land	Office Equipments	Computer Equipments	Plant and Equipments	Furniture and Fixtures	Vehicles	Total
<b>Gross block (at cost)</b>							
As at April 1, 2011	0.08	5.55	6.48	68.32	1.78	4.10	86.31
Additions	-	1.08	1.51	20.34	0.99	2.30	26.22
Disposals	-	-	-	-	-	0.09	0.09
<b>As at March 31, 2012</b>	<b>0.08</b>	<b>6.63</b>	<b>7.99</b>	<b>88.66</b>	<b>2.77</b>	<b>6.31</b>	<b>112.44</b>
Additions	-	1.51	0.89	12.25	0.19	0.15	14.99
Disposals	-	-	0.01	-	-	0.29	0.30
<b>As at March 31, 2013</b>	<b>0.08</b>	<b>8.14</b>	<b>8.87</b>	<b>100.91</b>	<b>2.96</b>	<b>6.17</b>	<b>127.13</b>
<b>Depreciation</b>							
As at April 1, 2011	-	0.52	1.67	2.84	0.59	0.50	6.12
Charge for the year	-	0.33	1.12	4.78	0.36	0.51	7.10
Disposals	-	-	-	-	-	0.09	0.09
<b>As at March 31, 2012</b>	<b>-</b>	<b>0.85</b>	<b>2.79</b>	<b>7.62</b>	<b>0.95</b>	<b>0.92</b>	<b>13.13</b>
Charge for the year	-	0.36	1.71	5.22	0.20	0.62	8.11
Disposals	-	-	-	-	-	0.05	0.05
<b>As at March 31, 2013</b>	<b>-</b>	<b>1.21</b>	<b>4.50</b>	<b>12.84</b>	<b>1.15</b>	<b>1.49</b>	<b>21.19</b>
<b>Net block</b>							
<b>As at March 31, 2012</b>	<b>0.08</b>	<b>5.78</b>	<b>5.20</b>	<b>81.04</b>	<b>1.82</b>	<b>5.39</b>	<b>99.31</b>
<b>As at March 31, 2013</b>	<b>0.08</b>	<b>6.93</b>	<b>4.37</b>	<b>88.07</b>	<b>1.81</b>	<b>4.68</b>	<b>105.94</b>

### NOTE 12 | INTANGIBLE ASSETS

Particulars			(₹ in Crore)
	Computer software		Total
<b>Gross block (at cost)</b>			
As at April 1, 2011		2.11	2.11
Additions		1.00	1.00
Disposals		-	-
<b>As at March 31, 2012</b>		<b>3.11</b>	<b>3.11</b>
Additions		1.00	1.00
Disposals		-	-
<b>As at March 31, 2013</b>		<b>4.11</b>	<b>4.11</b>
<b>Amortisation</b>			
As at April 1, 2011		0.47	0.47
Charge for the year		0.48	0.48
Disposals		-	-
<b>As at March 31, 2012</b>		<b>0.95</b>	<b>0.95</b>
Charge for the year		0.20	0.20
Disposals		-	-
<b>As at March 31, 2013</b>		<b>1.15</b>	<b>1.15</b>
<b>Net block</b>			
<b>As at March 31, 2012</b>		<b>2.16</b>	<b>2.16</b>
<b>As at March 31, 2013</b>		<b>2.96</b>	<b>2.96</b>

## Notes to the Financial Statements for the year ended March 31, 2013

## NOTE | 13 | NON-CURRENT INVESTMENTS

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Trade investments (valued at cost unless stated otherwise)</b>		
<b>Unquoted equity shares</b>		
<b>A. In Subsidiary Companies</b>		
<b>- Domestic Companies</b>		
GMR Hyderabad International Airport Limited ('GHIAL')	0.00	0.00
[1,000 (March 31, 2012: 1,000) equity shares of ₹ 10 each] [₹ 10,000 (March 31, 2012: ₹ 10,000)]		
GMR Pochanpalli Expressways Limited ('GPEPL')	1.38	57.13
[1,380,000 (March 31, 2012: 57,132,000) equity shares of ₹ 10 each]		
GMR Jadcherla Expressways Limited ('GJEL') (Formerly GMR Jadcherla Expressways Private Limited)	1.18	48.78
[1,178,250 (March 31, 2012: 48,779,550) equity shares of ₹ 10 each]		
GMR Ambala Chandigarh Expressways Private Limited ('GACEPL')*	23.27	23.27
[23,272,687 (March 31, 2012: 23,272,687) equity shares of ₹ 10 each]		
DIAL <sup>1*</sup>	245.00	245.00
[245,000,000 (March 31, 2012: 245,000,000) equity shares of ₹ 10 each]		
GMR Ulundurpet Expressways Private Limited ('GUEPL')	1.99	82.28
[1,987,500 (March 31, 2012: 82,282,500) equity shares of ₹ 10 each]		
GMR (Badrinath) Hydro Power Generation Private Limited ('GBHPL')	0.00	0.00
[4,900 (March 31, 2012: 4,900) equity shares of ₹ 10 each] [₹ 49,000 (March 31, 2012: ₹ 49,000)]		
GAL	679.83	679.83
[340,869,304 (March 31, 2012: 340,869,304) equity shares ₹ 10 each]		
GMR Aviation Private Limited ('GAPL')	86.44	86.44
[86,440,000 (March 31, 2012: 86,440,000) equity shares of ₹ 10 each]		
Gateways for India Airports Private Limited ('GFIAL')	0.01	0.01
[8,649 (March 31, 2012: 8,649) equity shares of ₹ 10 each]		
GMR Krishnagiri SEZ Limited ('GKSEZ')	117.50	117.50
[117,500,000 (March 31, 2012: 117,500,000) equity shares of ₹ 10 each]		
GMR SEZ & Port Holdings Private Limited ('GSPHPL')	47.99	47.99
[47,989,999 (March 31, 2012: 47,989,999) equity shares of ₹ 10 each]		
GMR Highways Limited ('GMRHL')*	20.00	20.00
[20,000,000 (March 31, 2012: 20,000,000) equity shares of ₹ 10 each]		
GMR Hyderabad Vijayawada Expressways Private Limited ('GHVEPL')	2.05	2.05
[2,050,000 (March 31, 2012: 2,050,000) equity shares of ₹ 10 each]		
GMR Corporate Affairs Private Limited ('GCAPL')	5.00	5.00
[4,999,900 (March 31, 2012: 4,999,900) equity shares of ₹ 10 each]		
GMR Chennai Outer Ring Road Private Limited ('GCORRPL')*	9.30	9.30
[9,300,000 (March 31, 2012: 9,300,000) equity shares of ₹ 10 each]		
GMR Energy Trading Limited ('GETL')	50.22	42.12
[50,219,897 (March 31, 2012: 42,119,897) equity shares of ₹ 10 each]		
Dhruvi Securities Private Limited ('DSPL')	199.70	39.70
[168,059,694 (March 31, 2012: 8,059,694) equity shares of ₹ 10 each]		
GMR OSE Hungund Hospet Highways Private Limited ('GOSEHHHPL')*	59.80	59.80
[59,801,692 (March 31, 2012: 59,801,692) equity shares of ₹ 10 each]		
GREEL	0.50	0.50
[500,000 (March 31, 2012: 500,000) equity shares of ₹ 10 each]		
GMR Power Infra Limited ('GPIL')	0.85	0.85
[849,490 (March 31, 2012: 849,490) equity shares of ₹ 10 each]		
GMR Kishangarh Udaipur Ahmedabad Expressways Limited ('GKUAEL')	5.05	0.05
[5,050,000 (March 31, 2012: 50,000) equity shares of ₹ 10 each]		

## Notes to the Financial Statements for the year ended March 31, 2013

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>- Body Corporates</b>		
GMR Energy (Mauritius) Limited ('GEML') [₹ 202 (March 31, 2012: ₹ 202)] [5 (March 31, 2012: 5) equity share of USD 1 each]	0.00	0.00
GMR Infrastructure (Mauritius) Limited ('GIML') (refer Note 43) [320,550,001 (March 31, 2012: 320,550,001) equity share of USD 1 each]	1,477.99	1,477.99
GMR Energy (Singapore) Pte Limited ('GESPL') (Formerly Island Power Company Pte Limited) [Nil (March 31, 2012: 4,059,436) equity share of SGD 1 each]	-	10.41
GMR Coal Resources Pte Limited ('GCRPL') (Formerly GMR Infrastructure Investments (Singapore) Pte Limited) [30,000 (March 31, 2012: 30,000) equity share of SGD 1 each]	0.11	0.11
GMR Male International Airport Private Limited ('GMIAL') [₹ 4,917 (March 31, 2012: ₹ 4,917)] [154 (March 31, 2012: 154) equity shares of Mrf 10 each]	0.00	0.00
<b>B. In Joint Venture</b>		
Istanbul Sabiha Gokcen Uluslararası Havalimani Yatirim Yapim Ve Isletme Anonim Sirketi ('ISG')* [109,629,660 (March 31, 2012: 86,984,800) equity shares of YTL 1 each]	334.62	266.76
<b>(i)</b>	<b>3,369.78</b>	<b>3,322.87</b>
1. The Company has filed an application with the Airport Authority of India ('AAI') for transfer of the Company's shareholding in DIAL to GAL. Pending receipt of approval from the AAI, the Company continues to carry the investment in DIAL as long term investment.		
<b>Unquoted preference shares</b>		
<b>C. In Subsidiary Companies</b>		
GEL [215,109,146 (March 31, 2012: 121,359,147) 1% non-cumulative redeemable preference shares of ₹ 10 each]	346.36	121.36
GEL [280,493,375 (March 31, 2012: 280,493,375) 1% cumulative redeemable preference shares of ₹ 10 each]	280.49	280.49
GPEPL [4,450,000 (March 31, 2012: 4,450,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	44.50	44.50
GACEPL [66,000 (March 31, 2012: 66,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	0.66	0.66
GUEPL [2,002,000 (March 31, 2012: 10,002,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	20.02	100.02
GMRHL [70,654,000 (March 31, 2012: 62,654,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	706.54	626.54
GCORRPL [2,192,500 (March 31, 2012: 2,192,500) 6% non-cumulative redeemable convertible preference shares of ₹ 100 each]	21.93	21.93
GCAPL [15,000,000 (March 31, 2012: 15,000,000) 8% non-cumulative redeemable preference shares of ₹ 10 each]	15.00	15.00
DSPL [42,000,000 (March 31, 2012: 202,000,000) 8% compulsory convertible preference shares of ₹ 10 each]	210.00	1,010.00
GHVEPL [7,682,740 (March 31, 2012: 428,740) 6% non-cumulative redeemable convertible preference shares of ₹ 100 each]	76.83	4.29
GKUAEL [195,000 (March 31, 2012: Nil) .1% non-cumulative redeemable convertible preference shares of ₹ 100 each]	1.95	-
GAL [10,731,700 (March 31, 2012: 10,731,700) class B compulsorily convertible preference shares of ₹ 1000 each] <sup>1</sup>	-	-
GJEPL [5,310,000 (March 31, 2012: 5,310,000) 8% non-cumulative redeemable preference shares of ₹ 100 each]	53.10	53.10
Less: Current portion of non-current investments <sup>2</sup> (refer note 16)	(53.10)	-
<b>(ii)</b>	<b>1,724.28</b>	<b>2,277.89</b>

- GAL has allotted these shares as bonus shares in their allotment and transfer committee meeting held on August 04, 2011.
- The Company along with its subsidiaries GEL and GMRHL have entered into definitive sale agreements with private equity investors for divestment of its stake in GJEPL. Subsequent to the year end, these preference shares has been redeemed.

