

DHARMESH PARIKH & CO.
CHARTERED ACCOUNTANTS

303/304, "Milestone", Nr. Drive-in-Cinema, Opp. T.VTower, Thaltej,
Ahmedabad-380 054. Phone: 91-79-27474466 Fax: 91-79-27479955

INDEPENDENT AUDITOR'S REPORT

To the Members of MUNDRA INTERNATIONAL AIRPORT PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of Mundra International Airport Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

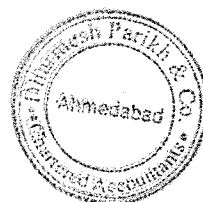
Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts 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 the 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 estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.



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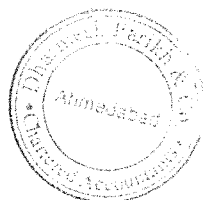
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2016 and its losses and its cash flows for the year ended on that date.

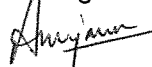
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) on the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B";
 - g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Ahmedabad
Date : 28 April 2016



For, **DHARMESH PARIKH & CO.**
Chartered Accountants
Firm/Reg. No. 112054W


Anuj Jain
Partner
Membership No. 119140

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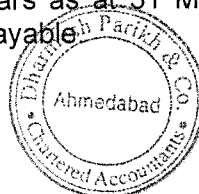
ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT RE: MUNDRA INTERNATIONAL AIRPORT PRIVATE LIMITED

(Referred to in Paragraph 1 of our Report of even date)

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals, in a phased verification programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business.
 - (c) According to the information and explanations given to us and representations made by the Management, the Company does not have any immovable property except for Boundry wall and Runway constructed on Leased Land. Accordingly the provisions of paragraph 3 (i) (c) of the Order are not applicable.
- (ii) The Company being in the service industry does not carry any Inventory. Accordingly the provisions of paragraph 3 (ii) (a) & (b) of the Order are not applicable.
- (iii) According to the information and explanation given to us and the records produced to us for our verification, the company has not granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly the provisions of paragraph 3 (iii) (a) to (c) of the Order are not applicable.
- (iv) According to the information and explanations given to us and representations made by the Management, the Company has not done any transactions covered under section 185 and 186 in respect of loans, investments, guarantees and security. Accordingly the provisions of paragraph 3 (iv) of the Order are not applicable.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) According to the information and explanations given to us and in our opinion, the maintenance of cost records under section 148(1) of the Act as prescribed by the Central Government are not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income tax, sales tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance, provident fund and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.

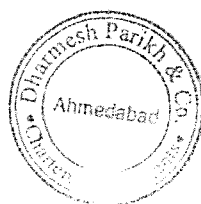


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- (b) According to the records of the Company and representations made by the Management, there are no statutory dues as mentioned in paragraph 3(vii)(a) which have not been deposited on account of any dispute.
- (viii) The Company has not taken any loan either from banks, financial institutions or from the government and has not issued any debentures. Accordingly the provisions of paragraph 3 (viii) of the Order are not applicable.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable.
- (x) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- (xi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, managerial remuneration has not been paid /provided. Accordingly the provisions of Clauses 3(xi) of the Order are not applicable.
- (xii) In our opinion, the Company is not a nidhi Company. Accordingly the provisions of Clauses 3 (xii) of the Order are not applicable.
- (xiii) As per information and explanation given to us and on the basis of our examination of the records of the Company, all the transaction with related parties are in compliance with section 177 and 188 of Companies Act 2013 and all the details have been disclosed in financial statements as required by the applicable Accounting Standards.
- (xiv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not made any preferential allotment or private placement or not issued any debenture during the year under review. Accordingly the provisions of paragraph 3(xiv) of the Order are not applicable.
- (xv) According to the information and explanations given to us and on the basis of our examination of the records, Company has not entered into any non-cash transactions with any director or any person connected with him. Accordingly the provisions of Clauses 3(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the Order are not applicable.

