

## 2.12 Income taxes

The income tax expense or credit for the year is the tax payable on current year's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The current income tax charge is calculated on the basis of tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and provisions are established where ever appropriate on the basis of amounts expected to be paid to the tax authorities.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the entity will pay normal income tax. Accordingly, MAT is recognised as an asset when it is highly probable that future economic benefit associated with it will flow to the entity.

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

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

Deferred tax assets and deferred tax liabilities are offset, when the entity has a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances related to the same authority.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity wherein the related tax is also recognised in other comprehensive income or directly in equity.

## 2.13 Impairment of assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. The following intangible assets are tested for impairment each financial year even if there is no indication that the asset is impaired:

(a) an intangible asset that is not yet available for use; and (b) an intangible asset that is amortized over a period exceeding ten years from the date when the asset is available for use.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

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

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

## 2.14 Provisions, contingent liabilities and contingent assets

A provision is recognised when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is

recognised as an asset if it is virtually certain that the reimbursement will be received and the amount of the receivable can be measured reliably.

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



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## 2.15 Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

### a) Financial Assets

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

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

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

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (unless the same are designated as fair value through profit or loss)

- The asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments at FVTPL is a residual category for debt instruments and all changes are recognised in profit or loss.

Investments in equity instruments are classified as FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in fair value in OCI for equity instruments which are not held for trading.

Interest income, dividend income and exchange difference (on debt instrument) on FVTOCI debt instruments is recognised in profit or loss and other changes in fair value are recognised in OCI and accumulated in other equity. On disposal of debt instruments FVTOCI the cumulative gain or loss previously accumulated in other equity is reclassified to profit & loss. However in case of equity instruments at FVTOCI cumulative gain or loss is not reclassified to profit & loss on disposal of investments.

### b) Financial Liabilities

Financial liabilities are classified at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

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

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

Financial guarantee contracts are subsequently measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation.

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

## 2.16 Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

## 2.17 Claims

(i) Company's claims against NHAI for additional scope of work, utility shifting and other works are accounted for as and when received.

(ii) Contractor's claims regarding additional scope of work, utility shifting and other works are admissible and accounted for as and when related claims of the Company are received from NHAI.

(iii) The other claims against the company are accounted for as and when settled. The other claims by the company are accounted for as and when received.

## 2.18 Commitments

Commitments are future liabilities for contractual expenditure. Commitments are classified and disclosed as follows:

(i) Estimated amount of contracts remaining to be executed on capital account and not provided for.

(ii) Other commitments related to sales/procurements made in the normal course of business are not disclosed to avoid excessive details.



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## 2.19 Employee Benefit

Employee benefits include provident fund, superannuation fund, employee state insurance scheme, gratuity fund, compensated absences, long service awards and post-employment medical benefits.

### i. Short term Employee Benefit

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salaries, wages, short term compensated absences etc. and the expected cost of bonus, ex-gratia are recognised in the period in which the employee renders the related service.

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under :

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

### ii. Post employment benefits

#### (a) Defined contribution plans:

The Company's superannuation scheme and State governed provident fund linked with employee pension scheme are defined contribution plans.

The contribution paid/ payable under the scheme is recognised during the period in which the employee renders the related service.

#### (b) Defined benefit plans:

The present value of the obligation under such defined benefit plans is determined based on actuarial valuation using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the market yield on government securities.

#### (c) Other long term Employee Benefit

The obligation for other long term employee benefits such as long term compensated absences, liability on account of Retention Pay Scheme are recognised in the same manner as in the case of defined benefit plans as mentioned in (ii)(b) above.





**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMERLY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

3 Notes to financial statements for the Year ended March, 2019

3A Property, plant and equipment

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount As at Mar 31, 2019
	Balance as at April 1, 2018	Additions	Disposals	Balance at Mar 31, 2019	Balance as at April 1, 2018	Depreciation expense	Disposals
Property plant and equipment							
Vehicles	61,89,275	33,38,987	-	95,18,262	24,04,443	10,51,722	-
Computer (Hardware)	38,37,640	10,56,990	-	48,94,631	15,95,963	8,62,937	-
Temporary Structures	50,06,763	-	-	50,06,763	32,26,705	6,21,202	-
Office Equipments	44,35,072	10,78,784	-	55,13,857	34,08,044	2,91,827	-
Furniture & Fixtures	1,00,25,826	5,48,562	-	1,05,74,387	27,82,094	12,06,892	-
<b>Total</b>	<b>2,94,94,576</b>	<b>60,13,323</b>	<b>-</b>	<b>3,55,07,900</b>	<b>1,34,17,248</b>	<b>40,34,580</b>	<b>-</b>
							<b>1,74,51,828</b>
							<b>1,80,56,072</b>

PREVIOUS YEAR

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount As at March 31, 2018
	Balance as at April 1, 2017	Additions	Disposals	Balance at March 31, 2018	Balance as at April 1, 2017	Depreciation expense	Disposals
Property plant and equipment							
Vehicles	61,89,275	-	-	61,89,275	14,92,436	9,12,007	-
Computer (Hardware)	22,26,026	16,40,888	29,273	38,37,640	7,58,152	8,37,811	-
Temporary Structures	45,56,763	4,50,000	-	50,06,763	26,16,434	6,10,271	-
Office Equipments	47,44,124	2,88,788	5,97,839	44,35,072	33,45,823	6,02,595	5,40,374
Furniture & Fixtures	89,57,635	12,67,323	1,99,133	1,00,25,826	16,77,892	11,86,951	82,750
<b>Total</b>	<b>2,66,73,823</b>	<b>36,46,999</b>	<b>8,26,245</b>	<b>2,94,94,576</b>	<b>98,90,737</b>	<b>41,49,635</b>	<b>6,23,124</b>
							<b>1,34,17,248</b>
							<b>1,60,77,329</b>

3B Intangible Assets

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount As at Mar 31, 2019
	Balance as at April 1, 2018	Additions	Disposals	Balance at Mar 31, 2019	Balance as at April 1, 2018	Depreciation expense	Disposals
Computer software	31,54,675	4,61,373	-	36,16,048	25,80,506	2,60,359	-
Right under service concession arrangements	-	5,09,90,57,372	-	5,09,90,57,372	-	1,92,04,323	-
<b>Total</b>	<b>31,54,675</b>	<b>5,09,95,18,745</b>	<b>-</b>	<b>5,10,26,73,420</b>	<b>25,80,506</b>	<b>1,94,64,681</b>	<b>-</b>
							<b>2,20,45,187</b>
							<b>5,07,98,53,049</b>
							<b>5,08,06,28,232</b>

3,26,49,251

PREVIOUS YEAR

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount As at March 31, 2018
	Balance as at April 1, 2017	Additions	Disposals	Balance at March 31, 2018	Balance as at April 1, 2017	Depreciation expense	Disposals
Computer Software	29,04,515	2,50,160	-	31,54,675	25,12,822	67,684	-
<b>Total</b>	<b>29,04,515</b>	<b>2,50,160</b>	<b>-</b>	<b>31,54,675</b>	<b>25,12,822</b>	<b>67,684</b>	<b>-</b>
							<b>25,80,506</b>
							<b>5,74,169</b>
							<b>5,74,169</b>



**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
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Notes to financial statements for the Year ended March, 2019