## Notes to the Financial Statements for the year ended March 31, 2013

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Unquoted debentures</b>		
<b>D. In Subsidiary Companies</b>		
GKSEZ	135.00	135.00
[135 (March 31, 2012: 135) 12% unsecured optionally convertible cumulative debentures of ₹ 10,000,000 each]		
GKSEZ	47.20	22.80
[472 (March 31, 2012: 228) 12% optionally convertible cumulative debentures of ₹ 1,000,000 each]		
GAPL	185.65	185.65
[18,565 (March 31, 2012: 18,565) 12.50% (March 31, 2012: 2%) unsecured optionally convertible debentures of ₹ 100,000 each]		
GSPHPL	100.00	100.00
[100 (March 31, 2012: 100) 1% unsecured optionally convertible cumulative debentures of ₹ 10,000,000 each]		
GSPHPL	129.00	128.85
[12,900 (March 31, 2012: 12,885) 0.1% unsecured convertible cumulative debentures of ₹ 100,000 each]		
GSPHPL	15.70	-
[1,570 (March 31, 2012: Nil) 12% unsecured optionally convertible cumulative debentures of ₹ 100,000 each]		
GCAPL	15.00	15.00
[1,500,000 (March 31, 2012: 1,500,000) 5% unsecured non-convertible redeemable debentures of ₹ 100 each]		
GCAPL	135.00	135.00
[13,500,000 (March 31, 2012: 13,500,000) 1% unsecured non-convertible redeemable debentures of ₹ 100 each]		
Deepesh Properties Private Limited ('DPPL')	3.00	10.00
[300 (March 31, 2012: 1,000) 0.1% unsecured optionally convertible cumulative debentures of ₹ 100,000 each]		
Padmapriya Properties Private Limited ('PAPPL')	7.50	12.30
[750 (March 31, 2012: 1,230) 0.1% unsecured optionally convertible cumulative debentures of ₹ 100,000 each]		
GEL	987.50	349.13
[10,000 (March 31, 2012: 3,500) 14.50% unsecured non-convertible redeemable debentures of ₹ 987,500 each]		
Less: Current portion of non-current investments (refer note 16)	(10.00)	(3.50)
	<b>(iii)</b>	<b>1,750.55</b>
<b>Unquoted equity shares</b>		
<b>E. - In other Body Corporates</b>		
GMR Infrastructure (Overseas) Limited ('GIOL') (Formerly GMR Holdings (Overseas) Investments Limited) [₹ 4,903 (March 31, 2012: ₹ 4,903)]	0.00	0.00
[100 (March 31, 2012: 100) equity shares of USD 1 each]		
GMR Holdings (Malta) Limited ('GHML')* [₹ 3,924 (March 31, 2012: ₹ 3,924)]	0.00	0.00
[58 (March 31, 2012: 58) equity shares of EURO 1 each]		
Istanbul Sabiha Gokcen Uluslararası Havalimanı Yer Hizmetleri Anonim Şirketi ('SGH')*	1.27	1.27
[4,300 (March 31, 2012: 4,300) equity shares of YTL 100 each]		
	<b>(iv)</b>	<b>1.27</b>
	<b>Total (i)+(ii)+(iii)+(iv)</b>	<b>6,845.88</b>
Aggregate amount of unquoted investments	<b>6,845.88</b>	<b>6,692.26</b>

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

## Notes to the Financial Statements for the year ended March 31, 2013

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
GMRHL	5.20	-
[5,200,000 (March 31, 2012: Nil) equity shares of ₹ 10 each fully paid-up]		
GACEPL	23.27	23.27
[23,272,687 (March 31, 2012: 23,272,687) equity shares of ₹ 10 each fully paid-up]		
DIAL	99.32	99.32
[99,324,324 (March 31, 2012: 99,324,324) equity shares of ₹ 10 each fully paid-up]		
GCORRPL	2.42	2.42
[2,418,000 (March 31, 2012: 2,418,000) equity shares of ₹ 10 each fully paid-up]		
GOSEHHHPL	7.99	7.99
[7,988,993 (March 31, 2012: 7,988,993) equity shares of ₹ 10 each fully paid-up]		
GHML [₹ 3,924 (March 31, 2012: ₹ 3,924)]	0.00	0.00
[58 (March 31, 2012: 58) equity shares of Euro 1 each fully paid-up]		
ISG	266.76	266.76
[86,984,800 (March 31, 2012: 86,984,800) equity shares of YTL 1 each fully paid-up]		
SGH	1.27	1.27
[4,300 (March 31, 2012: 4,300) equity shares of YTL 100 each fully paid up]		

### NOTE 14 | LOANS AND ADVANCES

Particulars	Non-current		Current	
	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Capital advances</b>				
Unsecured, considered good	1.71	5.33	-	-
(A)	<b>1.71</b>	<b>5.33</b>	-	-
<b>Security deposit</b>				
Unsecured, considered good (refer Note 33)	8.07	7.86	-	-
(B)	<b>8.07</b>	<b>7.86</b>	-	-
<b>Loan and advances to related parties</b>				
Unsecured, considered good (refer Note 33)	2,747.49	1,472.80	700.51	771.07
(C)	<b>2,747.49</b>	<b>1,472.80</b>	<b>700.51</b>	<b>771.07</b>
<b>Advances recoverable in cash or kind</b>				
Unsecured, considered good	-	0.42	43.43	130.17
(D)	-	<b>0.42</b>	<b>43.43</b>	<b>130.17</b>
<b>Other loans and advances (unsecured, considered good)</b>				
Advance income-tax (net of provision for taxation)	55.54	28.48	-	-
MAT credit entitlement <sup>1</sup>	27.58	41.50	-	-
Prepaid expenses	0.46	-	1.66	2.42
Loan to others <sup>2</sup>	115.00	115.00	-	-
Loans to employees	0.56	0.41	1.14	1.08
Balances with statutory/government authorities	25.62	11.29	-	-
(E)	<b>224.76</b>	<b>196.68</b>	<b>2.80</b>	<b>3.50</b>
<b>Total (A+B+C+D+E)</b>	<b>2,982.03</b>	<b>1,683.09</b>	<b>746.74</b>	<b>904.74</b>

- During the year ended March 31, 2013, the Company has utilised MAT credit of ₹ 3.53 Crore. Further the Company has reversed MAT credit of ₹ 10.39 Crore during the current year based on an intimation under Section 143 (1) of the IT Act.
- The Company has given an interest free loan of ₹ 115.00 Crore (March 31, 2012: ₹ 115.00 Crore) to GWT. Based on the confirmation received from GWT, the trust has utilised the proceeds of the loan received from the Company in the following manner:

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Investment in equity shares of the Company	101.55	101.55
Investment in equity shares of GAL	11.28	11.28
Bank balance	2.17	2.17
	<b>115.00</b>	<b>115.00</b>

Securities and Exchange Board of India ('SEBI') has issued Circular No. CIR/CFD/DIL/3-2013 dated January 17, 2013 prohibiting listed entities from framing any employee benefit scheme involving acquisition of own securities from the secondary market. The management of the Company has submitted the details of the GWT to the stock exchanges and is in the process of complying with the requirements of the circular within the prescribed timelines. SEBI has issued Circular No. CIR/CFD/DIL/7-2013 dated May 13, 2013 extending the date of compliance to December 31, 2013.

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE | 15 | TRADE RECEIVABLES AND OTHER ASSETS

#### 15.1 Trade receivables

Particulars	Non-current		Current	
	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Unsecured, considered good</b>				
Outstanding for a period exceeding six months from the date they are due for payment	-	-	1.99	25.60
<b>(A)</b>	<b>-</b>	<b>-</b>	<b>1.99</b>	<b>25.60</b>
<b>Other receivables</b>				
Unsecured, considered good <sup>1</sup>	111.38	79.53	204.80	269.84
<b>(B)</b>	<b>111.38</b>	<b>79.53</b>	<b>204.80</b>	<b>269.84</b>
<b>Total (A+B)</b>	<b>111.38</b>	<b>79.53</b>	<b>206.79</b>	<b>295.44</b>

1. Includes retention money of ₹ 158.28 Crore (March 31, 2012: ₹ 112.00 Crore)

#### 15.2 Other assets

Particulars	Non-current		Current	
	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Unsecured, considered good unless stated otherwise</b>				
Non-current bank balances (refer Note18)	384.19	-	-	-
<b>(A)</b>	<b>384.19</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Unamortised expenditure</b>				
Ancillary cost of arranging the borrowings	30.98	-	12.58	-
<b>(B)</b>	<b>30.98</b>	<b>-</b>	<b>12.58</b>	<b>-</b>
<b>Others</b>				
Interest accrued on fixed deposits	-	-	3.56	5.51
Interest accrued on loans and debentures to subsidiaries (refer note 33)	-	-	185.55	136.32
Unbilled revenue (refer Note 33)	7.64	6.10	145.32	115.88
<b>(C)</b>	<b>7.64</b>	<b>6.10</b>	<b>334.43</b>	<b>257.71</b>
<b>Total (A+B+C)</b>	<b>422.81</b>	<b>6.10</b>	<b>347.01</b>	<b>257.71</b>

### NOTE | 16 | CURRENT INVESTMENTS

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>A. Current portion of Long term investments (valued at cost, unquoted)</b>		
<b>Unquoted debentures</b>		
GEL (refer Note 13)	10.00	3.50
<b>Unquoted preference shares</b>		
GJEPL (refer Note 13)	53.10	-
<b>(i)</b>	<b>63.10</b>	<b>3.50</b>
<b>B. Investments in Mutual Funds</b>		
Birla Sunlife Infrastructure Fund - Plan - Dividend - Payout # [4,720,000 (March 31, 2012: 4,720,000) units of ₹ 10 each]	4.60	4.72
ICICI Prudential Liquid Super Institutional Plan - Growth [Nil (March 31, 2012: 11,941,917) units of ₹ 100 each]	-	189.14
Union KBC Liquid Fund Growth [Nil (March 31, 2012: 80,162) units of ₹ 1000 each]	-	8.60
HDFC Liquid Fund - Premium Plan - Growth [Nil (March 31, 2012: 1,411,001) units of ₹ 10 each]	-	3.03
UTI Liquid Cash Plan Institutional - Growth Option [Nil (March 31, 2012: 14,322) units of ₹ 1000 each]	-	2.52
<b>(ii)</b>	<b>4.60</b>	<b>208.01</b>
<b>Total (i)+(ii)</b>	<b>67.70</b>	<b>211.51</b>
Aggregate amount of unquoted investments	67.70	211.51
# Aggregate provision for diminution in value of investments	1.30	1.18

## Notes to the Financial Statements for the year ended March 31, 2013

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Raw materials	16.06	27.89
Contract work-in-progress	71.16	3.82
	<b>87.22</b>	<b>31.71</b>

### NOTE | 18 | CASH AND BANK BALANCES

Particulars	Non-current		Current	
	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
<b>Cash and cash equivalents</b>				
Balances with banks:				
- On current accounts	-	-	203.79	108.85
- Deposits with original maturity of less than or equal to three months	-	-	-	79.89
Cheques on hand	-	-	-	17.17
Cash on hand	-	-	0.02	0.03
	-	-	<b>203.81</b>	<b>205.94</b>
<b>Other bank balances</b>				
- On current accounts <sup>1</sup>	-	-	0.05	0.05
- Deposits with original maturity for more than 3 months but less than or equal to 12 months <sup>2, 3, 5, 6, 7</sup>	354.15	-	1.50	319.16
- Deposits with original maturity for more than 12 months <sup>4</sup>	30.04	-	-	-
	<b>384.19</b>	-	<b>1.55</b>	<b>319.21</b>
Amount disclosed under non-current assets (refer Note 15.2)	(384.19)	-	-	-
	-	-	<b>205.36</b>	<b>525.15</b>

- Includes share application money pending refund.
- A charge has been created over the deposits of ₹ Nil (March 31, 2012: ₹ 13.65 Crore) towards DSRA maintained by the Company with ICICI on issue of debentures to ICICI (refer note 5 (1)).
- A charge has been created over the deposits of ₹ 20.55 Crore (March 31, 2012: ₹ 21.05 Crore) for working capital facility availed by the Company.
- A charge has been created over the deposits of ₹ 30.04 Crore (March 31, 2012 : ₹ Nil) for loan availed by the Company from Yes Bank Limited . (refer Note 5 (6)).
- A charge has been created over the deposits of ₹ 1.83 Crore (March 31, 2012: ₹ Nil) towards DSRA maintained by the Company with Yes Bank Limited.
- A charge has been created over the deposits of ₹ 2.77 Crore (March 31, 2012: ₹ Nil) towards DSRA maintained by the Company with ING Vysya Bank Limited for loan against deposits availed by GMRHL.
- A charge has been created over the deposits of ₹ 329.00 Crore (March 31, 2012: ₹ 246.44 Crore) for loan against deposits availed by Kakinada SEZ Private Limited ('KSPL').