Place : Ahmedabad
Date : 28 April 2016



For, **DHARMESH PARIKH & CO.**
Chartered Accountants
Firm Reg. No. 112054W

Anuj Jain
Partner
Membership No. 119140

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ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT RE: MUNDRA INTERNATIONAL AIRPORT PRIVATE LIMITED

(Referred to in paragraph 2 (f) of our Report of even date)

Report on the Internal Financial Controls under Clause i of sub-section 3 of section 143 of the Companies Act 2013 (the act).

We have audited the internal financial controls over financial reporting of the company as of 31st March, 2016 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

Management's Responsibilities for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the Guidance Note) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



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- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

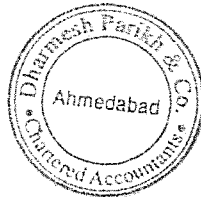
Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place : Ahmedabad
Date : 28 April 2016



For, **DHARMESH PARIKH & CO.**
Chartered Accountants
Firm Reg. No. 112054W

A handwritten signature in black ink that reads "Anuj Jain".

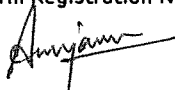
Anuj Jain
Partner
Membership No. 119140

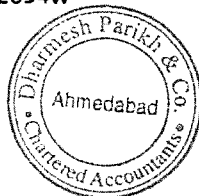
MUNDRA INTERNATIONAL AIRPORT PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2016

PARTICULARS	Notes	As at March 31, 2016 Amt in Rs.	As at March 31, 2015 Amt in Rs.
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
(a) Share Capital	3	3,50,00,000	1,50,00,000
(b) Reserves & Surplus	4	(2,52,61,929)	(1,46,81,268)
		<u>97,38,071</u>	<u>3,18,732</u>
NON-CURRENT LIABILITIES			
(a) Long-term borrowings	5	6,83,30,000	8,73,80,000
(b) Deferred Tax Liabilities (Net)	23	-	-
		<u>6,83,30,000</u>	<u>8,73,80,000</u>
CURRENT LIABILITIES			
(a) Trade payables	6	6,68,413	7,28,607
(b) Other current liabilities	7	88,691	2,07,159
		<u>7,57,104</u>	<u>9,35,766</u>
Total		<u><u>7,88,25,175</u></u>	<u><u>8,86,34,498</u></u>
ASSETS			
NON CURRENT ASSETS			
(a) Fixed assets			
(i) Tangible assets	8	7,36,92,449	8,28,48,611
		<u>7,36,92,449</u>	<u>8,28,48,611</u>
(b) Non-current investments	9	38,000	38,000
(c) Long-term loans and advances	10	4,00,000	8,00,000
		<u>7,41,30,449</u>	<u>8,36,86,611</u>
CURRENT ASSETS			
(a) Inventories	11	1,08,013	4,90,914
(b) Trade Receivables	12	41,80,000	40,94,400
(c) Cash and Cash Equivalents	13	1,57,969	1,07,379
(d) Short-term loans & advances	14	2,48,744	2,55,194
		<u>46,94,726</u>	<u>49,47,887</u>
Total		<u><u>7,88,25,175</u></u>	<u><u>8,86,34,498</u></u>
Summary of significant accounting policies.	2.1		

The accompanying notes are an integral part of the financial statements

For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Registration No.: 112054W


Anuj Jain
Partner
Membership No. 119140



Place : Ahmedabad
Date : 28 APR 2016

For and on behalf of the Board of Directors of
Mundra International Airport Private Limited


Shrikumar Nair
Director
DIN: 03035537


Unmesh Abhyankar
Director
DIN: 03040812



Place : Ahmedabad
Date : 28 APR 2016
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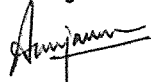
MUNDRA INTERNATIONAL AIRPORT PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