**4 Intangible Asset Under Development**

Particulars	Opening balance as at 01.04.2018	For the Period 1.4.2018 to 28.02.2019	Closing balance as at 28.02.2019	Amount Capitalised on 01.03.2019	For the Period 1.3.2019 to 31.03.2019	Closing balance as at 31.03.2019
<b>Construction Cost</b>						
EPC Cost	15,51,06,54,751	1,47,26,13,206	16,98,32,67,957	14,82,16,72,323	5,35,29,394	2,21,51,25,028
<b>Sub Total</b>	<b>15,51,06,54,751</b>	<b>1,47,26,13,206</b>	<b>16,98,32,67,957</b>	<b>14,82,16,72,323</b>	<b>5,35,29,394</b>	<b>2,21,51,25,028</b>
<b>Construction related Pre-operative expenses</b>						
Interest	4,97,16,32,570	1,46,53,82,387	6,43,70,14,957	5,61,77,34,845	1,73,20,707	83,66,10,814
Other financial Expenses	26,01,31,423	1,35,56,766	27,36,88,189	23,88,53,715	34,417	1,48,68,890
Business setup expenses	63,51,646	-	63,51,646	55,43,221	-	8,08,425
Salary and Employee benefits	41,40,19,694	5,68,97,794	47,09,17,488	41,09,80,079	71,28,334	6,70,75,749
Watch & Ward Expenses	2,90,00,821	70,09,943	3,60,10,764	3,14,77,387	6,11,758	51,95,134
Staff Welfare Expenses	1,55,64,599	19,57,237	1,75,21,836	1,57,91,682	2,84,846	25,14,989
Depreciation	1,05,31,702	8,42,431	1,14,74,133	1,00,13,729	94,288	15,54,692
Rent	2,16,81,717	37,73,800	2,54,55,517	2,22,15,590	3,68,470	36,08,996
Independent Engineer Charges Reimbursed	25,00,29,784	3,91,79,778	28,92,09,562	25,23,99,560	36,07,782	4,04,17,784
Legal & Professional	7,89,33,603	1,97,78,721	9,87,12,414	8,61,48,500	21,95,763	1,47,59,677
Insurance	31,35,577	57,61,694	89,01,271	77,68,335	-	11,32,936
Vehicle Running & Maintenance	1,62,38,951	70,05,707	2,32,44,658	2,02,86,125	10,71,444	40,29,976
Repairs & Maintenance	76,77,580	2,69,69,317	3,46,46,897	3,02,37,111	35,73,997	79,83,783
Travelling & Conveyance	4,66,16,136	9,36,200	4,75,52,336	4,34,99,971	1,26,931	61,75,295
Printing & Stationery and Postage	92,75,731	14,01,458	1,06,77,189	93,18,218	1,27,563	14,86,534
Power & Fuel	1,59,48,157	17,50,365	1,76,98,522	1,54,45,716	99,009	23,51,615
Telecommunication expenses	78,17,975	8,02,770	86,20,745	74,36,242	52,718	13,37,271
Bank Charges	3,80,438	2,654	3,83,092	3,94,333	30	48,789
Fee & Taxes	16,97,258	240	16,97,498	14,81,444	-	2,16,054
Other Office Expenses	1,03,38,192	17,74,104	1,21,12,296	1,05,70,668	83,083	16,24,713
Tools & Equipment	4,40,362	-	4,40,362	3,84,236	-	56,096
Change of Scope Expenses	15,43,363	-	15,43,363	15,43,363	-	-
Utility Shifting Expenses	8,36,89,731	-	8,36,89,731	8,36,89,731	-	-
Project Assets :						
Plant & Machinery	15,28,34,624	1,04,67,553	16,32,91,577	16,32,91,577	98,408	98,408
Vehicles	1,30,17,754	17,44,818	1,47,62,572	1,12,92,936	-	-
Toll Under Construction	2,01,32,273	-	2,01,32,273	2,01,32,273	-	-
<b>Sub Total</b>	<b>6,44,84,75,050</b>	<b>1,66,37,05,886</b>	<b>8,11,21,80,945</b>	<b>7,11,53,10,583</b>	<b>3,68,89,547</b>	<b>1,03,87,59,909</b>
<b>Tolling Related Pre-Operative Expenses</b>						
Salary and Employee benefits	75,37,04,003	17,72,93,283	93,09,97,286	81,25,01,855	-	11,84,95,432
Insurance	6,43,05,098	1,17,61,420	7,60,66,518	6,63,84,927	-	96,81,591
Rent	2,75,84,157	63,96,851	3,39,80,008	2,86,55,800	-	43,75,008
Auditor Remuneration	53,36,563	3,48,100	56,84,663	49,61,133	-	7,23,532
Vehicle Running & Maintenance	3,18,81,149	57,64,034	3,76,45,183	3,45,99,225	-	50,45,958
Repairs & Maintenance	6,81,05,122	2,00,49,947	8,81,55,069	7,89,34,872	-	1,12,20,197
Travelling & Conveyance	3,18,46,931	72,07,401	3,90,54,332	3,40,83,577	-	49,70,756
Printing & Stationery and Postage	1,68,03,535	31,50,514	2,00,12,049	1,74,64,956	-	25,47,093
Power & Fuel	9,24,47,635	1,13,37,523	10,37,85,158	9,05,75,595	-	1,32,09,563
Legal & Professional	5,04,11,159	70,57,454	5,74,68,613	5,01,54,125	-	73,14,488
Fee & Taxes	27,47,920	13,296	27,61,216	24,09,774	-	3,51,442
Crane Hire Charges	1,58,57,081	25,25,343	1,83,82,424	1,60,42,747	-	23,39,677
Staff Welfare Expenses	1,61,84,150	43,52,840	2,05,36,990	1,79,23,084	-	26,13,906
Telecommunication expenses	2,68,35,265	29,78,203	2,98,13,467	2,07,82,538	-	30,30,929
Watch & Ward Expenses (Include CTI VAI)	20,74,79,856	5,94,64,820	26,69,44,676	23,29,68,505	-	3,39,76,173
Bank Charges	1,57,85,179	44,51,539	2,02,36,717	1,76,61,117	-	25,75,701
Depreciation	2,71,91,953	30,06,792	3,01,98,745	2,63,55,111	-	38,43,635
Advertisement & Signage	2,57,51,747	15,64,857	2,73,16,604	2,38,39,628	-	34,76,776
Routine Road Maintenance	1,17,36,25,675	12,30,96,103	1,29,67,21,778	1,13,16,77,681	-	16,50,44,098
Repair & Maintenance Management	30,00,00,000	-	30,00,00,000	26,18,16,613	-	3,81,83,387
Other Office Expenses	3,92,21,439	42,26,524	4,34,47,963	3,79,17,955	-	55,29,968
<b>Sub Total</b>	<b>2,98,91,83,618</b>	<b>88,40,46,543</b>	<b>3,44,32,10,160</b>	<b>3,00,47,10,852</b>	<b>-</b>	<b>48,84,99,308</b>
<b>Total (A)</b>	<b>24,94,82,93,417</b>	<b>3,59,23,65,645</b>	<b>28,54,06,59,062</b>	<b>24,94,36,93,758</b>	<b>9,04,18,941</b>	<b>3,68,73,84,245</b>
<b>Toll Collection</b>						
Interest on FDR (Gross)	16,63,51,85,303	3,96,01,86,543	20,59,53,71,846	17,97,42,09,556	-	2,62,13,62,290
Interest (Others)	1,43,70,20,483	56,98,23,822	2,00,68,44,305	1,74,63,80,931	-	25,46,63,374
Reimbursement from NHAI for Currency	78,64,249	-	78,64,249	68,63,303	-	10,00,946
Demonetisation Claim	3,68,38,192	-	3,68,38,192	3,21,49,502	-	46,88,690
Reimbursement from NHAI for O&M Expenses	-	-	-	-	-	-
Reimbursement of Change of Scope from NHAI	15,43,363	-	15,43,363	15,43,363	-	-
Reimbursement of Utility expenses from NHAI	8,36,89,731	-	8,36,89,731	8,36,89,731	-	-
<b>Total (B)</b>	<b>18,20,21,41,321</b>	<b>4,52,42,10,365</b>	<b>22,72,63,51,686</b>	<b>19,84,46,36,387</b>	<b>-</b>	<b>2,88,17,15,299</b>
<b>Total (A-B)</b>	<b>6,74,61,52,096</b>	<b>-93,18,44,719</b>	<b>5,81,43,07,376</b>	<b>5,09,90,57,372</b>	<b>9,04,18,941</b>	<b>80,56,68,946</b>