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## Notes to the Financial Statements for the year ended March 31, 2013

**NOTE | 19 | REVENUE FROM OPERATIONS**

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Sale of services		
EPC:		
Construction revenue	1,142.17	1,091.04
	<b>1,142.17</b>	<b>1,091.04</b>
<b>Other operating revenue</b>		
Others:		
Income from management and other services	6.74	12.52
Dividend income on current investments (other than trade) (gross) [ ₹ 7,037 (March 31, 2012: ₹ 3,540,000)]	0.00	0.35
Interest income (gross)		
- Bank deposits	37.46	40.54
- Long term investments (refer Note 33)	218.11	182.65
- Current investments	0.09	14.32
Profit on sale of current investments (others)	28.22	40.45
	<b>290.62</b>	<b>290.83</b>
	<b>1,432.79</b>	<b>1,381.87</b>

**NOTE | 20 | OTHER INCOME**

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Gain on account of foreign exchange fluctuations (net)	26.27	46.41
Provisions no longer required, written back	0.24	-
Other non-operating income [net of expenses directly attributable to such income of ₹ Nil (March 31, 2012: ₹ Nil)]	2.07	2.00
	<b>28.58</b>	<b>48.41</b>

**NOTE | 21 | COST OF MATERIALS CONSUMED**

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Inventory at the beginning of the year	27.89	10.32
Add: Purchases	277.42	352.19
	<b>305.31</b>	<b>362.51</b>
Less: inventory at the end of the year	16.06	27.89
Cost of materials consumed	<b>289.25</b>	<b>334.62</b>
<b>Detail of materials consumed</b>		
Steel	76.43	70.24
Bitumen	29.48	59.43
High speed diesel	34.46	47.37
Cement	43.42	37.78
Aggregates	22.72	33.20
Granular	5.86	23.47
Sand	19.67	8.15
Boulders	14.65	7.00
Others	42.56	47.98
	<b>289.25</b>	<b>334.62</b>

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 22 | EMPLOYEE BENEFIT EXPENSES

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Salaries, wages and bonus	60.76	78.08
Contribution to provident and other funds	4.93	4.47
Gratuity expense (refer Note 28)	0.95	(0.14)
Staff welfare expenses	5.83	6.90
	<b>72.47</b>	<b>89.31</b>

### NOTE 23 | OTHER EXPENSES

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Bidding charges	0.45	0.93
Lease rental and equipment hire charges	35.04	32.25
Rates and taxes	5.50	6.47
Insurance	0.79	0.69
Repairs and maintenance		
Others	9.15	5.86
Advertising and sales promotion	0.49	4.30
Freight	7.49	13.42
Travelling and conveyance	3.13	9.91
Communication costs	0.67	0.94
Printing and stationery	1.78	2.26
Logo Fees (refer Note 33)	4.39	4.15
Legal and professional fees	11.80	24.43
Payment to auditors (refer details below)	2.25	3.34
Directors' sitting fees	0.13	0.13
Adjustments to the carrying amount of current investments	0.12	0.94
Meetings and seminars	0.09	0.17
Security expenses	2.82	1.82
Donation	0.18	0.82
Loss on sale of fixed assets (net)	0.01	-
Miscellaneous expenses	1.29	2.93
	<b>87.57</b>	<b>115.76</b>

#### Payment to auditors\*

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
As auditors:		
Audit fee (including fee for consolidated financial statements of the Company and quarterly limited reviews)	2.03	2.12
Tax audit fee	0.04	0.03
Audit services in connection with bond issues	-	0.35
Other services (including certification fees)	0.03	0.67
Reimbursement of expenses	0.15	0.17
	<b>2.25</b>	<b>3.34</b>

\* Excludes service tax and are net off fee for other services amounting to ₹ Nil (March 31, 2012: ₹ 0.45 Crore) cross charged to other group Companies.

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 24 DEPRECIATION AND AMORTISATION EXPENSES

Particulars	March 31, 2013	March 31, 2012
	₹ in Crore	₹ in Crore
Depreciation of tangible assets	8.11	7.10
Amortisation of intangible assets	0.20	0.48
	<b>8.31</b>	<b>7.58</b>

### NOTE 25 FINANCE COSTS

Particulars	March 31, 2013	March 31, 2012
	₹ in Crore	₹ in Crore
Interest	361.89	194.96
Bank and other finance charges	8.11	2.39
Amortisation of ancillary borrowing costs	4.43	-
	<b>374.43</b>	<b>197.35</b>

### NOTE 26 EXCEPTIONAL ITEMS

Particulars	March 31, 2013	March 31, 2012
	₹ in Crore	₹ in Crore
Profit on sale of non-current investment <sup>1</sup>	75.83	-
	<b>75.83</b>	<b>-</b>

1. During the year ended March 31, 2013, the Company and GMR Infrastructure (Singapore) Pte Limited ('GISPL'), a subsidiary of the Company have sold their share holding in GESPL. The profit on such sale amounting to ₹ 75.83 Crore has been disclosed as an exceptional item in the statement of profit and loss. The Company has provided a guarantee of SGD 38.00 Crore towards warranties as specified in the share purchase agreement ('SPA') and other SPA transaction documents for a period till September 30, 2014 and in respect of tax claims, if any, the guarantee period is up to March 31, 2018.

### NOTE 27 EARNINGS PER SHARE (EPS)

Calculation of EPS - (Basic and Diluted)

Particulars	Year ended	
	March 31, 2013	March 31, 2012
Nominal value of equity shares (₹ per share)	1	1
Weighted average number of equity shares outstanding during the year	3,892,432,532	3,892,432,532
Net profit after tax for the purpose of EPS (₹ in Crore)	53.45	120.30
EPS - Basic and Diluted (₹)	0.14	0.31

#### Notes:

- (i) ₹ 2,250 (March 31, 2012: ₹ 2,250) are receivable towards equity shares and for the computation of weighted average number of equity shares outstanding during the year, these have been considered as partly paid-up shares.
- (ii) The Company does not have any dilutive securities.

## Notes to the Financial Statements for the year ended March 31, 2013

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

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

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

#### Statement of profit and loss

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Current service cost	0.96	0.70
Interest cost on defined benefit obligation	0.27	0.25
Expected return on plan assets	(0.25)	(0.23)
Net actuarial (gain) / loss recognised in the year	(0.03)	(0.86)
Net benefit expense	0.95	(0.14)

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Actual return on plan assets	0.25	0.23

#### Balance Sheet

##### Benefit asset/liability

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Present value of defined benefit obligation	4.08	3.20
Fair value of plan assets	2.79	2.69
Plan asset/(liability)	(1.29)	(0.51)

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Opening defined benefit obligation	3.20	3.19
Interest cost	0.27	0.25
Current service cost	0.96	0.70
Benefits paid	(0.16)	(0.08)
Acquisitions cost	(0.16)	-
Actuarial (gains)/ losses on obligation	(0.03)	(0.86)
Closing defined benefit obligation	4.08	3.20

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
Opening fair value of plan assets	2.69	2.53
Expected return	0.25	0.23
Contributions by employer	0.01	0.01
Benefits paid	(0.16)	(0.08)
Actuarial gains/ (losses) on plan assets ₹ 10,935 (March 31, 2012: ₹ 1,646)	0.00	0.00
Closing fair value of plan assets	2.79	2.69

The Company expects to contribute ₹ 0.41 Crore (March 31, 2012: ₹ 0.12 Crore) towards gratuity fund in 2013-14.

## Notes to the Financial Statements for the year ended March 31, 2013

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

Particulars	March 31, 2013	March 31, 2012
Investments with insurer	100%	100%

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

Particulars	March 31, 2013	March 31, 2012
Discount rate	8.10%	8.50%
Expected rate of return on assets	9.40%	9.40%
Expected rate of salary increase	6.00%	6.00%
Employee turnover	5.00%	5.00%
Mortality rate	Refer Note 4 below	Refer Note 4 below

### Notes :

- Plan assets are fully represented by balance with Life Insurance Corporation of India.
- The expected return on plan assets is determined considering several applicable factors mainly the composition of the plan assets held, assessed risks of asset management, historical results of the return on plan assets and the Company's policy for plan asset management.
- The estimates of future salary increase in compensation levels, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.
- As per Indian Assured Lives Mortality (2006-08) (modified) Ultimate [March 31, 2012- LIC (1994-96) Ultimate Mortality Table.]

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

Particulars	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)	March 31, 2011 (₹ in Crore)	March 31, 2010 (₹ in Crore)	March 31, 2009 (₹ in Crore)
Defined benefit obligation	4.08	3.20	3.19	2.22	0.06
Plan assets	2.79	2.69	2.53	2.22	0.07
Surplus/(deficit)	(1.29)	(0.51)	(0.66)	0.00	0.01
Experience adjustments on plan liabilities	0.16	(0.86)	(0.02)	(0.01)	0.00
Experience adjustments on plan assets	0.00	0.00	0.03	0.06	0.00

### NOTE 29 LEASES

Office premises and equipments taken by the Company are obtained on operating lease. The lease rental and equipment hire charges paid during the year is ₹ 35.04 Crore (March 31, 2012: ₹ 32.25 Crore). Office premises are obtained for a lease term of eleven months and renewable as mutually agreed between the parties. The equipments are taken on hire on need basis. There is no escalation clause in the lease agreement. There are no restrictions imposed by lease arrangements. There are no subleases.

### NOTE 30

The Company has an investment of ₹ 341.56 Crore (March 31, 2012: ₹ 307.86 Crore) [including loans of ₹ 104.97 Crore (March 31, 2012: ₹ 91.27 Crore), share application money pending allotment of ₹ 20.00 Crore (March 31, 2012: ₹ Nil) and investment in equity/preference shares of ₹ 216.59 Crore (March 31, 2012: ₹ 216.59 Crore) made by the Company and its subsidiaries] in GACEPL as at March 31, 2013. GACEPL has been incurring losses since the commencement of commercial operations. The management believes that these losses are primarily attributable to loss of revenue arising as a result of diversion of partial traffic on parallel roads. The matter is currently under arbitration however, based on management's internal assessment and a legal opinion, the management of GACEPL is confident that it will be able to claim compensation from relevant authorities for the loss it has suffered due to such diversion of traffic and accordingly, the investment in GACEPL has been carried at cost.

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## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 31 | INFORMATION ON JOINT VENTURE AS PER ACCOUNTING STANDARD-27

The Company directly holds 27.55% (March 31, 2012: 35%) of the equity shares of ISG and 12.45% (March 31, 2012: 5%) of the equity shares of ISG through its subsidiary company. ISG is incorporated in Turkey and is involved in development and operation of airport infrastructure.

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

Particulars	March 31, 2013 ₹ in Crore	March 31, 2012 ₹ in Crore
(1) Share in ownership and voting power of the Company	27.55%	35.00%
(2) Country of incorporation	Turkey	Turkey
(3) Contingent liabilities - Company has incurred in relation to joint venture	1,842.12	1,798.98
(4) Company's share of contingent liabilities of joint venture	-	-
(5) Company's share of capital commitments of the joint venture	-	-
(6) Aggregate amount of Company's share in each of the following:		
(a) Current assets	238.33	229.43
(b) Non-current assets	736.21	969.18
(c) Current liabilities	165.07	183.41
(d) Non-current liabilities	767.84	1,010.24
<b>Equity (a+b-c-d)</b>	<b>41.63</b>	<b>4.96</b>
<b>(e) Income</b>		
1. Revenue	524.43	596.73
2. Other income	1.07	2.14
<b>(i) Total revenue</b>	<b>525.50</b>	<b>598.87</b>
<b>(f) Expenses</b>		
1. Purchase of traded goods	276.25	360.25
2. Increase/ (decrease) in traded goods	9.70	(2.70)
3. Employee benefits expenses	20.52	21.53
4. Other expenses	92.23	87.84
5. Utilisation fees	90.14	86.28
6. Depreciation and amortisation expenses	41.10	48.94
7. Finance costs	80.51	89.60
<b>(ii) Total expenses</b>	<b>610.45</b>	<b>691.74</b>
<b>(g) Loss before tax [(i)-(ii)]</b>	<b>(84.95)</b>	<b>(92.87)</b>
8. Income tax expenses	-	-
<b>(h) Loss after tax</b>	<b>(84.95)</b>	<b>(92.87)</b>

#### Note:

Disclosure of financial data as per Accounting Standard - 27 'Financial Reporting of Interest in the Joint Venture' has been done based on the audited financial statements of ISG for the year ended March 31, 2013.