PARTICULARS	Notes	For the Year ended	For the Year ended
		March 31, 2016	March 31, 2015
		Amt in Rs.	Amt in Rs.
I. Income			
Revenue from Operation	15	40,00,000	40,00,000
Other Income	16	42,000	1,14,944
Total Revenue (I)		40,42,000	41,14,944
II. Expenses			
Operating Expenses	17	50,56,268	45,92,376
Depreciation & amortization Expenses	8	91,56,162	91,56,162
Other Expenses	18	4,10,231	5,54,333
Total Expenses (II)		1,46,22,661	1,43,02,871
III. (Loss) before tax expenses (I-II)		(1,05,80,661)	(1,01,87,927)
IV Tax Expense:			
Current Tax		-	-
Deferred Tax Expenses		-	-
V (Loss) for the year (III-IV)		(1,05,80,661)	(1,01,87,927)
VI Earning per equity share (in Rs.) of face value of Rs 10 each			
- Basic & Diluted	19	(6.83)	(19.02)

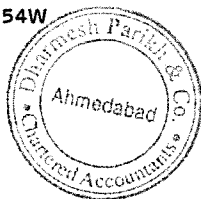
Summary of significant accounting policies. 2.1

The accompanying notes are an integral part of the financial statements

For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Registration No.: 112054W



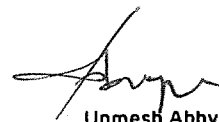
Anuj Jain
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For and on behalf of the Board of Directors of
Mundra International Airport Private Limited



Shrikumar Nair
Director
DIN: 03035537



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Director
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Place : Ahmedabad

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MUNDRA INTERNATIONAL AIRPORT PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

Sr. No	PARTICULARS	For the Year ended March 31, 2016	For the Year ended March 31, 2015
A	CASH FLOW FROM OPERATING ACTIVITIES	Amt in Rs.	Amt in Rs.
	(Loss) for the year before Taxation	(1,05,80,661)	(1,01,87,927)
	Adjustment for :		
	Depreciation	91,56,162	91,56,162
	Expenses for increase in Authorised share capital	2,50,000	1,49,200
	Operating (Loss) before working capital changes	(11,74,499)	(8,82,565)
	Adjustment for :		
	(Increase) / decrease in Trade Receivables	(85,600)	-
	(Increase) / decrease in short term Loan & Advances	6,450	5,525
	Decrease in Inventory	3,82,901	8,370
	(Decrease) in Trade Payables	(60,194)	(4,23,808)
	(Decrease) in Other Current Liabilities	(1,18,468)	(52,468)
	Cash used in operations	(10,49,410)	(13,44,946)
	Direct Tax(Paid)/Refund (Net)	4,00,000	(4,00,000)
	Net Cash Used in Operating Activities	(6,49,410)	(17,44,946)
B	CASH FLOW FROM INVESTING ACTIVITIES	-	-
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Repayment of Long term Borrowings (net)	(1,90,50,000)	(87,50,000)
	Proceeds from issuance of share capital	2,00,00,000	1,00,00,000
	Expenses for increase in Authorised share capital	(2,50,000)	(1,49,200)
	Net Cash From Financing Activities	7,00,000	11,00,800
D	Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	50,590	(6,44,146)
E	Cash and Cash Equivalent at Beginning of the year	1,07,379	7,51,525
F	Cash and Cash Equivalents at the Close of the Year (D+E)	1,57,969	1,07,379
G	Component of Cash and Cash equivalents		
	Balance with Schedule Banks :		
	On Current Accounts	1,57,969	1,07,379
	Cash and Cash Equivalents at the end of the year (Refer Note 13)	1,57,969	1,07,379

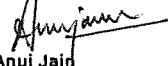
Notes :

(1) The Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard - 3 on Cash Flow Statements notified under section 133 of the Companies Act 2013, read together with Paragraph 7 of the Companies (Accounts) Rules, 2014.

(2) Previous year's figures have been regrouped where necessary to confirm to this year's classification.

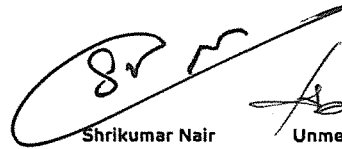
As per Our Attached Report of Even Date


For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Registration No.: 112054W


Anuj Jain
Partner
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For and on behalf of the Board of Directors of
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Shrikumar Nair
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Director
DIN: 03040812



Place : Ahmedabad

Date : 28 APR 2016

Place : Ahmedabad

Date : 28 APR 2016

1 Corporate information

Mundra International Airport Private Limited is in the business of Establishing, Developing, Maintaining, Operating Airports and Airports infrastructure at Kawai, Rajasthan.