**Foot Note**

a) As per term of Supplementary Concession Agreement dated 19th January 2015, NHAI could provide only 113.38 Km ROW in discontinuous stretches out of 192.40KM. The company had completed construction on those stretches of 113.38 Km length (without IC and Miscellaneous work) till 28th February 2019. Independent Engineer of NHAI has confirmed completion of 113.38 KM till 28th February, 2019 vide their letter no. IC: V-A: 100: TL: Con: 5002 dated 25th April, 2019. Accordingly the company has capitalised Right under service concession arrangements for 113.38 KM on 28th February 2019.

b) As per Article 25 of the Concession Agreement, Equity Support Grant from NHAI is not due and payable till reporting date. Hence, Equity support grant is not recognised as financial assets



2



**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMELY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

Notes to financial statements for the Year ended March, 2019

**5 Other Non Current Financial Assets**

Particular	As at Mar 31, 2019	As at Mar 31, 2018
Deposit with maturity of More than 12 months from reporting date	1,54,457	-
<b>Total</b>	<b>1,54,457</b>	<b>-</b>

**6 Other Non Current Assets**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
<b>Capital Advance</b>		
Capital advances with related parties - EPC	1,34,74,74,250	2,27,55,15,370
Capital advances with related parties - COS	40,99,07,103	41,46,62,898
Capital advances with other parties	1,32,65,78,990	1,16,38,08,308
Less: Provision for Bad & Doubtful Advances	(1,15,40,44,429)	(1,15,40,44,429)
	<b>1,92,99,15,913</b>	<b>2,69,99,42,147</b>
<b>Advances other than capital advances</b>		
Security deposit	39,64,533	39,64,533
<b>Total</b>	<b>1,93,38,80,446</b>	<b>2,70,39,06,680</b>

**7 Trade Receivable**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
ETC Receivables	76,23,835	-
<b>Total</b>	<b>76,23,835</b>	<b>-</b>

**8 Cash and Cash Equivalents**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
<b>Balances with Banks</b>		
On current account	12,54,946	89,27,077
On current account - Escrow	1,23,96,27,126	85,56,48,461
On current account - Toll Collection	5,05,32,595	12,72,55,965
Deposit with original maturity of less than three months	-	7,55,64,47,229
Cash in Hand	3,25,87,767	1,44,85,740
<b>Total</b>	<b>1,32,40,02,433</b>	<b>8,56,27,64,472</b>

**9 Bank Balances Other Than Above**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Term deposit having maturity within 1 Year from reporting date	10,85,46,37,852	42,70,23,763
	<b>10,85,46,37,852</b>	<b>42,70,23,763</b>



10 Other Current Financial Assets

Particular	As at Mar 31, 2019	As at Mar 31, 2018
Interest Accrued on FDR	43,33,96,522	6,41,17,136
COS Receivable	1,58,66,327	1,16,36,738
<b>Total</b>	<b>44,92,62,849</b>	<b>7,57,53,874</b>

11 Current Tax Asset (Net)

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
TDS Recoverable - FDR	15,72,89,004	9,39,27,849
TDS Recoverable - Others	1,37,87,682	1,31,10,777
	<b>17,10,76,686</b>	<b>10,70,38,626</b>
Current tax liabilities		
Income tax payable	(10,03,33,011)	-
<b>Total</b>	<b>7,07,43,675</b>	<b>10,70,38,626</b>

12 Other Current Assets

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Advance to Suppliers	5,03,34,116	22,89,579
Other Receivables	-	16,55,680
Prepaid Expenses	1,36,19,334	67,64,949
WCT recoverable	47,47,875	47,47,875
GST Input Tax Credit	6,25,350	-
GST Input Recoverable	6,21,653	-
GST Recoverable on Advances	4,39,09,998	4,44,80,698
<b>Total</b>	<b>11,38,58,326</b>	<b>5,99,38,781</b>





**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMERLY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

Notes to financial statements for the Year ended March, 2019

**13 Equity Share Capital**

Particulars	As at Mar 31, 2019	As at March 31, 2018
<b>SHARE CAPITAL</b>		
<b>AUTHORISED:</b>		
Equity Shares of Rs.10/- each	70,00,00,000	70,00,00,000
	70,00,00,000	70,00,00,000
<b>ISSUED, SUBSCRIBED &amp; PAID UP:</b>		
Equity Shares of Rs.10/- each fully paid up	47,55,60,000	37,55,60,000
<b>Total</b>	<b>47,55,60,000</b>	<b>37,55,60,000</b>

Foot Notes:

i. Reconciliation of the number of shares outstanding at the beginning and as on 31st March' 2019

Particulars	As at Mar 31, 2019		As at March 31, 2018	
	Number	Amount in Rs.	Number	Amount in Rs.
Number of equity shares at the beginning of the Year 01.04.18	3,75,56,000	37,55,60,000	2,92,56,000	29,25,60,000
Equity shares issued during the year	1,00,00,000	10,00,00,000	83,00,000	8,30,00,000
<b>Number of equity shares at the end of the Year</b>	<b>4,75,56,000</b>	<b>47,55,60,000</b>	<b>3,75,56,000</b>	<b>37,55,60,000</b>

ii. Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. During the year ended 31st March 2019, no dividend is declared by Board of Directors (Previous Year nil).

iii. Shares held by holding/Ultimate holding company and/or their subsidiaries/associates : Not Applicable

iv. Details of shareholders holding more than 5% shares in the company

Name of the Shareholder	As at Mar 31, 2019		As at March 31, 2018	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Equity shares of 10/- each fully paid				
Indus Concessions India Private Limited (Formerly Known as Isolux Corsan Concessiones India Private Limited)	2,37,75,400	49.99%	1,87,75,400	49.99%
Roadis Concessiones S.L.U (Formerly known as Isolux Corsan Concessiones S.A. - Madrid)	2,600	0.01%	2,600	0.01%
Soma Enterprises Limited	23,25,340	4.89%	22,25,340	5.93%
Soma Tollway Private Limited	2,14,52,660	45.11%	1,65,52,660	44.07%
<b>Total</b>	<b>4,75,56,000</b>	<b>100.00%</b>	<b>3,75,56,000</b>	<b>100.00%</b>