The Company along with its subsidiary has made an investment of ₹ 484.45 Crore (March 31, 2012: ₹ 376.47 Crore including loans of ₹ 70.74 Crore and investment in equity shares of ₹ 305.73 Crore) in ISG as at March 31, 2013. The Company and its subsidiary's share of ISG's accumulated losses/negative reserves amounts to ₹ 436.42 Crore (March 31, 2012: ₹ 306.09 Crore). This has resulted in substantial erosion in net worth of ISG as at March 31, 2013. Based on ISG's business plan, the management of the Company is confident that ISG will be able to generate sufficient profits in future years and would meet its financial obligations as they arise, accordingly, the investment in ISG continues to be carried at cost as at the year end.

### NOTE 32 | SEGMENT INFORMATION

The segment report of the Company has been prepared in accordance with Accounting Standard-17 on ('Segment Reporting') notified pursuant to the Companies (Accounting Standard) Rules, 2006 as amended. The primary segment reporting format is determined to be business segment as the Company's risk and rates of return are affected predominantly by difference in the services provided. Secondary information is reported geographically.

The business segments of the Company comprise of the following:

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

## Notes to the Financial Statements for the year ended March 31, 2013

### Business segment

Particulars	EPC		Others		Unallocated		Inter Segment		Total	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
<b>Revenue</b>										
Revenue	1,142.17	1,091.04	290.62	290.83	-	-	-	-	1,432.79	1,381.87
Inter segment revenue	-	-	-	-	-	-	-	-	-	-
<b>Segment Revenue</b>	<b>1,142.17</b>	<b>1,091.04</b>	<b>290.62</b>	<b>290.83</b>	-	-	-	-	<b>1,432.79</b>	<b>1,381.87</b>
Other income	1.29	0.79	27.29	47.62	-	-	-	-	28.58	48.41
<b>Total income</b>	<b>1,143.46</b>	<b>1,091.83</b>	<b>317.91</b>	<b>338.45</b>	-	-	-	-	<b>1,461.37</b>	<b>1,430.28</b>
<b>Expenses</b>										
Cost of materials consumed	289.25	334.62	-	-	-	-	-	-	289.25	334.62
Subcontracting expenses	622.72	544.81	-	-	-	-	-	-	622.72	544.81
Employee benefits expenses	68.15	69.27	4.32	20.04	-	-	-	-	72.47	89.31
Other expenses	71.49	81.73	16.08	34.03	-	-	-	-	87.57	115.76
Depreciation and amortisation expenses	6.54	6.04	1.77	1.54	-	-	-	-	8.31	7.58
<b>Segment result</b>	<b>85.31</b>	<b>55.36</b>	<b>295.74</b>	<b>282.84</b>	-	-	-	-	<b>381.05</b>	<b>338.20</b>
Finance costs	-	-	-	374.43	197.35	-	-	-	374.43	197.35
Exceptional items (refer Note 26)	-	-	75.83	-	-	-	-	-	75.83	-
<b>Profit/(Loss) before tax</b>	<b>85.31</b>	<b>55.36</b>	<b>371.57</b>	<b>282.84</b>	-	-	-	-	<b>82.45</b>	<b>140.85</b>
<b>Tax expenses</b>										
Current tax	-	-	-	45.54	36.71	-	-	-	45.54	36.71
Less: MAT credit entitlement	-	-	-	-	(17.38)	-	-	-	-	(17.38)
Charge/(reversal) of current tax of earlier years	-	-	-	(4.71)	(1.40)	-	-	-	(4.71)	(1.40)
MAT credit written off	-	-	-	10.39	-	-	-	-	10.39	-
Deferred tax	-	-	-	(22.22)	2.62	-	-	-	(22.22)	2.62
<b>Profit after tax</b>	<b>85.31</b>	<b>55.36</b>	<b>371.57</b>	<b>282.84</b>	-	-	-	-	<b>53.45</b>	<b>120.30</b>
<b>Other information</b>										
Segment assets	720.40	845.59	11,284.75	9,897.36	144.99	69.98	-	(22.65)	12,150.14	10,790.28
Capital expenditure	8.80	21.03	1.99	3.35	-	-	-	-	10.79	24.38
Depreciation and amortisation expenses	6.54	6.04	1.77	1.54	-	-	-	-	8.31	7.58
Other non-cash expenses	-	-	0.12	0.94	-	-	-	-	0.12	0.94
Segment liabilities	487.12	563.48	50.67	36.58	4,426.62	2,985.60	-	(22.65)	4,964.41	3,563.01
<b>Geographical segment</b>										

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

Particulars	Segment revenue	Segment assets	Addition to fixed assets
India	1,416.12	10,196.91	10.79
	(1,343.90)	(8,572.35)	(24.38)
Outside India	92.50	1,953.23	-
	(37.97)	(2,217.93)	(-)

Note: Previous year figures are mentioned in brackets.

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 33 | RELATED PARTIES

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

Description of relationship	Name of the related parties
Holding Company	GHPL
Subsidiary Companies	GREEL
	GEL
	GPCL
	GVPGL
	GETL
	GBHPL
	Badrinath Hydro Power Generation Private Limited (BHPL) <sup>5</sup>
	GMR Mining and Energy Private Limited (GMEL)
	GMR Kamalanga Energy Limited (GKEL)
	GMR Consulting Services Private Limited (GCSPL)
	GMR Rajahmundry Energy Limited (GREL)
	SJK Powergen Limited (SJK)
	GMR Coastal Energy Private Limited (GCEPL)
	GMR Bajoli Holi Hydropower Private Limited (GBHHPL)
	GMR Chhattisgarh Energy Limited (GCHEPL)
	GMR Londa Hydropower Private Limited (GLHPPL)
	GMR Kakinada Energy Private Limited (GKEPL)
	EMCO Energy Limited (EMCO)
	DIAL
	Delhi Aerotropolis Private Limited (DAPL)
	East Delhi Waste Processing Company Private Limited (EDWPCPL)
	GHIAL
	Hyderabad Menzies Air Cargo Private Limited (HMACPL)
	Hyderabad Airport Security Services Limited (HASSL)
	GMR Hyderabad Airport Resource Management Limited (GHARML)
	GMR Hyderabad Aerotropolis Limited (HAPL)
	GMR Hyderabad Aviation SEZ Limited (GHASL)
	GMR Hyderabad Multiproduct SEZ Limited (GHMSL)
	GMR Hotels and Resorts Limited (GHRL)
	GFIAL
	GMRHL
	GMR Tuni Anakapalli Expressways Private Limited (GTAEPL)
	GMR Highways Projects Private Limited (GHPPL) <sup>4</sup>
	GMR Tambaram Tindivanam Expressways Private Limited (GTTEPL)
	GACEPL
	GJEL
	GPEPL
	GUEPL
	GHVEPL
	GCORRPL
	GOSEHHHPL
	GKUAEL
	GKSEZ
	Advika Properties Private Limited (APPL)
	Aklima Properties Private Limited (AKPPL)
	Amartya Properties Private Limited (AMPPL)
	Baruni Properties Private Limited (BPPL)
	Camelia Properties Private Limited (CPPL)
	Eila Properties Private Limited (EPPL)
	Gerbera Properties Private Limited (GPL)
	Lakshmi Priya Properties Private Limited (LPPPL)
	Honeysuckle Properties Private Limited (HPPL)
	Idika Properties Private Limited (IPPL)

## Notes to the Financial Statements for the year ended March 31, 2013

Description of relationship	Name of the related parties
	Krishnapriya Properties Private Limited (KPPL)
	Nadira Properties Private Limited (NPPL)
	Prakalpa Properties Private Limited (PPPL)
	Purnachandra Properties Private Limited (PUPPL)
	Shreyadita Properties Private Limited (SPPL)
	Sreepa Properties Private Limited (SRPPL)
	Bougainvillea Properties Private Limited (BOPPL)
	GMR Gujarat Solar Power Private Limited (GGSPPL)
	GAL
	GCAPL
	GSPHPL
	GAPL
	GMR Business Process and Services Private Limited (GBPSPL) <sup>4</sup>
	DSPL
	Himtal Hydro Power Company Private Limited (HHPPL)
	GMR Upper Karnali Hydro Power Limited (GUKPL)
	GEML
	GMR Lion Energy Limited (GLEL)
	GMR Energy (Cyprus) Limited (GECL)
	GMR Energy (Netherlands) BV (GENBV)
	PT Unsoco (PT)
	PT Dwikarya Sejati Utama (PTDSU)
	PT Duta Sarana Internusa (PTDSI)
	PT Barasentosa Lestari (PTBSL)
	GIML
	GMR Infrastructure (Cyprus) Limited (GICL)
	GMR Infrastructure Overseas Sociedad Limitada (GIOSL)
	GMR Infrastructure (UK) Limited (GIUL)
	GMR Airports (Malta) Limited (GMRAML) (Formerly known as GMR International (Malta) Limited (GMRIML))
	GMR Infrastructure (Global) Limited (GIGL)
	GISPL
	GMR Energy (Global) Limited (G EGL)
	GESPL <sup>5</sup>
	GMR Supply Singapore Pte Limited (GSSPL) (Formerly Island Power Supply Pte Limited)
	Homeland Energy Group limited (HEGL)
	Homeland Energy Corp. (HEC)
	Homeland Mining & Energy SA (Pty) Limited (HMES)
	Homeland Energy (Swaziland) Pty Limited (HESW) <sup>5</sup>
	Homeland Mining & Energy (Botswana) (Pty) Limited (HMEB) <sup>5</sup>
	Homeland Coal Mining (Pty) Limited (HCM)
	Ferret Coal Holdings (Pty) Limited (FCH) <sup>5</sup>
	Wizard Investments (Pty) Limited (WIL) <sup>5</sup>
	Ferret Coal (Kendal) (Pty) Limited (FCK)
	Manoka Mining (Pty) Limited (MMPL) <sup>5</sup>
	Corpco 331 (Pty) Limited (CPL)
	GMR Maharashtra Energy Limited (GMAEL)
	GMR Bundelkhand Energy Private Limited (GBEPL)
	GMR Uttar Pradesh Energy Private Limited (GUPEPL)
	GMR Hosur Energy Limited (GHOEL)
	Karnali Transmission Company Private Limited (KTCPL)
	Marsyangdi Transmission Company Private Limited (MTCPL)
	GMR Indo-Nepal Energy Links Limited (GINELL)
	GMR Indo-Nepal Power Corridors Limited (GINPCL)
	Aravali Transmission Service Company Limited (ATSCL)
	Maru Transmission Service Company Limited (MTSCL)
	GMR Energy Projects (Mauritius) Limited (GEPML)