2 Basis of Preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year except for the change in accounting policy explained below.

2.1 Summary of Significant Accounting Policies

a) Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the period in which such revision is made.

b) Current & Non-Current Classification

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of activities and time between the activities performed and their subsequent realisation in cash or cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

c) Inventories

Stores, spares & consumables are valued at lower of cost or Net Realisable Value. Cost is determined on a weighted average basis. Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated cost necessary to make the sale.

d) Cash and Cash Equivalents (For Purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

e) Cash Flow Statements

Cash flows are reported using the indirect method, where by profit / (loss) extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

f) Revenue Recognition

Revenue is recognised to the extent it is probable that the economic benefit will flow to the company and revenue can be reliably measured. Income from services is recognised based on the terms of the agreement as and when the services are rendered and are net of service tax.

g) Tangible Fixed Assets

Fixed assets are stated at cost net of accumulated depreciation and impairment losses, if any. The cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

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

h) Depreciation

(i) Depreciation has been provided on life assigned to each assets in accordance with Schedule II of The Companies Act, 2013.

(ii) Depreciation on fixed assets acquired/disposed off during the year is provided on prorata basis with reference to date of addition/disposal.

i) Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long - term investments. Long - term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of investments in accordance with Accounting Standard-13 "Accounting for Investments" issued under The Companies (Accounting Standards) Rules, 2006 (as amended).

j) Segment Accounting

In accordance with the Accounting Standard 17 - "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended), the Company has determined its business segment as Airport services. Since there are no other business segments in which the Company operates there are no other primary reportable segments. Therefore, the segment revenue, results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statement.

k) Related Party Transactions

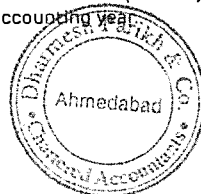
Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party Disclosures" has been set out in a separate note forming part of this Schedule. Related parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representations made by key managerial personnel and information available with the Company.

l) Lease

The Company's significant leasing arrangements are in respect of lease for Land. The aggregate lease rentals payable are charged as rent.

m) Earnings per share

The Company reports basic and diluted earnings per share (EPS) in accordance with Accounting Standard - 20 issued under The Companies (Accounting Standards) Rules, 2006 (as amended). The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year.



n) Taxation

No provision for current tax is made in view of the losses for the year.

In view of carried forward losses, the company has deferred tax assets; however as a matter of prudence and in view of the absence of virtual certainty of future taxable income, the same has not been recognized in the financial statements.

o) Impairment

The carrying values of assets / cash generating units are reviewed for impairment at each balance sheet date. If any indication of impairment exists, the recoverable amount is estimated. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the period in which an asset is identified as impaired. The impairment loss, if any, recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount

p) Provisions, Contingent Liabilities and Contingent Assets :

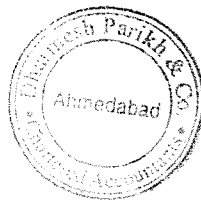
Provision involving substantial degree of estimation in measurements are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

q) Expenditure

Expenses are net of taxes recoverable, where applicable.

r) Applicability of other Accounting Standards

Though other Accounting Standards also apply to the company by virtue of the Companies (Accounting Standards) Rules 2006 (as amended), no disclosure for the same is being made as the company has not done any transaction to which the said Accounting Standard apply.



3 Share capital	As at	As at
	March 31, 2016	March 31, 2015
	Amt. in Rs.	Amt. in Rs.
Authorized shares		
35,00,000 (March 31, 2015 : 15,00,000) Equity Shares of Rs. 10/- Each	3,50,00,000	1,50,00,000
	3,50,00,000	1,50,00,000
Issued, subscribed and fully paid-up shares		
35,00,000 (March 31, 2015 : 15,00,000) Equity Shares of Rs. 10/-	3,50,00,000	1,50,00,000
Total issued, subscribed and fully paid-up share capital	3,50,00,000	1,50,00,000

The Authorised Capital of the Company has been increased by Rs 2,00,00,000 (Previous year Rs 1,00,00,000) (Equity Shares of Rs 10/- each), pursuant to an ordinary Resolution passed at the Extraordinary General Meeting of the Shareholders held on March 01, 2016.