**14 Other Equity**

Particulars	As at Mar 31, 2019	As at March 31, 2018
<b>Securities Premium Account</b>		
Opening Balance	3,37,91,40,000	2,63,21,40,000
Add/Less: Premium received during the year	90,00,00,000	74,70,00,000
<b>Closing Balance</b>	<b>4,27,91,40,000</b>	<b>3,37,91,40,000</b>
<b>Share Application Money Pending Allotment</b>		
Opening Balance	-	-
Add/Less: Equity component for loan from shareholder during the year	66,68,88,716	-
<b>Closing Balance</b>	<b>66,68,88,716</b>	<b>-</b>
<b>Profit &amp; Loss</b>		
Opening Balance	(1,15,40,44,429)	(56,00,00,000)
Add/Less: Profit & Loss for the year	19,85,13,010	(59,40,44,429)
<b>Closing Balance</b>	<b>(95,55,31,419)</b>	<b>(1,15,40,44,429)</b>
<b>Total</b>	<b>3,99,04,97,297</b>	<b>2,22,50,95,571</b>

**15**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
<b>Secured Loans</b>		
From Banks		
Senior Loan	12,23,52,98,555	12,38,46,19,449
Subordinate Loan	20,00,00,000	20,00,00,000
From Financial Institution- IIFCL	2,53,86,40,000	2,56,95,00,000
Less: Current Maturities of Term Loan	(29,00,00,000)	(18,00,00,000)
	<b>14,68,39,38,555</b>	<b>14,97,41,19,449</b>
<b>Unsecured Loans</b>		
Loan from related party		
Indus Concession India Pvt Ltd	17,68,46,550	-
Soma Tollway Pvt Ltd	5,89,48,850	-
	<b>23,57,95,400</b>	<b>-</b>
<b>Total</b>	<b>14,91,97,33,955</b>	<b>14,97,41,19,449</b>





**\*Secured Loans**

The Secured Borrowings are secured by;

- a) a first mortgage and charge in favour of the Lenders, in a form satisfactory to the Lenders of all the Borrower's immovable properties (save and except the Project Assets, as defined in the Concession Agreement), both present and future, if any;
- b) a first charge by way of hypothecation in favour of the Lenders of all the Borrower's moveable properties including but not limited to all current and non-current assets, moveable machinery, machinery spares, equipment, tools and accessories, vehicles and all other movable assets, both present and future, save and except the Project Assets, as defined in the Concession Agreement;
- c) an assignment by the Borrower, in favour of the Lenders, of (save and except the Project Assets, as defined in the Concession Agreement):
  - (i) first charge on all the Borrower's Receivables, Accounts, book debts and all rights and interests present and future,
  - (ii) the right, title and interest of the Borrower by way of first charge into and under all (a) of the Project Documents, Concession Agreement (b) any letter of credit, Contractor guarantees, liquidated damages, the guarantees, other performance warranties, indemnities and securities that may be furnished in favour of the Borrower by the various contractors under the Project Documents such as EPC Contract, after obtaining the written consent of the parties thereto, if necessary,
  - (iii) the right, title and interest of the Borrower by way of first charge in the Other Bank Accounts including but not limited to the TRA/Escrow Account and DSRA; and
  - iv) the right, title and interest of the Borrower by way of first charge in, to and under all the Government Approvals, Insurance policies.
- d) a first charge on all intangible assets of the Borrower including but not limited to goodwill, rights, undertakings and uncalled capital of the Borrower in favour of the Lenders, both present and future, ranking pari passu with other lenders save and except the Project Assets, as defined in the Concession Agreement;
- e) Pledge of shares held by promoters, in the issued and paid up equity shares capital of the Company to the satisfaction the senior lenders equivalent to 51% of the shares upto the PCD and two years thereafter, provided that the charge at (e) above shall be subject to the provision contained in article 5.3 and 7.1 (k) of the concession agreement and prior written consent of the NHAI.
- f) Corporate guarantee of Promoter Companies; and
- g) an undertaking from the Promoters that the Promoters shall infuse additional funds in order to make good any shortfall in cash flow

to service the debt obligations to the Lenders/ fund any subsequent cost overrun in implementation of the Project.

The Term Loans consists borrowing from a consortium of Eight bankers and a financial institution.

Total Loans Commitment is Rs. 2333,00,00,000/- out of which Senior Debt Rs. 1743,00,00,000, Additional Senior Debt Rs. 490,00,00,000 and Subordinate Debt Rs. 100,00,00,000/- from lead bank.

Rate of Interest @ 10.5% p.a. in case of senior loan & additional loan and 13% p.a. in case of subordinate loan.

**Terms of Repayment**

- a) Senior Debt is repayable in 44 structured (ballooning) quarterly installments commencing from 31st December, 2017 to 30th September, 2028 ranging from Rs. 1,75,00,000 to Rs. 183,75,00,000/- and the Additional Senior Loan is repayable in 48 structure (ballooning) quarterly installment commencing from 31st December, 2017 to 30th September, 2029 ranging from Rs. 25,00,000/- to 95,00,00,000/- as per part A of schedule III of Secondary Supplementary Senior Loan Agreement dated 8th March, 2016
- b) The Subordinate Debt availed from Punjab National Bank is repayable in full & final single bullet payment of Rs. 100,00,00,000 on 30th September, 2029 as per part B (amortisation schedule) of schedule IV of the Supplementary Subordinate Loan Agreement dated 8th March, 2016.

**\*\* Unsecured Loan**

- a) Rate of Interest :- Interest free

- b) Repayment terms :-

The Borrower agrees and undertakes that any repayment of the Facility (whether partial or full) will be done on a pari passu with any repayment being made by the Borrower in relation to any other loan availed from a shareholder. The Facility shall be repaid after repayment of all the existing debts of Senior lenders and Subordinate Lenders to their satisfaction, as per the mutual understanding.



2

**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMERLY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

Notes to financial statements for the Year ended March,2019

**16 Other Financial liabilities**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Retention money payable to EPC contractor		
(a) to related party	10,03,22,612	6,77,07,959
(b) to others	1,14,03,526	29,25,692
<b>Total</b>	<b>11,17,26,138</b>	<b>7,06,33,651</b>

**17 Long Term Provision**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
<b>Provision for Employee Benefits:</b>		
Provision for Gratuity	4,30,22,621	4,01,89,926
Provision for Leave Encashment	1,95,65,194	2,05,86,077
Provision for major maintenance	2,05,67,398	-
<b>Total</b>	<b>8,31,55,213</b>	<b>6,07,76,003</b>

**18 Other Financial liabilities (Current)**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Current maturity of long term debt	29,00,00,000	18,00,00,000
Interest Accrued on Loan	76,61,321	-
Expenses payable	4,11,75,660	54,48,878
Audit Fee Payable	11,68,350	-
Salary Payable	10,45,585	-
<b>Payable to :</b>		
(i) Related Party for EPC Works, Utility Shifting & Road Maintenance	2,86,56,287	25,96,12,504
(ii) Other Party for EPC Works, Utility Shifting & Road Maintenance	4,43,17,313	89,17,187
(iii) Retention Payable to Other contractor	2,40,85,663	1,48,31,812
(iv) Others payables	19,91,50,869	3,60,15,950
<b>Total</b>	<b>63,72,61,048</b>	<b>50,48,26,331</b>

**19 Short Term Provisions**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
<b>Provision for Employee Benefits:</b>		
Provision for gratuity (current)	20,32,296	8,09,534
Provision for leave encashment (current)	13,01,013	4,90,407
<b>Total</b>	<b>33,33,309</b>	<b>12,99,941</b>

**20 Other Current liabilities**

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
<b>Statutory Dues</b>		
Labour Cess Payable	23,42,254	38,17,309
Labour welfare Fund Payable	4,050	2,940
TDS Payable	88,58,777	78,93,336
WCT/VAT/CST	-	28,086
GST Payable	8,66,450	4,50,04,354
Employee Provident Fund	24,58,221	23,49,573
Employees' State Insurance Corporation	2,23,657	-
Advance received from NHAI against COS	42,24,96,755	42,78,23,245
<b>Total</b>	<b>43,72,50,164</b>	<b>48,69,18,843</b>