## Notes to the Financial Statements for the year ended March 31, 2013

Description of relationship	Name of the related parties
	Hyderabad Duty Free Retail Limited (HDFRL)
	GMR Airport Developers Limited (GADL)
	GADL International Limited (GADLIL)
	GADL (Mauritius) Limited (GADLML)
	DPPL
	Larkspur Properties Private Limited (LAPPL)
	PAPPL
	Radha Priya Properties Private Limited (RPPL) <sup>4</sup>
	Pranesh Properties Private Limited (PRPPL) <sup>4</sup>
	KSPL
	GPIL
	GMIAL
	GMR Male Retail Private Limited (GMRPL) <sup>4</sup>
	GCRPL
	GMR Airport Handling Services Company Limited (GAHSCL)
	GMR Airport Global Limited (GAGL) <sup>4</sup>
	Lantana Properties Private Limited (LPPL) <sup>6</sup>
	GMR Holdings Overseas Spain SLU (GHOSS) <sup>1</sup>
	Asteria Properties Private Limited (AREPL) <sup>6</sup>
	GIOL <sup>4</sup>
	GMR Hyderabad Airport Power Distribution Limited (GHAPDL) <sup>6</sup>
Enterprises where significant influence exists	SGH
	Rampia Coal Mine and Energy Private Limited (RCMEPL)
	MAS GMR Aerospace Engineering Company Private Limited (MGAECL)
	TVS GMR Aviation Logistics Limited (TVS GMR)
	Limak GMR Construction JV (CJV)
	Celebi Delhi Cargo Terminal Management India Private Limited (CDCTM)
	Delhi Cargo Service Centre Private Limited (DCSCPL)
	Delhi Aviation Services Private Limited (DASPL)
	Travel Food Services (Delhi Terminal <sup>3</sup> ) Private Limited (TFS)
	Devyani Food Street Private Limited (DFSPL)
	Delhi Select Services Hospitality Private Limited (DSSHPL)
	Wipro Airport IT Services Limited (WAISL)
	TIM Delhi Airport Advertisement Private Limited (TIM)
	LGM Havalimani Isletmeleri Ticaret Ve Turizm Anonim Sirketi (LGM)
	Delhi Airport Parking Services Private Limited (DAPSL)
	MAS GMR Aero Technic Limited (MGATL)
	Tshedza Mining Resource (Pty) Limited (TMR)
	Nhalalala Mining (Pty) Ltd (NML)
	PT Golden Energy Mines Tbk (PTGEMS) <sup>2</sup>
	PT Tanjung Belit Bara Utama (TBBU) <sup>3</sup>
	PT Roundhill Capital Indonesia (RCI) <sup>3</sup>
	PT Kuansing Inti Makmur (KIM) <sup>3</sup>
	PT Trisula Kencana Sakti (TKS) <sup>3</sup>
	PT Manggala Alam Lestari (MAL) <sup>3</sup>
	PT Citra Alam Indah (CAI) <sup>8</sup>
	PT Borneo Indobara (BIB) <sup>3</sup>
	PT Karya Cemerlang Persada (KCP) <sup>3</sup>
	PT Bungo Bara Utama (BBU) <sup>3</sup>
	PT Bara Harmonis Batang Asam (BHBA) <sup>3</sup>
	PT Berkat Nusantara Permai (BNP) <sup>3</sup>
	PT Nusa Indah Permai (NIP) <sup>3</sup>
	GEMS Coal Resources Pte Limited (GEMS GCRPL) <sup>7</sup>
	Delhi Duty Free Services Private Limited (DDFS)
	Delhi Aviation Fuel Facility Private Limited (DAFF)
	Laqshya Hyderabad Airport Media Private Limited (Laqshya) <sup>2</sup>
	Asia Pacific Flight Training Academy Limited (APFT) <sup>5</sup>

## Notes to the Financial Statements for the year ended March 31, 2013

Description of relationship	Name of the related parties
Enterprises where key managerial personnel or their relatives exercise significant influence	GWT
	GMR Varalaxmi Foundation (GVF)
	GMR Family Fund Trust (GFFT)
	REPL
	GIVLLP
	GEPL
	Grandhi Enterprises Private Limited (GREPL)
Joint ventures	ISG
Fellow Subsidiaries (Where transactions have taken place )	Raxa Security Services Limited (RSSL)
	GPPL
	GHML
	GHTPL
	GMR Bannerghatta Properties Private Limited (GBPPL)
	Ideaspace Solutions Limited (ISL)
	GMR Holdings (Overseas) Limited (GHOL)
Key management personnel and their relatives	Mr. G.M. Rao (Executive Chairman)
	Mrs. G Varalakshmi (Relative)
	Mr. G.B.S. Raju (Director)
	Mr. Kiran Kumar Grandhi (Director)
	Mr. O.B. Raju (Director)
	Mr. Srinivas Bommidala (Managing Director) (Resigned w.e.f. October 1, 2011)
	Mr. B.V. Nageswara Rao (Managing Director) (Managing Director w.e.f. October 1, 2011)

### Notes:

1. Ceased to be a subsidiary during the previous year.
2. Joint venture acquired during the previous year.
3. Became joint venture consequent to acquisition of PTGEMS during the previous year.
4. Became subsidiaries during the previous year.
5. Ceased to be a subsidiary during the current year.
6. Became subsidiaries during the current year.
7. Subsidiary of PT GEMS incorporated during the year.
8. Ceased to be a subsidiary of PTGEMS during the current year.
9. The information disclosed is based on the names of the parties as identified by the management.

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>i) Interest Income - Gross</b>		
<b>Subsidiary Companies</b>		
- GEL	110.50	99.57
- GMRHL	9.57	15.79
- DSPL	43.51	1.95
- DIAL	-	0.41
- GIML	5.93	36.88
- GPIL	0.39	0.20
- GHIAL	-	1.21
- GBPSPL	0.50	0.05
- GKSEZ	19.82	18.58
- GAPL	16.47	3.82
- GSPHPL	1.94	1.00
- GHVEPL	0.01	-
- SJK	0.02	-
- GBHHPL	2.58	-
- GTAEPL	0.03	-
- GTTEPL	0.06	-
- KSPL	0.49	-
- DPPL [₹ 84,466 (March 31, 2012: ₹ 7,104)]	0.01	0.00
- PAPPL [₹ 110,507 (March 31, 2012: ₹ 8,738)]	0.01	0.00
- GCAPL	2.10	2.10
<b>Joint venture</b>		
- ISG	4.17	1.09
<b>ii) Construction revenue</b>		
<b>Subsidiary Companies</b>		
- EMCO	73.20	128.67
- GEL	-	0.22
- GKEL	29.75	-
- GHVEPL	-	2.50
<b>iii) Income from management and other services</b>		
<b>Subsidiary Company</b>		
- GIML	6.58	-
<b>iv) Dividend income on current investments</b>		
<b>Subsidiary Company</b>		
- GAL [₹ 7,037 (March 31, 2012: ₹ Nil)]	0.00	-
<b>v) Subcontracting expenses</b>		
<b>Subsidiary Companies</b>		
- GCSPL	0.14	0.14
- GEL	0.56	-
- GHIAL	0.02	-
<b>Fellow subsidiary</b>		
- RSSL	-	0.79
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GFFT	0.16	-
<b>Fellow subsidiary</b>		
- GPPL	0.13	-
<b>vi) Finance costs</b>		
<b>Subsidiary Companies</b>		
- GAL	2.05	1.16
- GADL	0.09	0.05

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Fellow subsidiary</b>		
- GPPL	1.08	0.06
<b>vii) Legal and professional fees</b>		
<b>Subsidiary Companies</b>		
- GCSPL	0.14	0.02
- GCAPL	21.28	26.54
- GBPSPL	6.26	-
<b>viii) Lease rental and equipment hire charges</b>		
<b>Subsidiary Company</b>		
- GHIAL	0.35	0.76
<b>Fellow subsidiary</b>		
- GREPL	-	0.75
<b>ix) Security expenses</b>		
<b>Subsidiary Company</b>		
- GHIAL	0.02	-
<b>Fellow subsidiary</b>		
- RSSL	1.31	0.75
<b>x) Advertising and sales promotion</b>		
<b>Fellow subsidiary</b>		
- GSPL	-	2.93
<b>xi) Travelling and conveyance</b>		
<b>Subsidiary Companies</b>		
- GHIAL [₹ 10,860 (March 31, 2012: ₹ Nil)]	0.00	-
- GHVEPL [₹ 51,931 (March 31, 2012: ₹ Nil)]	0.00	-
- GAPL	0.51	2.83
- GKSEZ [₹ 17,898 (March 31, 2012: ₹ Nil)]	0.00	-
<b>Fellow subsidiary</b>		
- GPPL [₹ 3,530 (March 31, 2012: ₹ Nil)]	0.00	-
<b>xii) Repairs and maintenance</b>		
<b>Subsidiary Companies</b>		
- GHRL	-	0.01
- GCAPL	0.55	0.32
- GHIAL	0.01	-
<b>Fellow Subsidiary</b>		
- GPPL [₹ 10,967 (March 31, 2012: ₹ Nil)]	0.00	-
<b>xiii) Expenses incurred by GIL on behalf of others - Cross charges</b>		
<b>a) Cross charges during the year</b>		
<b>Subsidiary Companies</b>		
- GMIAL	1.12	-
- GADL	-	0.34
- EMCO	18.11	18.37
- GCHEPL	10.33	13.30
- GREL	4.54	23.39
- GKUAEL	6.36	14.00
- GUEPL	2.16	-
- GGSPPPL	0.81	3.72
- DIAL (including cross charges recovered for earlier year's)	46.48	0.82
- GCORRPL	-	0.18
- GEL	1.52	11.71
- GETL	-	0.71
- GHIAL (including cross charges recovered for earlier year's)	13.82	0.63
- GKSEZ	0.66	0.13

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
- GESPL	-	2.92
- KSPL	1.95	0.18
- GPCL	0.33	-
- GSPHPL	0.22	-
- GTTEPL	1.06	-
- GACEPL	0.19	-
- GAPL	0.86	-
- GMRHL	3.38	-
- GHVEPL	2.52	-
- GJEL	0.62	-
- GTAEPL	0.97	-
- GVPGL	1.78	-
- GKEL [(₹ 27,271 (March 31, 2012: ₹ Nil))]	0.00	-
<b>Fellow subsidiary</b>		
- GPPL	-	0.03
- RSSL	0.18	-
<b>b) Cross charges of earlier year reversed during the year</b>		
<b>Subsidiary Companies</b>		
- EMCO	10.39	-
- GCHEPL	7.52	-
- GREL	13.24	-
<b>xiv) Logo fee</b>		
<b>Holding Company</b>		
- GHPL	4.39	4.15
<b>xv) Security deposit given</b>		
<b>Fellow subsidiary</b>		
- RSSL	-	0.28
<b>xvi) Security deposit refunded</b>		
<b>Subsidiary Company</b>		
- GCAPL	-	1.02
<b>xvii) Purchase of fixed assets</b>		
<b>Fellow subsidiary</b>		
- GPPL	-	4.19
<b>xviii) Investment in equity shares of</b>		
<b>Subsidiary Companies (refer note (c) below)</b>		
- GPIL	-	0.75
- GOSEHHHPL	-	44.13
- GCRPL	-	0.11
- GETL	8.10	-
- DSPL	160.00	-
- GKUAEL	5.00	0.05
- GHPPL	-	0.01
- GMIAL [(₹ Nil (March 31, 2012: ₹ 4,917))]	-	0.00
- GIOL [(₹ Nil (March 31, 2012: ₹ 4,669))]	-	0.00
<b>xix) Investment in preference shares of</b>		
<b>Subsidiary Companies (refer Note (c) below)</b>		
- GKUAEL	1.95	-
- GEL	225.00	15.00
- GHVEPL	72.54	4.29
- DSPL	-	10.00
- GMRHL	80.00	235.54

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction		March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>xx)</b>	<b>Investment in debentures of</b>		
	<b>Subsidiary Companies (refer Note (c) below)</b>		
	- GKSEZ	24.40	22.80
	- DPPL	-	10.00
	- PAPPL	-	12.30
	- GEL	650.00	350.00
	- GSPHPL	15.85	128.85
<b>xxi)</b>	<b>Redemption of preference shares of</b>		
	<b>Subsidiary Company</b>		
	- DSPL	800.00	-
<b>xxii)</b>	<b>Redemption of debentures of</b>		
	<b>Subsidiary Companies</b>		
	- GEL	11.63	0.88
	- GKSEZ	-	50.00
	- DPPL	7.00	-
	- PAPPL	4.80	-
<b>xxiii)</b>	<b>Issue of debentures to</b>		
	<b>Subsidiary Company</b>		
	- GAL	-	250.00
<b>xxiv)</b>	<b>Sale of investments</b>		
	<b>Subsidiary Companies</b>		
	- GAL	-	904.81
	- GTTEPL	47.98	-
	- GTAEPL	32.02	-
	- GMRHL	183.65	0.01
<b>xxv)</b>	<b>Equity share application money invested in</b>		
	<b>Subsidiary Companies</b>		
	- GMRHL	-	2.70
	- GSPHPL	-	17.91
	- GKSEZ	-	35.97
	- GPIL	-	0.75
	- GETL	8.10	-
	- GKUAEL	5.00	0.05
	- GHPPL	-	0.01
	- DSPL	160.00	-
<b>xxvi)</b>	<b>Preference share application money invested in</b>		
	<b>Subsidiary Companies</b>		
	- GEL	225.00	-
	- DSPL	-	10.00
	- GHVEPL	77.24	-
	- GKUAEL	1.95	-
	- GMRHL	80.00	-
<b>xxvii)</b>	<b>Debenture application money invested in</b>		
	<b>Subsidiary Companies</b>		
	- GSPHPL	15.85	-
	- GKSEZ	24.40	-
<b>xxviii)</b>	<b>Refund of equity share application money received</b>		
	<b>Subsidiary Companies</b>		
	- GSPHPL	-	24.09
	- GMRHL	-	2.70
	- GKSEZ	-	13.17