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

	As at March 31, 2016		As at March 31, 2015	
	No.	Amt. in Rs.	No.	Amt. in Rs.
At the beginning of the year	15,00,000	1,50,00,000	5,00,000	50,00,000
Issued during the year	20,00,000	2,00,00,000	10,00,000	1,00,00,000
Outstanding at the end of the year	35,00,000	3,50,00,000	15,00,000	1,50,00,000

b. Shares held by holding company

Out of equity shares issued by the company, shares held by its Holding company are as below:

	As at	As at
	March 31, 2016	March 31, 2015
	Amt. in Rs.	Amt. in Rs.
Adani Ports And Special Economic Zone Limited, the holding company through its nominees		
35,00,000 equity shares of 10 each fully paid (previous year 15,00,000 equity shares)	3,50,00,000	1,50,00,000

c. Terms/rights attached to equity shares

The company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts.

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

	As at March 31, 2016		As at March 31, 2015	
	No.	% Holding	No.	% Holding
Equity shares of Rs.10 each fully paid				
Adani Ports and Special Economic Zone Limited, holding company	35,00,000	100.00%	15,00,000	100.00%
	35,00,000	100.00%	15,00,000	100.00%

4 Reserves and surplus

	As at	As at
	March 31, 2016	March 31, 2015
	Amt. in Rs.	Amt. in Rs.
Surplus/(Deficit) in the statement of profit and loss		
Balance as per last financial statements	(1,46,81,268)	(44,93,341)
Add : (Loss) for the year	(1,05,80,661)	(1,01,87,927)
	(2,52,61,929)	(1,46,81,268)
(Deficit) in the statement of Profit and Loss	(2,52,61,929)	(1,46,81,268)

5 Long-term borrowings

	As at	As at
	March 31, 2016	March 31, 2015
	Amt. in Rs.	Amt. in Rs.
Unsecured		
Loans from holding Company	6,83,30,000	8,73,80,000
	6,83,30,000	8,73,80,000

Unsecured loan is taken from Adani Port and Special Economic Zone Limited at NIL interest rate & is repayable by 11th July , 2019 which may be further extended on mutual terms if required.

6 Trade Payable

	As at	As at
	March 31, 2016	March 31, 2015
	Amt. in Rs.	Amt. in Rs.
Trade Payables		
- Micro, Small and Medium enterprises (Refer note 24)	-	-
- Other Creditors	6,68,413	7,28,607
	6,68,413	7,28,607

7 Other current liabilities

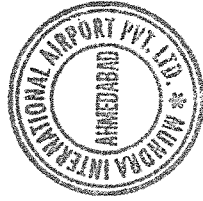
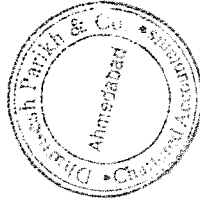
	As at	As at
	March 31, 2016	March 31, 2015
	Amt. in Rs.	Amt. in Rs.
Capital creditors, retention money and other payable	61,263	1,93,668
Statutory Liabilities (Includes TDS and WCT payable)	27,428	13,491
	88,691	2,07,159



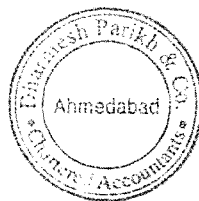
Mundra International Airport Private Limited
Notes to the Financial Statements for the year ended March 31, 2016
Note B : Fixed Assets

Ant in Rs.

