

**Auditor's Report on Quarterly and Year to Date Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors of  
Bharat Road Network Limited

We have audited the accompanying statement of standalone Financial Results of **Bharat Road Network Limited** ("the Company") for the quarter and year ended March 31, 2018 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation") as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("the Circular") and amendments thereto.

The statement which is the responsibility of the Company's management and have been approved by the Board of Directors, has been compiled from the related statements which have been prepared in accordance with the recognition and measurement principles laid down in prescribed Indian Accounting Standards under the Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on these financial results based on our audit of such financial statement.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s).

An audit involves performing procedures to obtain audit evidence about the amount and the disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to Company's preparation of the Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimate made by the Management, as well as evaluating the overall presentation of the Financial Statements.

The comparative financial information of the Company for the year ended March 31, 2017, included in these standalone financial results, have been audited by the predecessor auditor. The report of the predecessor auditor on the comparative financial information dated April 26, 2017 expressed an unmodified opinion. The comparative financial information of the Company for the quarter ended March 31, 2017, included in these standalone financial results, is unaudited management certified figures. The above figures as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS have been audited by us.

In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date financial results:

(i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and amendments thereto; and

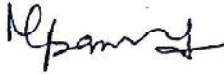


(ii) gives a true and fair view in conformity with the IND-AS and other accounting principles generally accepted in India of the profit including other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2018.

However, we draw attention to Note 10 of the standalone financial results regarding treatment of investments in Special Purpose Vehicles as Qualifying Asset which is based on the legal opinion and capitalization of directly attributable borrowing costs incurred in respect thereof. Our opinion is neither a reservation, nor a qualification or an adverse remark in respect of this matter.

Further, we report that the figures for the quarter ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2018 and the published year-to-date figures up to December 31, 2017, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review, as required under the Regulation and the Circular. The figures for the quarter ended March 31, 2017 are the balancing figures between the audited figures in respect of the full Standalone financial results for the year ended March 31, 2017 and the unaudited management certified figures upto the third quarter ended December 31, 2016.

For S.S.Kothari Mehta & Co.  
Chartered Accountants  
Firm Registration No.: 000756N



Neeraj Bansal  
Partner  
Membership No.: 095960



Place: New Delhi  
Dated: May 29, 2018

**Auditor's Report on Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
**Board of Directors of  
Bharat Road Network Limited**

1. We have audited the accompanying statement of Consolidated Financial Results (Consolidated Results) of Bharat Road Network Limited ("the Parent") and its subsidiaries (together, 'the Group') and its share of loss of its associates for the year ended March 31, 2018, included in the accompanying statement ('the statement'), attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular') and amendments thereto.
2. These Consolidated Results have been prepared from the Consolidated Financial Statements, which are the responsibility of the Parent's Management and have been approved by the Board of Directors. Our responsibility is to express an opinion on these Consolidated Results based on our audit of such consolidated Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under the Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
3. We conducted our audit in accordance with the Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Consolidated Results included in the Statement are free from material misstatement(s).

An audit involves performing procedures to obtain audit evidence about the amount and the disclosures in Consolidated Results included in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Results included in the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to Parent's preparation and fair presentation of the Consolidated Results included in the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal financial control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimate made by the Management, as well as evaluating the overall presentation of the Consolidated Results included in the Statement.

We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their report referred to in paragraph 5 below is sufficient and appropriate to provide a basis for our audit opinion.



4. In our opinion and to the best of our information and according to the explanations given to us, and based on the considerations of the reports of the other auditors on separate financial statements of the subsidiaries and associates referred to in paragraph 5 below, the Consolidated Results included in the Statement :

(i) Include the results of the following entities :

List of the Subsidiaries

- Solapur Tollways Private Limited
- Orissa Steel Expressway Private Limited
- Guruvayoor Infrastructure Private Limited (with effect from March 28,2018)

List of Associate Companies

- Kurukshetra Expressways Private Limited
- Ghaziabad Aligarh Expressway Private Limited
- Shree Jagannath Expressways Private Limited
- Mahakaleshwar Tollways Private Limited
- Guruvayoor Infrastructure Private Limited (upto March 27,2018)

(ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 modified with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and amendments thereto; and

(iii) give a true and fair view in conformity with the IND-AS and other Accounting Principles generally accepted in India of the profit including other comprehensive income and other financial information of the Group for the year ended March 31, 2018.