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction		March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>xxix)</b>	<b>Refund of preference share application money received</b>		
	<b>Subsidiary Company</b>		
	- DSPL	-	1.00
<b>xxx)</b>	<b>Loans given</b>		
	<b>Subsidiary Companies</b>		
	- GAPL	16.75	10.88
	- GHIAL	-	442.00
	- GIML	-	84.96
	- GEL	931.59	774.00
	- GMRHL	719.23	122.63
	- DSPL	1,109.75	199.35
	- GPIL	-	3.80
	- DIAL	-	38.10
	- GBPSPL	5.84	2.25
	- GBHHPL	43.00	-
	- GOSEHHHPL	20.00	-
	- GTAEPL	3.00	-
	- GTTEPL	7.00	-
	- KSPL	258.00	-
	- SJK	51.00	-
	- GKUAEL	-	197.50
	- GHVEPL	114.00	-
	<b>Joint venture</b>		
	- ISG	-	62.80
<b>xxxii)</b>	<b>Loans converted into equity shares</b>		
	<b>Joint venture</b>		
	- ISG	67.86	-
<b>xxxiii)</b>	<b>Loans repaid by</b>		
	<b>Subsidiary Companies</b>		
	- GHIAL	-	442.00
	- GIML	360.71	-
	- DIAL	-	38.10
	- GBPSPL	2.45	-
	- GHVEPL	53.54	-
	- GMRHL	46.80	384.13
	- DSPL	775.20	199.35
	- GKUAEL	197.50	-
	- SJK	51.00	-
	- GEL	696.13	25.00
<b>xxxiii)</b>	<b>Loans received from</b>		
	<b>Subsidiary Companies</b>		
	- GADL	-	7.00
	- GAL	150.00	125.00
	<b>Fellow subsidiary</b>		
	- GPPL	92.80	95.00
<b>xxxiv)</b>	<b>Loans repaid to</b>		
	<b>Subsidiary Companies</b>		
	- GAL	-	125.00
	- GADL	7.00	-
	<b>Fellow subsidiary</b>		
	- GPPL	187.80	-

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>xxxv) Guarantees given to</b>		
<b>Subsidiary Companies</b>		
- GESPL	-	1,030.60
- GEL	800.00	800.00
- GHIAL	292.00	540.00
- KSPL	250.00	-
- GCRPL	-	2,912.92
- GISPL	1,705.20	1,179.92
- GIML	849.40	40.73
- HEGL	-	154.59
- DIAL	2,518.08	2,456.00
- GMRHL	625.00	200.00
- GVPGL	50.00	50.00
- GADL	-	379.24
- GGSPPL	25.00	-
- GTAEP L	45.00	-
- GTTEPL	105.00	-
<b>Fellow subsidiary</b>		
- GHML	-	175.20
<b>xxxvi) Guarantees extinguished</b>		
<b>Subsidiary Companies</b>		
- GEL	-	150.00
- GESPL	1,030.60	790.70
- GOSEHHHPL	-	48.00
- KSPL	215.00	-
- GHVEPL	-	87.00
- GMRHL	375.00	-
- GIML	40.73	-
- GADL	379.24	-
- GISPL	289.41	-
- DIAL	4,694.08	-
- GCRPL	-	248.82
- GHIAL	350.00	-
- GIOL	-	993.08
<b>Fellow subsidiary</b>		
- GHML	-	4,107.74
<b>Joint venture</b>		
- ISG	-	130.80
<b>xxxvii) Managerial remuneration to</b>		
<b>Key management personnel</b>		
- Mr. G.M. Rao	3.94	7.54
- Mr. Srinivas Bommidala	-	2.26
<b>xxxviii) Proposed final equity dividend</b>		
<b>Holding Company</b>		
- GHPL	27.36	-
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GIVLLP	0.30	-
- GEPL	0.17	-
- GWT	0.18	-
<b>Key management personnel and their relatives</b>	0.05	-

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>xxxix) Outstanding balances as at the year end</b>		
a) Loans receivable - Non-Current		
<b>Subsidiary Companies</b>		
- GEL	1,644.96	1,469.00
- DSPL	144.50	-
- GHVEPL	60.46	-
- GPIL	3.80	3.80
- KSPL	258.00	-
- GMRHL	615.43	-
- GTAEPL	3.00	-
- GTTEPL	7.00	-
- GBPSPL	5.64	-
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GWT	115.00	115.00
b) Loans receivable - Current		
<b>Subsidiary Companies</b>		
- GEL	139.50	80.00
- GAPL	27.63	10.88
- GMRHL	95.50	38.50
- GIML	-	360.71
- GBPSPL	-	2.25
- DSPL	190.05	-
- GKUAEL	-	197.50
- GBHHPL	43.00	-
- GOSEHHHPL	20.00	-
<b>Joint venture</b>		
- ISG	-	61.76
c) Loans payables - Current		
<b>Subsidiary Companies</b>		
- GAL (including debentures)	400.00	250.00
- GADL	-	7.00
<b>Fellow subsidiary</b>		
- GPPL	-	95.00
d) Investment in share application money		
<b>Subsidiary Company</b>		
- GHVEPL	4.70	-
e) Trade receivables- Current		
<b>Subsidiary Companies</b>		
- EMCO	55.06	48.56
- GIML	6.58	-
f) Unbilled revenue		
<b>Subsidiary Companies</b>		
- EMCO	34.99	42.13
- GKEL	23.59	-
g) Accrued interest on loan receivables		
<b>Subsidiary Companies</b>		
- GEL	51.64	97.27
- GIML	46.42	37.97
- GPIL	-	0.13
- GMRHL	9.04	-
- GAPL	15.04	-
- DSPL	40.59	-

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
- GHVEPL (₹ 47,432 (March 31, 2012: ₹ Nil))	0.00	-
- GBHHPL	2.32	-
- GTAEPL	0.02	-
- GTTEPL	0.05	-
- KSPL	0.45	-
- GKSEZ	18.17	-
- GSPHPL	1.78	-
- DPPL	0.01	-
- PAPPL	0.01	-
<b>Joint venture</b>		
- ISG (₹ 9,093 (March 31, 2012: ₹ 9,500,000))	0.00	0.95
h) Accrued interest on loan payables		
<b>Subsidiary Companies</b>		
- GAL	1.37	0.01
- GADL	-	0.05
<b>Fellow subsidiary</b>		
- GPPL	0.03	0.06
i) Other advances		
<b>Subsidiary Companies</b>		
- GEL	17.28	0.13
- GKSEZ	0.78	0.03
- GHVEPL	0.88	0.11
- GMIAL	-	0.02
- EMCO	13.47	6.00
- GCHEPL	9.36	7.67
- DIAL	36.36	0.22
- GHIAL	3.40	0.24
- GGSPPPL	0.35	4.11
- KSPL	1.04	0.16
- GETL	-	0.56
- GADL	-	0.17
- GISPL	-	0.06
- GAPL	0.39	-
- GJEL	0.22	-
- GKUAEL	5.41	-
- GTTEPL	0.67	-
- GTAEPL	0.61	-
- GUEPL	1.77	-
- GVPGL	1.88	-
- GPCL	0.15	-
- GMRHL	4.03	-
- GACEPL	0.19	-
- GKEL (₹ 27,271 (March 31, 2012: ₹ Nil))	0.00	-
- GISPL	86.24	-
<b>Fellow subsidiaries</b>		
- RSSL	0.60	-
- GPPL	0.15	0.02
<b>Joint venture</b>		
- ISG	0.12	-
j) Security deposit		
<b>Subsidiary Companies</b>		
- GCAPL	1.76	1.76

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
- GHIAL	0.02	0.02
<b>Fellow subsidiary</b>		
- RSSL	0.43	0.43
k) Trade payables - Current		
<b>Holding Company</b>		
- GHPL	4.12	0.13
<b>Subsidiary Companies</b>		
- GMRHL	0.19	-
- GAPL	2.66	2.37
- GHIAL	0.05	-
- GAL	0.25	-
- GCAPL	11.56	-
- GKUAEL	0.01	-
- GBPSPL	1.58	-
- DIAL	0.99	-
<b>Fellow Subsidiary</b>		
- RSSL	0.12	-
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GFFT	0.01	0.01
<b>Key Management Personnel</b>		
- Mr. G.M.Rao	3.77	1.86
- Mr. Srinivas Bommidala	-	0.96
l) Non-trade payables - Current		
<b>Subsidiary Companies</b>		
- GREL	9.77	-
- GEL	-	11.49
- GCAPL	-	7.85
- GHIAL	-	0.03
<b>Fellow subsidiary</b>		
- RSSL	-	0.01
m) Advance from customers - Current		
<b>Subsidiary Companies</b>		
- GMRHL	0.18	-
- GOSEHHHPL	-	-
- GKEL	20.36	-
- GTTEPL	1.14	-
- EMCO	42.43	11.28
<b>Fellow subsidiary</b>		
- GPPL	56.85	-
n) Guarantees given to		
<b>Subsidiary Companies</b>		
- DIAL	280.00	2,456.00
- GADL	-	379.24
- GAPL	190.00	182.30
- GCORRPL	787.67	787.67
- GCRPL	2,833.16	2,664.10
- GEL	1,600.00	800.00
- GENBV	263.04	247.34
- GESPL	-	1,030.60
- GHIAL	542.00	600.00
- GHVEPL	1,690.00	1,690.00
- GIML	1,343.49	504.50

## Notes to the Financial Statements for the year ended March 31, 2013

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

Nature of Transaction	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
- GISPL	3,872.64	2,313.58
- GJEL	353.48	353.48
- GMIAL	2,301.60	2,164.26
- GMRHL	450.00	200.00
- GOSEHHHPL	1,080.00	1,080.00
- GPEPL	8.00	8.00
- GUEPL	596.25	596.25
- GVPGL	100.00	50.00
- HEGL	164.40	154.59
- KSPL	250.00	215.00
- GGSPPPL	25.00	-
- GTTEPL	105.00	-
- GTAEPL	45.00	-
<b>Fellow subsidiaries</b>		
- GHML	186.32	175.20
<b>Joint venture</b>		
- ISG	1,842.12	1,798.98
<b>Enterprises where significant influence exists</b>		
- LGM	47.26	46.15
o) Provision for proposed final equity dividend		
<b>Holding Company</b>		
- GHPL	27.36	-
<b>Enterprises where key managerial personnel or their relatives exercise significant influence</b>		
- GIVLLP	0.30	-
- GEPL	0.17	-
- GWT	0.18	-
<b>Key management personnel and their relatives</b>	0.05	-

### Notes:

- The Company has provided securities by way of pledge of investments for loans taken by certain Companies (refer Note 13).
- The Holding Company has pledged certain shares held in the Company as security towards the borrowings of the Company [refer Note 5(3) and 5(4)].
- Includes allotment of equity/preference shares and debentures out of application money received in earlier years.
- A charge has been created over the deposits of ₹ 329.00 Crore (March 31, 2012: 246.44 Crore) for loan against deposits availed by KSPL.
- A charge has been created over the deposits of ₹ 2.77 Crore (March 31, 2012: ₹ Nil) for the purpose of DSRA maintained by the Company with ING Vysya Bank Limited for loan against deposits availed by GMRHL.
- Also refer note 13 on non-current investments and note 16 on current investments.