Sr. No.	Particulars	Gross Block			Depreciation / Amortisation			Net Block		
		As at April 1, 2015	Additions	Deductions / Adjustment	As at March 31, 2016	As at April 1, 2015	For the year	Deductions	As at March 31, 2016	As at March 31, 2015
1	TANGIBLE ASSETS									
	80ndry Wall	2,13,65,008	-	-	2,13,65,008	13,96,417	7,00,017	-	20,96,434	1,92,68,591
2	Runway & Taxiway	7,37,40,092	-	-	7,37,40,092	1,08,60,072	84,56,145	-	1,93,16,217	5,44,23,875
	Total	9,51,05,100	-	-	9,51,05,100	1,22,56,489	91,56,162	-	2,14,12,651	7,36,92,449
	Previous Year	9,51,05,100	-	-	9,51,05,100	31,00,327	91,56,162	-	1,22,56,489	8,28,48,611



9 Non-current investments (Unquoted)	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
Investment in National Saving Certificates (valued at cost) (Lodged with VAT authorities)	38,000	38,000
	38,000	38,000
10 Long-term loans and advances (Unsecured, Considered Good)	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
Income Taxes (net) - Recoverable	4,00,000	8,00,000
	4,00,000	8,00,000
11 Inventories	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
(Valued at lower of cost and net realisable value)		
Stores & spares	1,08,013	4,90,914
	1,08,013	4,90,914
12 Trade Receivables (Unsecured, Considered Good)	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
Outstanding for a period exceeding six month from the date they are due for payment	-	-
Others	41,80,000	40,94,400
	41,80,000	40,94,400
13 Cash and Cash Equivalents	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
Balances with banks:		
In current accounts	1,57,969	1,07,379
	1,57,969	1,07,379
14 Short-term loans & advances	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
Unsecured, considered good		
Advances recoverable in cash or kind	-	10,112
Prepaid expenses	12,799	45,236
Balance with statutory/Government Authorities	2,35,945	1,99,846
	2,48,744	2,55,194



15 Revenue from Operation	For the Year Ended March 31, 2016 Amt. in Rs.	For the Year Ended March 31, 2015 Amt. in Rs.
Annual Airport Landing charges	40,00,000	40,00,000
	40,00,000	40,00,000
16 Other Income		
	For the Year Ended March 31, 2016 Amt. in Rs.	For the Year Ended March 31, 2015 Amt. in Rs.
Liabilities no longer required written-back	-	1,14,944
Interest on I T Refund	42,000	-
	42,000	1,14,944
17 Operating Expenses		
	For the Year Ended March 31, 2016 Amt. in Rs.	For the Year Ended March 31, 2015 Amt. in Rs.
Horticulture Expense	7,97,882	8,34,746
Repairs to Building/ Runway	42,58,386	37,57,630
	50,56,268	45,92,376
18 Other Expenses		
	For the Year Ended March 31, 2016 Amt. in Rs.	For the Year Ended March 31, 2015 Amt. in Rs.
Rates & Taxes	2,000	1,600
Professional Charges	24,196	3,31,611
Office Expenses	2,000	-
Insurance expenses	10,549	27,722
Lease Rent	127	127
Legal Expenses, Fees & Subscription	2,94,709	1,68,396
Bank Charges	10,400	-
<u>Payment to Auditor</u>		
Audit fees	50,000	20,000
Other services (certification fees)	16,250	4,877
	4,10,231	5,54,333
19 Earnings per share (EPS)		
	For the Year Ended March 31, 2016 Amt. in Rs.	For the Year Ended March 31, 2015 Amt. in Rs.
Loss after tax	(1,05,80,661)	(1,01,87,927)
Number of equity shares at the beginning of the year	15,00,000	5,00,000
Add : Weighted average no of equity shares issued during the year	49,315	35,616
Weighted average no of equity shares in calculating basic and diluted EPS	15,49,315	5,35,616
Basic and diluted earnings per share (in rupees) (face value of Rs 10/- each)	(6.83)	(19.02)

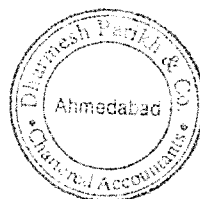
20 The Company has no employees in payroll during the year.