5. We did not audit the financial statements/financial information of three subsidiaries included in these Consolidated Results included in the statement whose financial statements reflect total assets of Rs. 1,687.80 crores as at March 31, 2018, total revenues of Rs.271.76 crores, total net loss after tax of Rs. 54.14 Crores and total comprehensive loss of Rs 54.16 Crores for the year ended March 31, 2018, as considered in the Consolidated Results included in the Statements. The Consolidated Results included in the Statement also include the Group Share of net loss after tax of Rs 62.68 crores and total compressive loss of Rs 62.69 crores for the year ended March 31, 2018 as considered in the Consolidated Results included in the Statement in respect of four associate companies whose Financial Statement has not been audited by us. The Financial Statements of the subsidiaries and the associates has been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Consolidated Results included in the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates companies, is based solely on the reports of the other auditors.

6. The comparative financial information of the Company for the year ended March 31, 2017 included in these Consolidated Results, have been audited by the predecessor auditor. The report of the predecessor auditor on the comparative financial information dated April 26, 2017 expressed an unmodified opinion, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which has been audited by us.

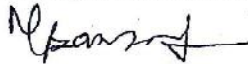


7. We draw attention to the following

- a) Note 10 to the Consolidated Results regarding investments in Special Purpose Vehicles formed as per Concession Agreement and guidelines of respective government authority and treatment of such investments as qualifying asset which is based on the legal opinion and capitalization of directly attributable borrowing costs incurred in respect thereof.
- b) Note 12 (a) to the Consolidated Results in respect of non-Recognition of premium amount payable to Madhya Pradesh Road Development Corporation Limited (MPRDC) by an associate (Mahakaleshwar Tollways Private Limited) for Financial Year 2017-18.
- c) Note No. 12(b) to the Consolidated Results regarding the project of one Subsidiary Company (Orissa Steel Expressway Private Limited) to the fact that the project has been foreclosed on 2nd March 2017 and that the process of determination and settlement of claims is under process.

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

For S.S. Kothari Mehta & Co.  
Chartered Accountants  
Firm Registration No.: 000756N



Neeraj Bansal  
Partner  
Membership No.: 095960



Place: New Delhi  
Dated: May 29, 2018

# BRNL

## BHARAT ROAD NETWORK LIMITED

Regd. Office: 5th Floor, 'Vishwakarma Building', 86C, Topsia Road (South), Kolkata - 700 046

CIN: L45203WB2006PLC112235

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### Statement of Audited Standalone Financial Results for the Quarter and year ended March 31, 2018 and Audited Consolidated Financial Results for the year ended March 31, 2018