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 34 CAPITAL AND OTHER COMMITMENTS

#### Capital commitments

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances ₹ 0.13 Crore (March 31, 2012: ₹ 4.08 Crore).

#### Other commitments

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

Nature of relationship	Outstanding commitment for financial assistance	
	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
Subsidiaries	2,634.41	5,747.88
Joint Venture	18.01	85.87
<b>Total</b>	<b>2,652.42</b>	<b>5,833.75</b>

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

March 31, 2013	March 31, 2012
· GMIAL	· GMIAL
	· GESPL

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

March 31, 2013	March 31, 2012
· GIOL	· GIOL
· GEGL	· GEGL
· GIGL	· GIGL
· GICL	· GICL

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

March 31, 2013	March 31, 2012
· GIML	· GIML
· GCRPL	· GCRPL
· GISPL	· GESPL
· GENBV	· GISPL
· HEGL	· GENBV
· GMIAL	· HEGL
· GEL	· GMIAL
· GAL	· GEL
· DIAL	· GAL
· GMRHL	· DIAL
	· GMRHL

- For commitments relating to purchase of equity/preference shares (refer Note 35(a) and (b)).
- For commitment relating to lease arrangements (refer Note 29).
- The Company has certain long term unquoted investments which have been pledged as security towards loan facilities sanctioned to the Company and the investee Companies (refer Note 13).

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE 35 | CONTINGENT LIABILITIES

- a) Guarantees issued on behalf of subsidiaries and other Companies is ₹ 21,254.64 Crore (March 31, 2012: ₹ 20,797.24 Crore). The liability outstanding as at March 31, 2013 is ₹ 16,357.66 Crore (March 31, 2012: ₹ 12,561.17 Crore).
- b) Matters relating to indirect taxes under dispute ₹ 29.09 Crores (March 31, 2012 : Nil)
- c) GEL has issued following fully paid-up Compulsorily Convertible Cumulative Preference Shares ("CCCPS"):

Investors	No. of CCCPS	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
Claymore Investments (Mauritius) Pte Limited	9,300,000	930.00	930.00
IDFC Private Equity Fund III	2,500,000	250.00	250.00
Infrastructure Development Finance Company Limited	500,000	50.00	50.00
IDFC Investment Advisors Limited	500,000	50.00	50.00
Ascent Capital Advisors India Private Limited	500,000	50.00	50.00
Argonaut Ventures	650,000	65.00	65.00
<b>Total</b>	<b>13,950,000</b>	<b>1,395</b>	<b>1,395</b>

The preference shares are convertible upon the occurrence of qualifying initial public offering (QIPO) of GEL at an agreed internal rate of return (IRR). In case of non-occurrence of QIPO within 3 years of the closing date, as defined in the terms of agreement between the parties, investors have the right to require the Company to purchase the CCCPS or if converted, the equity shares in GEL at an agreed upon IRR.

- d) During the year ended March 31, 2011, GAL has issued 2,298,940 non-cumulative compulsory convertible non-participatory preference shares (CCPS1) bearing 0.0001% dividend on the face value of ₹ 1,000 each fully paid-up amounting to ₹ 229.89 Crore at a premium of ₹ 2,885.27 each totalling to ₹ 663.31 Crore to Macquaire SBI Infrastructure Investments 1 Limited, ("Investor I") for funding and consolidation of airport related investments by the Group. Further, during the previous year, GAL issued 1,432,528 non-cumulative compulsory convertible non-participatory preference shares (CCPS 2) bearing 0.0001% dividend on the face value of ₹ 1,000 each fully paid up amounting to ₹ 143.25 Crore at a premium of ₹ 3,080.90 each totaling to ₹ 441.35 Crore to Standard Chartered Private Equity (Mauritius) III Limited, JM Financial - Old Lane India Corporate Opportunities Fund I Limited, JM Financial Trustee Company Private Limited, JM Financial Products Limited and Build India Capital Advisors LLP ("Investors II"). The Company and GAL have provided Investor I and Investors II various conversion and exit options at an agreed internal rate of return as per the terms of the Restructuring Options Agreements and Investment agreements executed between the Company, GAL, Investor I and Investors II.

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

Particulars	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
Interest income	10.09	37.97
Profit on sale of investments (refer note 26)	75.83	-
Income from management and other services	6.58	-
<b>Total</b>	<b>92.50</b>	<b>37.97</b>

### (b) Imported and indigenous materials consumed

Particulars	Value (₹ in Crore) March 31, 2013	% of total consumption March 31, 2013	Value (₹ in Crore) March 31, 2012	% of total consumption March 31, 2012
<b>Raw materials</b>				
Imported	0.10	0.03%	6.43	1.92%
Indigenously obtained	289.15	99.97%	328.19	98.08%
<b>Total</b>	<b>289.25</b>	<b>100.00%</b>	<b>334.62</b>	<b>100.00%</b>

## Notes to the Financial Statements for the year ended March 31, 2013

### NOTE | 37 |

Disclosure as per clause 32 of the Listing agreement of the loans and advances (including share/debenture application money), granted to subsidiaries, fellow subsidiaries, joint ventures, associates and other Companies in which the directors are interested.

(₹ in Crore)

Name of the entity	Amount outstanding as at March 31,		Maximum amount outstanding during the year		Interest rate during the year		Investment by loanee in the Company/ subsidiary Companies Shares
	2013	2012	2013	2012	2013	2012	
<b>Loans given/debentures subscribed</b>							
- GEL <sup>1*</sup>	1,784.46	1,549.00	1,846.76	1,549.00	0% to 16.50%	0% to 11.75%	Refer note 1
- GMRHL <sup>1*</sup>	710.93	38.50	718.73	340.00	0% to 12%	6%	Refer note 2
- GKSEZ <sup>2*</sup>	182.20	157.80	182.20	185.00	12%	12%	Nil
- GAPL <sup>2*</sup>	185.65	185.65	185.65	185.65	2% to 12.5%	2% to 12.5%	Nil
- GHIAL <sup>1*</sup>	-	-	-	442.00	-	12.50%	Refer note 8
- GSPHPL <sup>2*</sup>	244.70	228.85	244.70	228.85	0.10% to 12%	0.10% to 1%	Refer note 7
- GWT <sup>1*</sup>	115.00	115.00	115.00	115.00	0%	0%	Refer Note 14(2) on loans and advances
- DSPL <sup>1*</sup>	334.55	-	874.25	109.35	8.50% to 13%	8.50%	Refer note 3
- DIAL <sup>1*</sup>	-	-	-	38.10	-	12.75%	Refer note 4
- GAPL <sup>1*</sup>	27.63	10.88	27.63	10.88	12.50%	12.50%	Nil
- GBPSPL <sup>1*</sup>	5.64	2.25	6.74	2.25	8.50% to 12%	8.50%	Nil
- GEL <sup>2*</sup>	987.50	349.13	999.13	350.00	14.50%	14.50%	Refer note 1
- DPPL <sup>2*</sup>	3.00	10.00	10.00	10.00	0.10%	0.10%	Nil
- PAPPL <sup>2*</sup>	7.50	12.30	12.30	12.30	0.10%	0.10%	Nil
- GPIL <sup>1*</sup>	3.80	3.80	3.80	3.80	10%	10%	Nil
- ISG <sup>1*</sup>	-	61.76	65.99	62.80	5.32% to 6.95%	6.66% to 6.95%	Nil
- GKUAEL <sup>1*</sup>	-	197.50	197.50	197.50	0%	0%	Nil
- GIML <sup>1*</sup>	-	360.71	360.71	375.34	11.75%	11.75%	Refer note 6
- GCAPL <sup>2*</sup>	150.00	150.00	150.00	150.00	1% to 5%	1% to 5%	Refer note 5
-GTAEPL <sup>1*</sup>	3.00	-	3.00	-	12%	-	Refer note 9
-GTTEPL <sup>1*</sup>	7.00	-	7.00	-	12%	-	Refer note 10
-GOSEHHPL <sup>1*</sup>	20.00	-	20.00	-	0%	-	Nil
-KSPL <sup>1*</sup>	258.00	-	258.00	-	14%	-	Nil
-SJK <sup>1*</sup>	-	-	51.00	-	12%	-	Nil
-GHVEPL <sup>1*</sup>	60.46	-	110.00	-	0% to 12%	-	Nil
-GBHPL <sup>1*</sup>	43.00	-	43.00	-	12%	-	Nil

1. Loans given

2. Debentures subscribed

^ Excludes interest accrued.

(₹ in Crore)

Name of the entity	Amount outstanding as at March 31,		Maximum amount outstanding during the year		Investment by loanee in the Company/ subsidiary Companies Shares (Nos)
	2013	2012	2013	2012	
<b>Investment in share/debenture application money</b>					
- GMRHL	-	-	80.00	235.54	Refer note 2
- GHVEPL	4.70	-	72.54	4.29	Nil
- GEL	-	-	225.00	15.00	Refer note 1
- DSPL	-	-	160.00	10.00	Refer note 3
- GPIL	-	-	-	0.75	Nil
- GHPL	-	-	-	0.01	Nil
- GKUAEL	-	-	6.95	0.05	Nil
- GSPHPL	-	-	15.85	140.46	Refer note 7
- GKSEZ	-	-	24.40	22.82	Nil
- GETL	-	-	8.10	-	Nil

## Notes to the Financial Statements for the year ended March 31, 2013

Note:

1. GEL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity Shares</b>		
GVPGL	295.90	295.90
GPCL	164.98	164.98
GMEL	0.05	0.04
GBHPL	5.00	5.00
GKEL	1,096.17	496.96
GCSPL	0.01	0.01
GBHHPL	161.61	0.01
GKEPL	0.01	0.01
GCEPL	0.01	0.01
GLHPPL	0.01	0.01
BHPL	0.01	0.01
EMCO	563.75	563.75
GCHEPL	822.87	510.07
GREL	520.00	520.00
SJK	65.00	65.00
GMAEL	0.05	0.05
GUPEPL	0.01	0.01
GGSPPL	73.60	46.00
GBEPL	0.01	0.01
GHOEL	0.05	0.05
ATSCL	5.48	5.45
MTSCL	9.39	9.25
GINELL	0.05	0.05
GINPCL	0.05	0.05
GEML [₹ 3,954 (March 31, 2012: ₹ 3,954)]	0.00	0.00
HHPPL	31.79	15.60
GCRPL	32.28	2.10
GETL	11.78	9.88
HEGL	167.94	167.94
GJEL	0.59	5.42
GPEPL	0.69	6.35
DIAL	245.00	245.00
GUEPL	0.99	9.14
GCORRPL	3.00	3.00
GACEPL	24.22	24.22
<b>Preference Shares</b>		
GEML	353.44	301.51
GCORRPL	12.00	12.00

## Notes to the Financial Statements for the year ended March 31, 2013

2. GMRHL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity shares</b>		
GJEL	116.06	63.63
GPEPL	135.93	74.52
GUEPL	195.77	107.33
GACEPL	45.63	45.63
GKUAEL	134.95	-
GTAEPL	23.76	0.47
GTTEPL	30.25	0.47
GHVEPL	2.45	2.45
GCORRPL	14.70	14.70
GOSEHHHPL	57.50	57.50
GHPPL	0.01	0.01
<b>Preference shares</b>		
GACEPL	0.80	0.80
GHVEPL	216.00	200.00
GCORRPL	74.08	74.08
GJEL	1.08	1.08
GKUAEL	558.05	-
GUEPL	0.40	0.40

3. DSPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Preference shares</b>		
GREEL	1,013.44	1,013.44

4. DIAL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity shares</b>		
DAPL	0.10	0.10
EDWPCPL	0.01	0.01

5. GCAPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity shares</b>		
GBPSPL	0.01	0.01

6. GIML has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (USD in Crore)	March 31, 2012 (USD in Crore)
<b>Equity shares</b>		
GICL	1.06	1.06
GIUL	0.90	0.90
GHOSS [USD 4,702 (March 31, 2012: USD 4,702)]	0.00	0.00
GISPL	4.80	4.80
GMRIML [USD Nil (March 31, 2012: USD 1,809)]	-	0.00
GMIAL	2.31	2.31