**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
**(FORMELY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)**

Notes to financial statements for the period ended March 31 2019

**21 Revenue from operation**

Amount in Rupees

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Revenue from operation	45,96,22,015	-
<b>Total</b>	<b>45,96,22,015</b>	<b>-</b>

**22 Other income**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Interest on FDR	6,97,87,720	-
Interest on security deposit	1,21,885	-
Reimbursement of ETC O&M Expenses from NHAI	28,29,600	-
<b>Total</b>	<b>7,27,39,205</b>	<b>-</b>

**23 Construction Revenue**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Construction Revenue	3,68,27,84,586	6,06,22,68,572
Construction Revenue-Utility Shifting	1,11,95,740	-
Construction Revenue - Change of Scope	2,21,87,471	14,79,75,399
<b>Total</b>	<b>3,71,61,67,797</b>	<b>6,21,02,43,971</b>



**24 Construction Cost**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Construction Cost	3,68,27,84,586	6,06,22,68,572
Construction Cost-Utility Shifting	1,11,95,740	-
Construction Cost-Change of Scope	2,21,87,471	14,79,75,399
<b>Total</b>	<b>3,71,61,67,797</b>	<b>6,21,02,43,971</b>

**25 Operating expenses**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Cash transportation charges	1,04,753	-
Electricity Charges	7,81,327	-
Repair and maintenance-Roads	1,74,34,097	-
Repair and maintenance-Others	16,43,218	-
Watch & Ward Expenses	58,52,630	-
Insurance	18,05,516	-
Legal and consultancy charges	19,82,934	-
Travelling & Conveyance	6,23,983	-
Vehicles running charges	9,07,833	-
<b>Total</b>	<b>3,11,36,291</b>	<b>-</b>

**26 Employee benefit expenses**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Salaries	3,02,18,969	-
PF employer's contribution	5,75,359	-
Other employee benefits	3,38,792	-
<b>Total</b>	<b>3,11,33,120</b>	<b>-</b>





**27 Finance cost**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Interest on Term Loan	11,87,64,971	-
Interest Expense on loan from Shareholder	26,84,116	-
Other Bank and Financial charges	7,47,525	-
<b>Total</b>	<b>12,21,96,612</b>	<b>-</b>

**28 Depreciation and amortisation**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Depreciation on PPE	2,32,302	-
Amortization on Toll Rights under SCA	1,92,04,323	-
Amortization on Computer Software	19,137	-
<b>Total</b>	<b>1,94,55,762</b>	<b>-</b>

**29 Other Expenses**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Rent rates and taxes	4,34,795	-
Printing & Stationary	1,33,369	-
Fees and taxes	10,00,000	-
Postage telegram and telephones	1,03,649	-
Provision for Bad & Doubtful Debts	-	59,40,44,429
Miscellaneous expenses	31,083	-
Interest on late payment of Statutory dues	85,49,550	-
Auditors Remuneration	12,39,500	-
<b>Total</b>	<b>1,14,91,946</b>	<b>59,40,44,429</b>

**30 Provision for Major Maintenance of Roads**

Particulars	For the period From 01.03.2019 to 31.03.2019	For the year ended Mar 31, 2018
Provision for Major Maintenance	2,05,67,398	-
<b>Total</b>	<b>2,05,67,398</b>	<b>-</b>



**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
**(FORMERLY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)**  
Notes to financial statements for the Year ended March, 2019

**31 Financial Instruments**  
**Disclosure of Financial Instruments by Category**

Financial Instruments by categories	Note no.	31.03.2019			31.03.2018		
		FVTPL	FVTOCI	Amortized cost	FVTPL	FVTOCI	Amortized cost
<b>Financial asset</b>							
Trade receivable	7	-	-	76,23,835	-	-	-
Cash and cash equivalents	8	-	-	1,32,40,02,433	-	-	8,56,27,64,472
Other Bank Balance	9	-	-	10,85,46,37,852	-	-	42,70,23,76,3
Other Financial Assets							
Non Current	5	-	-	1,54,457	-	-	-
Current	10	-	-	44,92,62,849	-	-	7,57,53,874
<b>Total Financial Asset</b>				<b>12,63,56,81,427</b>			<b>9,06,35,42,109</b>
<b>Financial liability</b>							
Long-term borrowings including current maturities	15	-	-	15,20,97,33,955	-	-	15,15,41,19,449
Other Non Current Financial Liabilities	16	-	-	11,17,26,138	-	-	7,06,33,651
Other Current Financial Liabilities	18	-	-	34,72,61,048	-	-	32,48,26,331
<b>Total Financial Liabilities</b>				<b>15,66,87,21,141</b>			<b>15,54,95,79,431</b>

**Default and breaches**

There are no defaults with respect to payment of principal interest, sinking fund or redemption terms and no breaches of the terms and conditions of the loan.  
There are no breaches during the year which permitted lender to demand accelerated payment.

**32 Fair value of Financial asset and liabilities at amortized cost**

Particular	Note no.	31.03.2019		31.03.2018	
		Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets</b>					
Trade receivable	7	76,23,835	76,23,835	-	-
Other Financial Assets					
Non Current	5	1,54,457	1,54,457	-	-
Current	10	44,92,62,849	44,92,62,849	7,57,53,874	7,57,53,874
<b>Total</b>		<b>45,70,41,141</b>	<b>45,70,41,141</b>	<b>7,57,53,874</b>	<b>7,57,53,874</b>
<b>Financial liabilities</b>					
Long-term borrowings including current maturities	15	15,20,97,33,955	15,20,97,33,955	15,15,41,19,449	15,15,41,19,449
Other Non Current Financial Liabilities	16	11,17,26,138	11,17,26,138	7,06,33,651	7,06,33,651
Other Current Financial Liabilities	18	34,72,61,048	34,72,61,048	32,48,26,331	32,48,26,331
<b>Total Financial Liabilities</b>		<b>15,66,87,21,141</b>	<b>15,66,87,21,141</b>	<b>15,54,95,79,431</b>	<b>15,54,95,79,431</b>

The carrying amount of current financial assets and current trade and other payables measured at amortised cost are considered to be the same as their fair values, due to their short term nature.

The carrying value of Rupee Term Loan are approximate fair value as the instruments are at prevailing market rate.

Fair value are measured at level 3.





**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMELY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

Notes to financial statements for the Year ended March,2019

**33 Financial risk management objectives and policies**

The company's activities expose it to variety of financial risks : market risk, credit risk and liquidity risk. The company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Board of Directors oversee compliance with the Company's risk management policies and procedures, and reviews the risk management framework.

**A) Market Risk:**

The Company's activities expose it primarily to the financial risks of changes in interest rates. There has been no change to the company's exposure to market risks or the manner in which these risks are managed and measured.

**i) Foreign Currency Risk**

Foreign currency risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The company is not exposed to foreign currency risk as it has no borrowing in foreign currency.

**ii) Interest rate risk**

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The interest risk arises to the company mainly from Long term borrowings with variable rates. The company measures risk through sensitivity analysis. Currently, Lending by Commercial Banks is at variable rate only, which is the inherent business risk.