Sl. No.	Particulars	Standalone					Consolidated	
		Quarter ended		Year Ended			Year Ended	
		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
I	Revenue from operations	1,268.84	300.00	320.00	3,333.41	1,428.10	15,320.49	14,151.56
II	Other Income	1,166.05	1,842.29	(51.32)	3,084.02	244.73	9,751.37	126.00
III	<b>Total Income (I+II)</b>	<b>2,434.89</b>	<b>2,142.29</b>	<b>268.68</b>	<b>6,417.43</b>	<b>1,672.83</b>	<b>25,071.86</b>	<b>14,277.56</b>
IV	<b>Expenses</b>							
	EPC Cost	-	-	-	-	-	7,342.27	10,013.88
	Employee benefits expense	155.66	177.62	82.03	664.08	379.95	890.54	687.78
	Finance Costs	306.72	322.46	21.15	872.51	858.82	4,385.71	3,119.34
	Depreciation and amortization expense	1.15	1.22	0.42	3.25	1.07	42.56	3.27
	Other expenses	606.91	111.64	(23.46)	825.93	159.05	2,670.90	779.21
	<b>Total expenses (IV)</b>	<b>1,070.44</b>	<b>612.94</b>	<b>80.14</b>	<b>2,365.77</b>	<b>1,398.89</b>	<b>15,331.98</b>	<b>14,603.48</b>
V	<b>Profit/(Loss) from operation before Share of Profit/(Loss) of associates and exceptional items (III-IV)</b>	<b>1,364.45</b>	<b>1,529.35</b>	<b>188.54</b>	<b>4,051.66</b>	<b>273.94</b>	<b>9,739.88</b>	<b>(325.92)</b>
VI	Share of Profit / (Loss) of Associates	-	-	-	-	-	(6,267.84)	(5,846.98)
VII	<b>Profit/(Loss) from operation before exceptional items and tax (V+VI)</b>	<b>1,364.45</b>	<b>1,529.35</b>	<b>188.54</b>	<b>4,051.66</b>	<b>273.94</b>	<b>3,472.04</b>	<b>(6,172.90)</b>
VIII	Exceptional Items	-	-	-	-	-	-	-
IX	<b>Profit/(Loss) before tax (VII-VIII)</b>	<b>1,364.45</b>	<b>1,529.35</b>	<b>188.54</b>	<b>4,051.66</b>	<b>273.94</b>	<b>3,472.04</b>	<b>(6,172.90)</b>
X	<b>Tax expense</b>							
	Current tax	86.95	441.00	25.82	863.90	53.82	863.90	59.34
	Deferred tax	310.96	(0.37)	(8.04)	295.96	-	293.54	-
XI	<b>Profit/(Loss) for the period/year (IX-X)</b>	<b>966.54</b>	<b>1,088.72</b>	<b>170.76</b>	<b>2,891.80</b>	<b>220.12</b>	<b>2,314.60</b>	<b>(6,232.24)</b>
XII	<b>Other Comprehensive Income</b>							
	i) Items that will not be reclassified to profit or loss							
	- Remeasurement of the defined benefit plans	(7.44)	-	(8.10)	(7.44)	(32.42)	(5.82)	(31.08)
	- Share of Profit / (Loss) of Associates	-	-	-	-	-	(1.01)	(0.73)
	ii) Income tax relating to items that will not be reclassified to Profit/(Loss)	2.17	-	(8.04)	2.17	-	2.16	-
	<b>Total Other Comprehensive Income for the period/ year</b>	<b>(5.27)</b>	<b>-</b>	<b>(16.14)</b>	<b>(5.27)</b>	<b>(32.42)</b>	<b>(4.67)</b>	<b>(31.81)</b>
XIII	<b>Total Comprehensive Income for the period/ year (XI+XII)</b>	<b>961.27</b>	<b>1,088.72</b>	<b>154.62</b>	<b>2,886.53</b>	<b>187.70</b>	<b>2,309.93</b>	<b>(6,264.05)</b>
XIV	<b>Profit for the year attributable to:</b>							
	-Owners of the Company						2,330.76	(6,230.77)
	-Non-controlling interest						(16.16)	(1.47)
XV	<b>Other Comprehensive Income for the year attributable to:</b>							
	-Owners of the Company						(4.67)	(31.82)
	-Non-controlling interest						-	0.01
XVI	<b>Total Comprehensive Income for the year attributable to:</b>							
	-Owners of the Company						2,326.09	(6,262.59)
	-Non-controlling interest						(16.16)	(1.46)
XVII	<b>Paid-up Equity share capital</b> (Face value of Rs. 10/- each, fully paid)	8,395.00	8,395.00	5,465.00	8,395.00	5,465.00	8,395.00	5,465.00
XVIII	<b>Other equity excluding revaluation reserves</b>	-	-	-	108,562.93	51,827.95	97,933.66	38,611.66
XIX	<b>Earnings per equity share (quarterly EPS are not annualised)</b> (of Rs. 10/-each)							
	a) Basic (Rs. )	1.15	1.30	0.31	4.09	0.79	3.28	(22.37)
	b) Diluted (Rs. )	1.15	1.30	0.31	4.09	0.79	3.28	(22.37)

Please see accompanying notes to the financial results



# BRNL

## BHARAT ROAD NETWORK LIMITED

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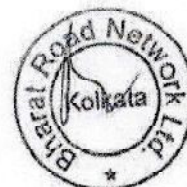
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### Statement of Assets and Liabilities as at March 31, 2018