## Notes to the Financial Statements for the year ended March 31, 2013

7. GSPHPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity shares</b>		
APPL	1.00	1.00
AKPPL	1.00	1.00
AMPPL	1.00	1.00
BPPL	1.00	1.00
BOPPL	1.00	1.00
CPPL	1.00	1.00
DPPL	1.00	1.00
DSPL [₹ 5,000 (March 31, 2012: ₹ 5,000)]	0.00	0.00
EPPL	1.00	1.00
GPL	1.00	1.00
LPPPL	1.00	1.00
LAPPL	1.00	1.00
HPPL	1.00	1.00
IPPL	1.00	1.00
KSPL	47.94	47.94
KPPL	1.00	1.00
NPPL	1.00	1.00
PPPL	1.00	1.00
PUPPL	1.00	1.00
PAPPL	1.00	1.00
SPPL	1.00	1.00
PRPPL	1.00	1.00
RPPL	1.00	1.00
AREPL	0.03	-
SRPPL	1.00	1.00
LPPL	0.01	-

8. GHIAL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity shares</b>		
HMACPL	0.52	0.52
HAPL	23.63	2.18
GHARML	0.05	0.05
HASSL	12.50	12.50
GHASL	30.00	25.00
GHMSL	0.05	0.05
GHRL	109.66	109.66
HDFRL	9.95	4.95
GAHSCL	0.05	0.05
APFT	-	1.97
GHAPDL	0.05	-
<b>Preference shares</b>		
HMACPL	0.02	0.02

## Notes to the Financial Statements for the year ended March 31, 2013

9. GTAEPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Preference shares</b>		
GACEPL	53.51	53.51
GJEL	12.50	12.50
GUEPL	50.00	17.99

10. GTTEPL has invested in following subsidiary Companies:

Name of the Company	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Preference shares</b>		
GACEPL	68.49	68.49
GJEL	12.50	12.50
GUEPL	75.00	27.01

### NOTE 38 UNHEDGED FOREIGN CURRENCY EXPOSURE

Particulars	Amount
Loans and advances	- ₹ Nil (USD Nil) [March 31, 2012: ₹ 360.71 Crore (USD 7.00 Crore)]
	- ₹ Nil (EURO Nil) [March 31, 2012: ₹ 61.76 Crore (EURO 0.91 Crore)]
	- ₹ 86.24 Crore (SGD 1.97 Crore) [March 31, 2012: ₹ Nil (SGD Nil)]
Investments	- ₹ 1477.99 Crore (USD 32.06 Crore) [March 31, 2012: ₹ 1477.99 Crore (USD 32.06 Crore)]
	- ₹ 0.11 Crore (SGD 0.00 Crore) [March 31, 2012: ₹ 10.52 Crore (SGD 0.30 Crore)]
	- ₹ 335.89 Crore (YTL 11.01 Crore) [March 31, 2012: ₹ 268.03 Crore (YTL 8.74 Crore)]
Payables	- ₹ Nil (USD Nil) [March 31, 2012: ₹ 1.18 Crore (USD 0.02 Crore)]
Trade receivables	- ₹ 6.58 Crore (USD 0.12 Crore) [March 31, 2012: ₹ Nil (USD Nil)]
Other current assets	- ₹ 46.42 Crore (USD 0.85 Crore) [March 31, 2012: ₹ 37.97 Crore (USD 0.74 Crore)]
	- ₹ Nil (EURO Nil) [March 31, 2012: ₹ 0.95 Crore (EURO 0.01 Crore)]

Note: Previous year figures are mentioned in brackets.

### NOTE 39

Based on information available with the Company, there are no suppliers who are registered as micro, small or medium enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006" as at March 31, 2013.

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

Particulars	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
Capital goods	1.49	2.28
Raw materials	0.10	6.74
<b>Total</b>	<b>1.59</b>	<b>9.02</b>

**NOTE 41 | DISCLOSURE IN TERMS OF ACCOUNTING STANDARD 7 - CONSTRUCTION CONTRACTS**

Sl. No.	Particulars	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
1.	Contract revenue recognised during the year	1,142.17	1,091.04
2.	Aggregate cost incurred and recognised profits (less recognised losses) up to the reporting date for contracts in progress	2,667.96	1,525.79
3.	Amount of customer advances outstanding	270.28	172.64
4.	Retention money due from customers for contracts in progress	158.28	112.00
5.	Gross amount due from customers for contract works as an asset	152.96	121.98
6.	Gross amount due to customers for contract works as a liability	1.67	144.96

**NOTE 42 |**

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

Name of the subsidiaries	March 31, 2013 (₹ in Crore)	March 31, 2012 (₹ in Crore)
<b>Equity Shares</b>		
GJEL [589,125 (March 31, 2012: 5,419,949) equity shares of ₹ 10 each fully paid-up]	0.59	5.42
GPEPL [690,000 (March 31, 2012: 6,348,000) equity shares of ₹ 10 each fully paid-up]	0.69	6.35
DIAL [245,000,000 (March 31, 2012: 245,000,000) equity shares of ₹ 10 each fully paid-up]	245.00	245.00
GUEPL [993,750 (March 31, 2012: 9,142,500) equity shares of ₹ 10 each fully paid-up]	0.99	9.14
GCORRPL [3,000,000 (March 31, 2012: 3,000,000) equity shares of ₹ 10 each fully paid-up]	3.00	3.00
GACEPL [24,222,593 (March 31, 2012: 24,222,593) equity shares of ₹ 10 each fully paid-up]	24.22	24.22
<b>Preference Shares</b>		
GCORRPL [1,200,000 (March 31, 2012: 1,200,000) preference shares of ₹ 100 each fully paid-up]	12.00	12.00

**NOTE 43 |**

The Company through its subsidiary GIML has made an investment of ₹ 126.58 Crore (USD 2.31 Crore) towards 77% holding in GMIAL and GIML has pledged deposits of Rs 789.12 Crore (USD 14.40 Crore) towards loan taken by GMIAL from its lenders Further the Company has given a guarantee of ₹ 2,301.60 Crore (USD 42.00 Crore) to the lenders in connection with the borrowings made by GMIAL.

GMIAL entered into an agreement on June 28, 2010 with Maldives Airports Company Limited ('MACL') and Ministry of Finance and Treasury ('MoFT'), Republic of Maldives for the Rehabilitation, Expansion, Modernization, Operation and Maintenance of Male International Airport ('MIA') for a period of 25 years ("the Concession Agreement"). On November 27, 2012, MACL and MoFT issued notices to GMIAL stating that the concession agreement was void ab initio and that neither MoFT nor MACL had authority under the laws of Maldives to enter into the agreement. It was also stated that MACL would take over the possession and control of MIA within 7 days of the said letter. Though GMIAL denied that the contract was void ab initio, MACL took over the possession and control of the MIA and GMIAL vacated the airport effective December 8, 2012. This has resulted in the GMIAL principal activity becoming impossible from the date of takeover. The matter is currently under arbitration and the procedural meeting was held on April 10, 2013. GMIAL is in the process of seeking remedies under the aforesaid concession agreement and does not anticipate counter claims if any. The outcome of the arbitration is uncertain as at March 31, 2013. In view of the aforesaid matter, GMIAL continues to reflect assets including the claim recoverable of ₹ 919.16 Crore (USD 16.77 Crore) at their carrying values as at March 31, 2013, net of assets written off of ₹ 202.61 Crore. GMIAL's ability to continue its future business operations and consequential impact on investments made/ guarantees given by the Company and GIML is solely dependent on the outcome of arbitration and/or a negotiated settlement.

Further, GMIAL has executed work construction contracts with GADLIL, a subsidiary of the Company and other service providers for rehabilitation, expansion, and modernisation of MIA. Pursuant to the aforesaid takeover of the airport by MACL, GMIAL has terminated the contracts with GADLIL and these service providers. As per the terms of contracts, in the event of discontinuation of construction, GMIAL is required to pay termination payment to the service providers. GMIAL has received claims from GADLIL and other service providers towards termination payments. However, no such claims relating to the

termination of contracts have been recognised in the financial statements of GMIAL as at March 31, 2013 since the amounts payable are not certain. The takeover of MIA by MACL, indicate the existence of a material uncertainty about the going concern of GMIAL and GADLIL.

Based on an internal assessment and a legal opinion obtained by GMIAL, the management of the Company is confident of proving that the concession agreement was not void ab initio and that GMIAL would be entitled for compensation under the concession agreement and accordingly these financial statements of the Company do not include any adjustments that might result from the outcome of this uncertainty.

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**NOTE 44**

The Company's subsidiaries GEL and GVPGL are engaged in the business of generation and sale of electrical energy from their two gas based power plants of 220MW and 387.63MW situated at Kakinada and Vemagiri respectively. Further, GREL, a subsidiary, is constructing a gas based power plant. In view of lower supplies/availability of natural gas to the power generating companies in India, these subsidiaries are facing shortage of natural gas supply and delays in securing gas linkages. During the year ended March 31, 2013, GEL and GVPGL have incurred losses resulting in erosion of networth of these gas based power generating companies and GREL has not commenced commercial operations pending linkages of natural gas supply. Further, GREL for its 768 MW gas based power plant, which is under construction at Rajahmundry, has applied for allocation of gas and Ministry of Petroleum and Natural Gas (MoPNG) is yet to allocate the gas linkage.

The consortium of lenders have approved the reschedulement of Commercial Operation Date ('COD') of the plant under construction to April 1, 2014 and repayment of project loans. GEL along with its subsidiaries is actively pursuing/ making representations with various government authorities to secure the natural gas linkage/supply as the natural gas supplies from KG D6 basin have dropped significantly from September 2011 onwards. The Group and the Association of Power Producers are closely monitoring the macro situation and are evaluating various approaches/alternatives to deal with the situation and the management is confident that the Government of India would take necessary steps/initiatives in this regard to improve the situation regarding availability of natural gas from alternate sources in the foreseeable future. Based on business plan and valuation assessment, the management is confident that GEL and GVPGL will be able to generate sufficient profits in future years, GREL will achieve the COD as stated aforesaid and these gas based power generating companies would meet their financial obligations as they arise and hence the carrying value of investments (including advances) made by the Company directly or through its subsidiaries ('investments') in above entities as at March 31, 2013 is appropriate.

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**NOTE 45**

During the year ended March 31, 2012, with a view to restructure the holdings in Indian and International airport business, the Company had transferred 612,500,000 equity shares and 238,139,998 equity shares of DIAL and GHIAL respectively held by it to GAL at cost. GAL is a 97.15% subsidiary of the Company.

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**NOTE 46**

During the year ended March 31, 2011, pursuant to restructuring, to facilitate expansion of the energy business both in India as well as globally, the Company had transferred its entire shareholding in GEL to GREEL, a subsidiary of the Company, at cost.

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**NOTE 47**

During the year ended March 31, 2013 with a view to restructure the equity holdings in road business, the Company had transferred 55,752,000 equity shares, 47,601,300 equity shares and 80,295,000 equity shares held in GPEPL, GJEL and GUEPL respectively to GMRHL at cost. GMRHL is a 100.00% subsidiary of the Company.

Further the Company has transferred 4,798,600 8% non-cumulative redeemable preference shares and 3,201,400 8% non-cumulative redeemable preference shares held in GUEPL to GTTEPL and GTAEPPL at cost.

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**NOTE 48**

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

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**NOTE 49**

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

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**NOTE 50**

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

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**NOTE 51**

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

As per our report of even date

For S. R. Batliboi & Associates LLP  
ICAI Firm Registration No.: 101049W  
Chartered Accountants

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

per Sunil Bhumralkar  
Partner  
Membership No.: 35141

G. M. Rao  
Executive Chairman

B. V. N. Rao  
Managing Director

Madhva Bhimacharya Terdal  
Group CFO

C. P. Sounderarajan  
Company Secretary

Place: Bengaluru  
Date : May 30, 2013

Place: Bengaluru  
Date : May 30, 2013