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

Particulars	31.03.2019	31.03.2018	31.03.2017
Senior Debt from Banks - Variable rate borrowings	14,97,39,38,555	15,15,41,19,449	10,40,59,85,715

Sensitivity analysis based on average outstanding Senior Debt

Interest Rate Risk Analysis	Impact on profit/ loss after tax	
	FY 2018-19	FY 2017-18
Increase or decrease in interest rate by 25	3,76,60,073	3,19,50,131

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

**iii) Price risk**

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

The company is not exposed to price risk as it has no investment.

**B) Liquidity risk**

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. The company is exposed to liquidity risk due to bank borrowings and trade and other payables. The company measures risk by forecasting cash flows.

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

The following are the contractual maturities of financial liabilities

Amount in Rupees

As at March 31, 2019	Carrying Amount	upto 1 year	1 - 2 years	2 - 5 years	> 5 years
<b>Non Derivative Financial Liability</b>					
Long-term borrowings including current maturities	15,20,97,33,955	29,00,00,000	44,00,04,000	2,91,99,92,000	11,55,97,37,955
Other Non Current Financial Liabilities	11,17,26,138	-	-	11,17,26,138	-
Other Current Financial Liabilities	34,72,61,048	34,72,61,048	-	-	-
<b>As at March 31, 2018</b>	<b>Carrying Amount</b>	<b>upto 1 year</b>	<b>1 - 2 years</b>	<b>2 - 5 years</b>	<b>&gt; 5 years</b>
<b>Non Derivative Financial Liability</b>					
Term Loan from Banks and Financial	15,15,41,19,449	18,00,00,000	29,00,00,000	2,28,00,00,000	12,40,41,19,449
Other Non Current Financial Liabilities	7,06,33,651	-	-	7,06,33,651	-
Other Current Financial Liabilities	32,48,26,331	32,48,26,331	-	-	-

**C) Credit risk**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The company generally does not have trade receivables as collection of toll income coincide as and when the traffic passes through toll - plazas. As on 31st March 2019, Trade receivable is related to ETC & Card swipe which generally takes some days to credit in bank accounts. Hence, the management believes that the company is not exposed to any credit risk.



2

**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMERLY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

Notes to financial statements for the Year ended March, 2019

**34 RELATED PARTY DISCLOSURE AS PER IND-AS 24**

Names of the related parties and related party relationship

Holding Companies

Nil

Companies having significant influence

1. Indus Concessions India Pvt. Ltd.  
(Formerly known as Isolux Corsan Concessions India Pvt Ltd.)
2. Roadis Concesiones S.L.U  
(Formerly known as Isolux Corsan Concesiones S.A. - Madrid)
3. Soma Enterprise Ltd.
4. Soma Tollways Pvt Ltd.

Subsidiary company

Nil

Other Related Parties having transactions therewith

1. Panipat Jalandhar NH 1 Tollway Pvt. Ltd.

Directors/ Key Management Personnel

- |  |                   |
|--|-------------------|
| 1. Mr. Patri Ramachandra Rao           | Director          |
| 2. Mr. Neeraj Gupta                    | Director          |
| 3. Mr. Jose Ramon Ballesteros Martinez | Director          |
| 4. Ms. Maria Esther Ayuso Gil          | Director          |
| 5. Mr. Vivek Sood                      | Company Secretary |

Transactions with related parties:

S. No	Nature of transaction	Amount of Transaction	Amount Due to	Amount Due From
		Rupees	Rupees	Rupees
1	<b>Soma Enterprise Ltd.</b>			
	i) Payment for Utility Shifting & Change of Scope reimbursed from NHAI	1,79,57,881 (11,87,74,678)	2,86,56,287 (1,42,18,280)	Nil (Nil)
	ii) Advance for Change of Scope	47,55,795 (44,94,65,477)	(Nil) (Nil)	40,99,07,103 (41,46,62,898)
	iii) EPC Bills	1,31,22,93,098 (3,96,62,24,097)	10,03,22,612 (31,31,02,183)	21,63,17,514 (Nil)
	iv) Mobilisation Advance	1,14,43,58,634 (Nil)	Nil (Nil)	1,18,11,56,736 (2,27,55,15,370)
	v) Issue of Share Capital including Security Premium	1,00,00,000 (1,50,00,000)	Nil (Nil)	Nil (Nil)
	vi) Share Application Money	1,00,00,000 (1,50,00,000)	Nil (Nil)	Nil (Nil)
2	<b>Soma Tollway Pvt. Ltd.</b>			
	i) Issue of Share Capital including Security Premium	49,00,00,000 (40,00,00,000)	Nil (Nil)	Nil (Nil)
	ii) Share Application Money	49,00,00,000 (40,00,00,000)	Nil (Nil)	Nil (Nil)
	iii) Loans & Interest	5,89,48,850 (Nil)	5,89,48,850 (Nil)	Nil (Nil)
	iv) Equity component for loan from shareholder	16,73,07,735 (Nil)	Nil (Nil)	Nil (Nil)
3	<b>Indus Concessions India Private Ltd. (Formerly known as Isolux Corsan Concessions India Pvt Ltd.)</b>			
	i) Issue of Share Capital including Security Premium	50,00,00,000 (41,50,00,000)	Nil (Nil)	Nil (Nil)
	ii) Share Application Money	50,00,00,000 (41,50,00,000)	Nil (Nil)	Nil (Nil)
	iii) Loans	17,68,46,550 (Nil)	17,68,46,550 (Nil)	Nil (Nil)
	iv) Equity component for loan from shareholder	49,95,80,981 (Nil)	Nil (Nil)	Nil (Nil)
4	<b>Panipat Jalandhar NH 1 Tollway Pvt. Ltd.</b>			
	Purchase of Fixed Assets	Nil (Nil)	21,17,525 (2117525)	Nil (Nil)

Note : Amount in brackets is represent the last year figures.





**SOMA INDUS VARANASI AURANGABAD TOLLWAY PVT LTD**  
(FORMELY KNOWN AS SOMA ISOLUX VARANASI AURANGABAD TOLLWAY PVT LTD)

Notes to financial statements for the Year ended March, 2019

**35 Capital Management**

For the purpose of the company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the company's capital management is to maximise shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital.

Particulars	As at March 31, 2019	As at Mar 31, 2018
Debts	14,97,39,38,555	15,15,41,19,449
Less: Cash and Bank Balances	12,17,86,40,285	8,98,97,88,235
<b>Total (A)</b>	<b>2,79,52,98,270</b>	<b>6,16,43,31,214</b>
Capital (B)	4,46,60,57,297	2,60,06,55,571
<b>Net Debt / Total Capital (A/B)</b>	<b>0.63</b>	<b>2.37</b>

Note :

i) Debts include Senior & Subordinate loan (including its current maturities) and interest accrued thereon.

ii) Capital includes Equity Share, other equity.

**36** The Company does not have any transaction to which the provision of Ind AS-2 relating to Valuation of Inventories applies.

**37 Disclosure pursuant to Ind AS 115 :-**

Amount of contract revenue recognised in the year 18-19 Rs. 3,71,61,67,797 (Previous Year Rs. 6,21,02,43,970)

Method used to recognise the constructions revenue - Work executed during the year and remaining to be executed

**38 Disclosure pursuant to Ind AS 12 -**

"Income taxes"

The Company have taxable income and hence provision for current tax has been made as per Income Tax Act, 1961. The company is eligible for deduction under section 80IA of Income Tax Act and the tax holiday period of the company's project falls within the concession period of the company as defined in Section 80IA. Since tax on Timing difference between Accounting Income and Taxable Income that arise during the year is reversing during such tax holiday period. No deferred tax asset/ liability arises and accordingly no provision is made in the accounts.