		Rs. In Lakhs			
Sl. No.	Particulars	Standalone		Consolidated	
		As at March 31, 2018 (Audited)	As at March 31, 2017 (Audited)	As at March 31, 2018 (Audited)	As at March 31, 2017 (Audited)
<b>I.</b>	<b>ASSETS</b>				
	<b>Non-current assets</b>				
	(a) Property, plant and equipment	15.51	3.06	140.28	27.66
	(b) Investment property	-	-	4.85	-
	(c) Goodwill on Consolidation	-	-	2,547.57	2,513.00
	(d) Other Intangible assets	1.93	1.66	86,648.22	1.66
	(e) Intangible Asset Under Development	-	-	54,158.33	42,001.94
	(f) Financial assets				
	(i) Investments	111,400.10	64,315.06	42,269.65	44,042.48
	(ii) Loans	-	-	3.13	2,311.67
	(iii) Others	-	-	23,960.48	21,294.55
	(g) Other non-current assets	-	-	6,605.53	4,511.60
	<b>Total Non-Current assets</b>	<b>111,417.54</b>	<b>64,319.70</b>	<b>216,338.04</b>	<b>116,704.56</b>
	<b>Current assets</b>				
	(a) Financial assets				
	(i) Investments	-	-	13,888.32	810.64
	(ii) Trade receivables	4,328.81	1,178.23	10,374.44	477.00
	(iii) Cash and cash equivalents	367.38	1,571.62	1,222.11	1,923.42
	(iv) Bank balance other than cash and cash equivalents	300.65	-	300.65	-
	(v) Loans	19,832.96	4,344.51	12,677.61	-
	(vi) Other financial assets	2,402.92	905.75	993.86	2,461.43
	(b) Current tax assets (net)	-	250.75	104.36	323.23
	(c) Other current assets	62.14	20.49	1,045.59	374.14
	<b>Total Current assets</b>	<b>27,294.86</b>	<b>8,271.35</b>	<b>40,606.94</b>	<b>6,369.86</b>
	<b>Total Assets</b>	<b>138,712.40</b>	<b>72,591.13</b>	<b>256,944.98</b>	<b>123,074.42</b>
<b>II.</b>	<b>EQUITY AND LIABILITIES</b>				
	<b>Equity</b>				
	(a) Equity Share capital	8,395.00	5,465.00	8,395.00	5,465.00
	(b) Other Equity	108,562.93	51,827.95	97,933.66	38,611.66
	<b>Attributable to owners of the parent</b>	<b>116,957.93</b>	<b>57,292.95</b>	<b>106,328.66</b>	<b>44,076.66</b>
	Non-controlling interests	-	-	11,194.93	3,170.19
	<b>Total Equity</b>	<b>116,957.93</b>	<b>57,292.95</b>	<b>117,523.59</b>	<b>47,254.85</b>
	<b>Liabilities</b>				
	<b>Non-current liabilities</b>				
	(a) Financial liabilities				
	(i) Borrowings	8,300.00	9,695.28	95,447.52	50,519.96
	(ii) Other Financial Liabilities	-	-	1,250.38	17,544.36
	(b) Provisions	109.28	79.15	720.91	88.16
	(c) Deferred tax liabilities (net)	293.79	-	318.88	27.51
	<b>Total Non-current liabilities</b>	<b>8,703.07</b>	<b>9,774.43</b>	<b>97,737.69</b>	<b>68,179.99</b>
	<b>Current liabilities</b>				
	(a) Financial liabilities				
	(i) Borrowings	5,000.00	5,300.00	5,000.00	5,300.00
	(ii) Trade payables	356.33	0.70	356.36	0.70
	(iii) Other financial liabilities	7,377.55	172.17	34,666.90	2,167.87
	(b) Other current liabilities	116.08	44.72	1,457.40	164.81
	(c) Provisions	11.29	6.16	12.89	6.20
	(d) Current tax liabilities (Net)	190.15	-	190.15	-
	<b>Total Current liabilities</b>	<b>13,051.40</b>	<b>5,523.75</b>	<b>41,683.70</b>	<b>7,639.58</b>
	<b>Total Equity and Liabilities</b>	<b>138,712.40</b>	<b>72,591.13</b>	<b>256,944.98</b>	<b>123,074.42</b>