21 Contingent Liability and Capital Commitment (to extent not provided for)

a Contingent Liability not provided for Rs Nil (previous Year -Rs Nil)

b Capital commitment

Particulars	As at March 31, 2016	As at March 31, 2015
Estimated amount of contracts (Net of advances) remaining to be executed on capital account and not provided for	-	-



22 Related Party Disclosures

The Management has identified the following entities and individuals as related parties of the Company for the year ended March 31, 2016 for the purposes of reporting as per AS 18 – Related Party Transactions, which are as under:

Holding Company	Adani Ports And Special Economic Zone Limited
Entities under common Significant Influence	Adani Power Rajasthan Limited Adani Enterprises Limited
Key Management Personnel	Mr. Shrikumar Nair Mr. Unmesh Abhyankar Mr. Amit Uplenchar

Aggregate of transactions for the year ended with these parties have been given below.

(Amount in ₹)

Particulars	Adani Ports and Special Economic Zone Limited	Adani Enterprises Limited	Adani Power Rajasthan Limited
Loan Obtained			
2015-16	59,50,000		
2014-15	52,50,000	-	-
Loan Payment			
2015-16	2,50,00,000		
2014-15	1,40,00,000		
Lease Rent			
2015-16			127
2014-15	-	-	127
Share Issued			
2015-16	2,00,00,000		-
2014-15	1,00,00,000	-	-
Rendering of Services			
2015-16		40,00,000	
2014-15	-	40,00,000	-
Outstanding Balance			
Due to			
As at March 31, 2016	6,83,30,000		254
As at March 31, 2015	8,73,80,000	-	127
Due from			
As at March 31, 2016	-	41,80,000	-
As at March 31, 2015		40,94,400	

23 Deferred Tax Asset/(Liability) (Net)

Particulars	As at March 31, 2016 Amt. in Rs.	As at March 31, 2015 Amt. in Rs.
(a) Deferred Tax Liability		
On difference between book balance and tax balance of fixed assets	(24,18,514)	(30,98,266)
(b) Deferred Tax Asset		
On account of unabsorbed losses/depreciation	1,00,87,551	74,54,540
Net Deferred Tax Asset/(Liability)	76,69,037	43,56,274

In accordance with Accounting Standard 22, the deferred tax assets of Rs 76,69,037/- (Previous year Rs 43,56,274/-) has not been recognized in the statement of Profit & Loss due to lack of virtual certainty.

24 There are no Micro, Small and Medium Enterprises, to whom the company owes dues, which are outstanding as at the Balance Sheet date. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

25 Supplementary statutory information

a) Expenditure in foreign currency (accrual basis)

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
Expenses	-	-

b) CIF value of imports

Particulars	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
Value of Import	-	-

c) Imported and Indigenous stores and spares consumed

Particulars	For the Year Ended March 31, 2016		For the Year Ended March 31, 2015	
	Amount	%	Amount	%
Indigenous	3,82,901	100.00%	-	0.00%
Imported	-	0.00%	-	0.00%
Total	3,82,901	100.00%	-	0.00%

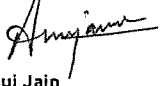
26 Other disclosure

In the opinion of the management and to best of their knowledge and belief the value under the head of Current and Non-current Assets (other than fixed assets and non-current investments) are approximately of the values stated, if realized in ordinary course of business, except unless stated otherwise. The provision for all known current liabilities is adequate and not in excess of amount considered reasonably necessary.

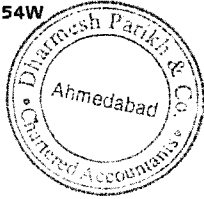
27 Previous year figures

Previous year figures have been regrouped / reclassified, where necessary to confirm to this year's classification.

For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Registration No.: 112054W



Anuj Jain
Partner
Membership No. 119140



Place : Ahmedabad

Date : 28 APR 2016

For and on behalf of the Board of Directors



Shrikumar Nair
Director
DIN: 03035537



Unmesh Abhyankar
Director
DIN: 03040812

Place : Ahmedabad

Date : 28 APR 2016

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