**39 Disclosure pursuant to Ind AS 19**

"Employee benefits":

(i) Defined contribution plan:

The Company's provident fund and super annuation fund are the defined contribution plans.

An amount of Rs.74,25,785/- (previous year : Rs.55,75,031/-) being contribution made to recognised provident fund.

(ii) Defined benefit plans:

Defined-Benefits Plans: The Company offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount) and leave encashment. Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (immediately before retirement). The gratuity scheme covers substantially all regular employees. Commitments are actuarially determined at year-end. The actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to Statement of Profit and loss.

Amount in Rupees

Particulars	LEAVE ENCASHMENT	GRATUITY	LEAVE ENCASHMENT	GRATUITY
	As at 31 <sup>st</sup> March 2019	As at 31 <sup>st</sup> March 2019	As at 31 <sup>st</sup> March 2018	As at 31 <sup>st</sup> March 2018
Present Value of Funded Obligations	-	-	-	-
Fair Value of Plan Assets	-	-	-	-
Present Value of Unfunded Obligations	2,10,76,486	4,09,99,460	1,87,91,224	3,42,22,266
Unrecognized Past Service Cost	-	-	0	0
Net Liability	2,10,76,486	4,09,99,460	1,87,91,224	3,42,22,266
Amounts in Balance Sheet	-	-	-	-
Liabilities	2,10,76,486	4,09,99,460	1,87,91,224	3,42,22,266
Assets	-	-	-	-
Net Liability	2,10,76,486	4,09,99,460	1,87,91,224	3,42,22,266
	As at 31 <sup>st</sup> March 2019	As at 31 <sup>st</sup> March 2019	As at 31 <sup>st</sup> March 2018	As at 31 <sup>st</sup> March 2018
Current Service Cost	41,03,437	77,66,550	41,77,439	77,09,328
Interest on Defined Benefit Obligation	16,33,428	26,52,226	14,56,320	17,43,146
Expected Return on Plan Assets	-	-	-	-
Net Actuarial Losses / (Gains) Recognized during the period	(16,42,749)	(38,12,298)	(7,69,244)	27,93,396
Past Service Cost	-	29,40,532.00	-	-
Losses / (Gains) on "Curtailments & Settlements"	-	-	-	-
<b>Total</b>	<b>40,94,116</b>	<b>95,47,010</b>	<b>48,64,515</b>	<b>1,22,45,870</b>





SUMMARY OF ACTUARIAL ASSUMPTIONS				
<b>A. Principle rules to compute Benefit Obligations</b>				
1. Salary reckoned for calculating Benefit Obligations	As per rule of the Company	As per rule of the Company	As per rule of the Company	As per rule of the Company
2. Vesting Period	As per rule of the Company	5 Years of service	As per rule of the Company	5 Years of service
3. Benefit formula for Gratuity/leave for all exits except death	1/26 * Salary * Number of encashable leaves.	15/26 x salary x Completed year of service	1/26 * Salary * Number of encashable leaves.	15/26 x salary x Completed year of service
4. Benefit Formula for Gratuity/leave encashment on death	Same as A 3 subject to rules of the company	Same as A 3 except that no vesting condition apply	Same as A 3 subject to rules of the company	Same as A 3 except that no vesting condition apply
<b>B. Mean Financial Assumptions</b>				
1. Interest Rate for discount per unit per annum	7.75%	7.75%	7.75%	7.75%
2. Salary escalation rate per annum	10%	10%	10%	10%
3. Expected rate of return on Plan Assets per annum	---	---	---	---
<b>C. Mean Demographic Assumptions</b>				
1. Mortality Rate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate
2. Attrition rate	5.00% p.a	5.00% p.a	5.00% p.a.(18 to 30 Years)	5.00% p.a.(18 to 30 Years)
			3.00% p.a.(30 to 44 Years)	3.00% p.a.(30 to 44 Years)
			2.00% p.a.(44 to 60 Years)	2.00% p.a.(44 to 60 Years)
3. Disability / ill health retirement	No explicit assumption	No explicit assumption	No explicit assumption	No explicit assumption

**(iii) Sensitivity Analysis:**

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Please note that the sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

Particulars	LEAVE ENCASHMENT	GRATUITY	LEAVE ENCASHMENT	GRATUITY
	As at 31st March 2019	As at 31st March 2019	As at 31st March 2018	As at 31st March 2018
Defined Benefit Obligation (Base)	2,08,66,207	4,50,54,917 @ Salary Increase Rate : 10%, and discount rate : 7.75%	2,10,76,486	4,09,99,460 @ Salary Increase Rate : 10%, and discount rate : 7.75%
Liability with x% increase in Discount Rate	1,86,10,976; x=1.00% [Change (11)%]	3,99,80,696; x=1.00% [Change (11)%]	1,84,17,290; x=1.00% [Change (13)%]	3,54,60,037; x=1.00% [Change (14)%]
Liability with x% decrease in Discount Rate	2,35,64,454; x=1.00% [Change (13)%]	5,09,26,020; x=1.00% [Change (13)%]	2,43,20,706; x=1.00% [Change (15)%]	4,78,32,620; x=1.00% [Change (17)%]
Liability with x% increase in Salary Growth Rate	2,34,78,136; x=1.00% [Change (13)%]	5,07,37,224; x=1.00% [Change (13)%]	2,42,15,973; x=1.00% [Change (15)%]	4,75,54,513; x=1.00% [Change (16)%]
Liability with x% decrease in Salary Growth Rate	1,86,34,799; x=1.00% [Change (11)%]	4,00,34,179; x=1.00% [Change (11)%]	1,84,44,896; x=1.00% [Change (12)%]	3,55,76,930; x=1.00% [Change (13)%]
Liability with x% increase in Withdrawal Rate	2,04,61,049; x=1.00% [Change (2)%]	4,39,62,069; x=1.00% [Change (2)%]	2,05,57,293; x=1.00% [Change (2)%]	3,97,19,558; x=1.00% [Change (3)%]
Liability with x% decrease in Withdrawal Rate	2,13,34,346; x=1.00% [Change (2)%]	4,62,89,212; x=1.00% [Change (3)%]	2,16,82,867; x=1.00% [Change (3)%]	4,24,95,332; x=1.00% [Change (4)%]

**40 Disclosure pursuant to Ind AS 23 "Borrowing Costs"**

Borrowing cost capitalised during the year Rs. 1,49,62,94,271 (previous year : Rs. 1,46,00,58,099).

**41 Disclosure pursuant to Ind AS 33 "Earnings per share"**

Basic and Diluted Earnings per share (EPS) computed in accordance with Ind AS 33 "Earnings per share".

Particulars		2018-19	2017-18
		Rupees	Rupees
Basic earnings per equity share:			
Profit for the year attributable to owners of the Company for	A	19,85,13,010	(59,40,44,429)
Weighted average number of equity shares outstanding for calculating basic earnings per share	B	4,42,71,068	3,34,29,973
Basic earnings per equity share (₹)	A / B	4.48	(17.77)
Diluted earnings per equity share (₹)	A / B	4.48	(17.77)





42 Disclosures as per Ind AS 37 - "Provisions, Contingent Liabilities and Contingent assets"

a) Nature of provision:

The company is required to operate and maintain the project highway during the entire concession period and hand over the project back to the Authority (NHAI) as per the maintenance standards prescribed in Concession agreement.

For this purpose, a regular maintenance along with periodic maintenances is required to be performed. Normally periodic maintenance includes resurface of pavements, repairs of structures and other equipments and maintenance of service roads.