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**Notes:-**

- 1) The above standalone financial results for the quarter and year ended March 31, 2018 and consolidated financial results for the year ended March 31, 2018 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 29, 2018. The Statutory Auditors of the Company have audited these financial results.
- 2) The Company has adopted Indian Accounting Standards (IND AS) from April 1, 2017, the date of transition being April 1, 2016. Accordingly, these financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (IND AS) prescribed under Section 133 of the Companies Act, 2013.
- 3) The Company, pursuant to Regulation 33(3)(b)(i) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation 2015, has opted not to additionally submit quarterly consolidated financial results. Accordingly the Company has presented only standalone financial results for the quarters. However, the Company has presented annual consolidated financial results for the year ended March 31, 2018.
- 4) The equity shares of the Company are listed on BSE Limited ('BSE') and National Stock Exchange of India Limited ('NSE'), w.e.f. 18th September, 2017. Pursuant to Initial Public offering (IPO), 29,300,000 equity shares of Rs. 10/-each were allotted at a premium of Rs. 195/- per share. The details of utilisation of IPO proceeds are as follows:

Particulars	Net proceeds as per Prospectus
	Rs. In Lakhs
Gross proceeds of the Issue	60,065.00
Less: Estimated Issue related expenses	3,281.10
<b>Net Proceeds</b>	<b>56,783.90</b>
Add: Saving in issue related expenses	199.64
<b>Total</b>	<b>56,983.54</b>

Particulars	Objects of the issue as per prospectus	Utilisation till March 31, 2018	Rs. In Lakhs
			Amount pending Utilisation
STPL sponsor investment	5,147.00	5,147.00	-
Acquisition of the sub-ordinate debt in the form of unsecured loan/ OCPIDs/ Warrants/ OGDs, advanced in the identified SPVs	37,225.30	37,225.30	-
Issue related expenses (net of saving of Rs.199.64 Lakhs)	3,081.46	3,081.46	-
General corporate purposes (Including saving in issue related expenses of Rs.199.64 Lakhs)	14,611.24	14,611.24	-
<b>Total</b>	<b>60,065.00</b>	<b>60,065.00</b>	<b>-</b>

- 5) IPO related expenses aggregating to Rs.3,081.46 lakhs incurred upto March 31, 2018 has been adjusted against Securities Premium Account.
- 6) Reconciliation of Net Profit to those reported under Indian GAAP (previous GAAP) are summarised as follows:

Particulars	Quarter ended March 31, 2017	Year ended March 31, 2017	Year ended March 31, 2017
	(Audited) Rs. In Lakhs Standalone	(Audited) Rs. In Lakhs Standalone	(Audited) Rs. In Lakhs Consolidated
<b>Net Profit / (Loss) as per Previous GAAP (after tax)</b>	52.78	85.86	(4,429.34)
Add/(Less) - Effect of transition to Ind AS			
(i) Impact of Fair Value Adjustments	(68.95)	(68.95)	(68.95)
(ii) Impact due to change in employee benefit expenses	56.74	32.42	31.08
(iii) Impact of issue related expenses adjusted against Securities Premium Accounts	170.79	170.79	170.79
(iv) Deferred tax gain on remeasurement of employee benefit expenses	(8.04)	-	-
(v) Share of loss of associates	-	-	(1,935.82)
<b>Net Profit / (Loss) as reported under Ind AS</b>	<b>203.32</b>	<b>220.12</b>	<b>(6,232.24)</b>
Other Comprehensive Income (net of tax)	(48.70)	(32.42)	(31.81)
<b>Total Comprehensive Income as reported under Ind AS</b>	<b>154.62</b>	<b>187.70</b>	<b>(6,264.05)</b>

Reconciliation of Equity to those reported under Indian GAAP (previous GAAP) are summarised as follows:

Particulars	Year ended March 31, 2017	Year ended March 31, 2017
	Rs. In Lakhs Standalone	Rs. In Lakhs Consolidated
<b>Equity as per Previous GAAP</b>	57,361.90	61,200.51
Adjustments:		
(i) Impact of Fair Value Adjustments	(68.95)	(68.95)
(ii) Borrowings- Transaction cost adjustment	-	238.25
(iii) Intangible assets pertain to subsidiary subsumed in goodwill	-	(206.60)
(iv) Share of Loss of associates accounted for	-	(1,936.55)
(v) Fair Valuation of Intangible Asset	-	867.25
(vi) Adjustment for equity accounting of associates	-	(12,811.55)
(vii) Deferred tax Impact	-	(27.51)
<b>Equity as per Ind AS</b>	<b>57,292.95</b>	<b>47,254.85</b>

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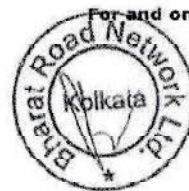




- 7) The Company is primarily engaged in a single business segment of purchase, own, build, develop, design, operate, transfer road and related services. Hence, segment reporting is not applicable.
- 8) The figures for the last quarter for current financial year are the balancing figure between the audited figures in respect of the full financial year ended March 31, 2018 and the published unaudited (with limited review) year to date figures upto the third quarter ended December 31, 2017. The figures for the quarter ended March 31, 2017 are the balancing figures between the audited figures in respect of the full standalone financial results for the year ended March 31, 2017 and the unaudited Management certified figures upto the third quarter ended December 31, 2016.
- 9) Interim dividend of Re.0.50 (5%) per Equity Share of Rs.10 each as declared in earlier Board Meeting for the financial year 2017-18 has been paid. Total unpaid amount with respect to this is Rs.0.18 Lakhs, which is kept in separate unpaid Dividend Account.
- 10) The Company has invested in various road projects through associates and subsidiaries (SPVs). These investments have been made on a long term basis with an objective to earn returns and capital appreciation after the commencement of commercial operations of the respective Projects. Based on a legal opinion, the Company has treated these investments in SPVs as "Qualifying Asset". As per Indian Accounting Standard (Ind AS) 23 on 'Borrowings Costs' and in accordance with the accounting concept of 'Matching costs and revenues', the Company has capitalised borrowing cost incurred on funds borrowed exclusively for investments in the SPVs as part of the cost of investments.

Accordingly, as at March 31, 2018 total borrowing cost capitalised to Non current Investment amounts to Rs.15,094.66 Lakhs including Rs. 649.01 Lakhs for the year ended March 31, 2018 (Rs.3,494.72 Lakhs for the year ended March 31, 2017).

- 11) During the quarter, the Company has acquired further 24.99% stake in the equity shares of Guruvayoor Infrastructure Private Limited (GIPL) in addition to the 49% stake in the equity shares already held by the Company. Consequently GIPL became subsidiary of the Company w.e.f March 28, 2018 with 73.99% stake in its equity shares.
- 12)
  - a) In case of the associate Mahakaleshwar Tollways Private Limited, the Concession Agreement does not provide for accrual of Premium if the Project revenue is insufficient for its payment. Hence no provision has been made in the books of account of the associate towards Premium amounting to Rs.866.30 lakhs for the financial year 2017-18.
  - b) In case of the Subsidiary Orissa Steel Expressway Private Limited, the project could not be continued due to the reasons attributable to NHAI namely non providing of encumbrance free land, forest clearance issues etc. The project has been foreclosed and handed over to NHAI. The subsidiary has invoked Arbitration on October 16,2017. Management strongly believes that it will recover claim from NHAI and accordingly financial statement of the subsidiary has been prepared on Going concern basis, till final settlement of claim with NHAI.
- 13) On May 29, 2018, the Board of Directors has recommended final dividend of Re. 0.50 (5%) per Equity Share of Rs.10 each for the financial year ended March 31, 2018, subject to approval of the shareholders in the upcoming Annual General Meeting.
- 14) The figures of previous periods have been regrouped / reclassified wherever necessary to conform to current periods classification.



For and on behalf of the Board of Directors of  
**BHARAT ROAD NETWORK LIMITED**

*[Signature]*  
**Managing Director**  
Place of Signature : Kolkata  
Dated:- 29th May, 2018



*[Signature]*