As per industry practice, the periodic maintenance is expected to occur after 5-7 years. The maintenance cost / bituminous overlay may vary based on the actual usage during maintenance period. Accordingly on the grounds of matching cost concept and based on technical estimates, a provision for major maintenance expenses is reviewed and is provided for in the accounts annually.

b) Movement in provisions:

Particulars	Amount in Rupees	
	As at 31 March 2019	As at 31 March 2018
Opening balance	-	-
Additional provision	2,05,67,398	-
Unwinding of discount and changes in discount rate	-	-
Closing balance	2,05,67,398	-

c) Contingent Liabilities

Particulars	As on 31.03.2019	As on 31.03.2018
A. Contingent liabilities	NIL	NIL
B. Commitments -		
a) Estimated amounts of contracts remaining to be executed on capital account and not (i) EPC Work	23,16,72,41,759	23,54,63,89,351
Total	23,16,72,41,759	23,54,63,89,351



**43 Disclosure pursuant to Appendix - A to Ind AS 115 - "Service Concession Arrangements"**

**43.1 Description and classification of the arrangement**

The Company vide Concession Agreement dated 30th July, 2010 entered with National Highway Authority of India (NHAI) has been awarded right for six laning of Varanasi Aurangabad Section of NH-2 to be executed as DBFOT on Design, Build, Finance, Operate and Transfer pattern under NHDP Phase V. The Concession authorises the company to construct the Project Highways and collect appropriate fee for use of Highway to be routed through Escrow account as defined in the Escrow Agreement dated 16th June, 2011. As per these agreements, all fees and other receipts from or in respect of the Project Highway are subject to overriding obligations relating to the use of the same and are inextricably linked to the construction of the project. The receipts (including the Toll receipts) during the period from 01st April, 2018 to 28th February, 2019 (till the date of completion of 113.38 KM of work) reference are treated as capital in nature considering the terms of the said agreement. The said receipts amounting to Rs. 4,52,42,10,365 (Previous Year Rs. 4,01,18,40,208) before setting off Toll related Pre-operative expenditure to Rs. 45,60,46,543 (Previous Year Rs. 46,47,02,932) during the year have been treated as reduction in the cost of the Project.

**43.2 Significant Terms of the arrangements**

**i) Revision of Fees:**

Fees shall be revised annually on April 1 subject to the Article 27.1 of the Concession Agreement (CA) dated 30th July, 2010.

**ii) Concession Fee:**

As per Article 26 of the CA, the company is required to Rs.1 and concession fee per annum.

**iii) Rights of the Company for use Project Highway**

- a To demand, collect and appropriate, Fee from vehicles and persons liable for payment of Fee for using the Project Highway or any part thereof and refuse
- b Right of Way, access and license to the site

**iv) Obligation of the Company**

- a The company shall not assign, transfer or sublet or create any lien or Encumbrance on the CA or the Concession granted or on the whole or any part of the
- b The company is under obligation to carry out the routine and periodic maintenance of Project Highway as per Article 12.2 of Section I of the CA
- v) Details of any assets to be given or taken at the end of concession period

At the end of the Concession period the company shall deliver the actual or constructive possession of the Project Highway, free and clear of all

**vi) Details of Termination**

CA can be terminated on account of default of the company or NHAI in the circumstances as specified under Article 34 of the CA.

**44 Reconciliation between the Opening and Closing balances in the financial statement for Liabilities and Financial Assets arising from Financial Activities (Ind AS - 7) for the year 2018-19**

Amount in Rupees

Particulars	Borrowings	Interest & other finance charges as per P&L	Share Capital, Security Premium & Equity Component of financial instrument	Total
Opening Balance	15,15,41,19,449	-	3,75,47,00,000	18,90,88,19,449
Cash flows				
Received	90,00,00,000	-	1,00,00,00,000	1,90,00,00,000
Repayment	(18,01,80,894)	-	-	(18,01,80,894)
Interest paid	-	(11,95,12,496)	-	(11,95,12,496)
Non Cash Adjustment				
Interest & Finance cost Accrued during the year as per P&L	-	12,21,96,612	-	12,21,96,612
Transfer to Equity Component of Compound financial instrument	(66,68,88,716)	-	66,68,88,716	-
Interest Accrued on Liability Component of Compound financial instrument	26,84,116	(26,84,116)	-	-
Closing Balance	15,20,97,33,955	0	5,42,15,88,716	20,63,13,22,671

Handwritten signature and circular stamp of Soma Infrastructure Aurangabad Tollway Pvt. Ltd.



45 Payments to Auditor (Including GST)

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
	Rupees	Rupees
(a) Statutory Audit Fee	8,26,000	5,90,000
(b) Tax Audit Fee	3,54,000	2,36,000
(c) Other Services (Opinion / Certification Fees)	2,30,600	5,49,800
(d) Reimbursement of Expenses	29,500	54,500
<b>Total</b>	<b>14,40,100</b>	<b>14,30,300</b>

46 During the Year company had transactions with Micro, Small and Medium Enterprises covered under the Micro, Small and Medium Enterprises

Development (MSMED) Act 2006, However there are no defaults.

47

Foreign Currency Transactions

(i) Expenditure in Foreign Currency

Nil (Previous Year Nil)

(ii) CIF value of Import

Nil (Previous Year Nil)

(iii) FOB value of Export

Nil (Previous Year Nil)

(iv) Earnings in Foreign Exchange

Nil (Previous Year Nil)

(v) Remittance in Foreign Exchange

Nil (Previous Year Nil)

48 Disclosure pursuant to Ind AS 36 "Impairment of Assets"

Based on a review of the future discounted cash flows of the project facility, the recoverable amount is higher than the carrying amount and hence no provision for impairment is made for the year.

49 Disclosure of segment information pursuant to Ind AS 108 "Operating Segments"

The Company is engaged in the business of construction, operation and maintenance of Toll road projects on a Build Operate Transfer basis in a single business segment. Hence reporting of operating segments does not arise. The Company does not have operations outside India. Hence, disclosure of geographical segment information does not arise.

50 During the previous year company terminated EPC Agreement dated 21.01.2011 and Supplementary EPC agreement dated 11.02.2015 with EPC Contractor Isolux Corson India Engg. & Construction India Pvt. Ltd. on the material breaches and defaults committed by EPC Contractor Isolux Corson India Engg. & Construction India Pvt. Ltd.

51 In the opinion of the Board, the current assets, loans & advances, have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

52 There were no litigation pending against the company which could materially impact its financial position at the end of the year.

53 The Company has not entered into any finance lease. The Company has taken Office premises and Guest house under cancellable operating lease. These agreements are normally renewed on expiry. Lease rental expenses in respect of operating leases for the year 1,09,73,716/- (previous year 1,08,65,506/-)

54 Previous year figures have been re-grouped, re-worked and re-classified wherever necessary, to make them comparable with current year figures.

For and on behalf of Board of Directors

As per our report of even date

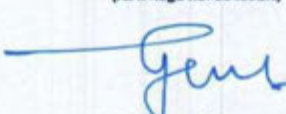
  
(RAJEEV KALRA)  
Nominee Director  
DIN : 00633789

  
(JOSE RAMON BALLESTEROS MARTINEZ)  
Nominee Director  
DIN : 08068661

  
(Vivek Sood)  
(Company Secretary)  
Membership No. - F3466  
Place - Gurgaon  
Date - 23.09.2019



For Gianender & Associates  
Chartered Accountants  
(ICAI Regd no. 004661N)

  
(G K Agrawal)  
(Partner)  
(M No. 081603)

