DIRECTORS' REPORT

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

1. FINANCIAL RESULTS

Sl. No	Particulars	2010-2011 Rs. Lakhs	*2009-2010 Rs. Lakhs*
1	Income for the year	**5,176.16**	*5,290.37*
2	Less: Expenditure	**(753.33)**	*(1,280.43)*
3	**Profit Before Depreciation & Tax (PBDT)**	**4,422.83**	*4,009.94*
4	Less: Depreciation	**(1,178.62)**	*(1,271.37)*
5	**Profit / (Loss) before tax (PBT)**	**3,244.21**	*2,738.57*
6	Less: Provision for tax	**(646.58)**	*(465.42)*
7	**Profit / (Loss) after tax (PAT)**	**2,597.63**	*2,273.15*
8	Balance brought forward from previous year	**5,645.72**	*3,372.57*
9	**Profit available for appropriation**	**8,243.35**	*5,645.72*
10	**Balance carried to Balance Sheet**	**8,243.34**	*5,645.72*

II. APPROPRIATIONS

There were no appropriations made during the year 2010-11.

III. DIVIDEND

Your Directors prefer to retain the profit available for the purposes of appropriation for future operational requirements and hence dividend is not recommended for the year 2010-11.

IV. PERFORMANCE OF THE COMPANY

NICE is an NHAI project on BOT (Toll) basis, situated on River Narmada at Zadeshwar on NH-8 in Gujarat. It has a concession period of 15 years (including construction), and the Commercial Operations for the project began on November 11, 2000. The 6 Km long project comprises of 1.4 Km long second Narmada Bridge, along with 4.6 Km of approach road. This bridge is on the main corridor between Ahmedabad and Mumbai and is surrounded by industrial areas of Ankleshwar, Jhagadia and Dahej.

- Revenues for NICE grew by 6.4% from Rs. 41.13 Crore in 2009-10 to Rs. 43.75 Crore in 2010-11. O&M Cost for the Company came down by 30% from Rs. 6.51 Crore to Rs. 4.53 Crore for the same period.
- As on March 31, 2011, the project is debt-free and has Reserve & Surplus of Rs. 82.39 Crore.

V. CAPITAL EXPENDITURE

During the year, your Company has added fixed assets amounting to Rs. 2.24 lakhs thereby the Gross fixed assets of the Company stood at Rs. 14,097.60 Lakhs and the net fixed assets stood at Rs. 1,941.31 Lakhs after charging off depreciation to an extent of Rs. 12,156.29 Lakhs as on March 31, 2011.

VI. AUDITORS' REPORT

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

VII. DEPOSITS

The Company has not accepted any deposits from the public.

VIII. MATERIAL CHANGES, IF ANY BETWEEN DATE OF THE BALANCE SHEET AND DATE OF THE DIRECTORS' REPORT

There are no material changes to be reported between date of the Balance Sheet and date of the Directors' Report

IX. DISCLOSURE OF PARTICULARS RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO AS PER THE COMPANIES' (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULES, 1988

- **CONSERVATION OF ENERGY**

  As the Company is engaged in developing, operating and maintaining a bypass road the provisions relating to conservation of energy does not apply.

- **TECHNOLOGY ABSORPTION**

  There was no Technology absorption during the year 2010-11.

- **FOREIGN EXCHANGE EARNINGS AND OUTGO**

  There was no usage or earning of any foreign currency in the course of transactions during the year 2010-11.

X. PARTICULARS OF EMPLOYEES

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

XI. SUBSIDIARY COMPANIES

Your Company does not have any subsidiary companies under its purview.

XII. DIRECTORS RESPONSIBILITY STATEMENT

The Board of Directors of the Company confirms:

i. That in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure;

ii. That the selected accounting policies were applied consistently and the directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2011 and of the profit of the Company for the year ended on that date;

iii. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv. That the annual accounts have been prepared on a going concern basis.

XIII. DIRECTORS

Mr. Karthikeyan.T.V, Director who retires by rotation at this Annual General Meeting, being eligible, offers himself for re-appointment.

Mr. R. Chandrasekaran, Director who retires by rotation at this Annual General Meeting, being eligible, offers himself for re-appointment.

The Directors as on 31.03.2011 are as follows:

a) Mr. B. Ramakrishnan

b) Mr. T. S. Sundaresan

c) Mr. Karthikeyan T. V.

d) Mr. R. Chandrasekaran

XIV. AUDIT COMMITTEE

The Audit Committee consists of three non executive directors. The present members of the committee are:

1. Mr. B. Ramakrishnan
2. Mr. Karthikeyan T. V.
3. Mr. R. Chandrasekaran

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

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

XV. REMUNERATION COMMITTEE

The Remuneration Committee consists of three non executive directors. The present members of the Committee are:

1. Mr. B. Ramakrishnan
2. Mr. Karthikeyan T. V.
3. Mr. R. Chandrasekaran

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

XVI. AUDITORS

The Auditors, M/s Sharp & Tannan, Chartered Accountants, being statutory auditors of the Company hold office until the conclusion of the ensuing Annual General Meeting and are recommended for reappointment. Certificate from Auditors has been received to the effect that their appointment, if made, would be within the limits prescribed under Section 224(1B) of the Companies Act.

XVII. COMPLIANCE WITH VOLUNTARY CORPORATE GOVERNANCE GUIDELINES, 2009

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

a) Separation of Offices of Chairman & Chief Executive

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

b) Remuneration of Directors

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

c) Independent Directors

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

Number of Companies in which an Individual may become a Director

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

d) Responsibilities of the Board

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

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

e) Statutory Auditors

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

f) Internal Auditors

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

g) Internal Control

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

h) Secretarial Audit

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

XVIII. ACKNOWLEDGEMENTS

The Directors acknowledge the invaluable support extended to the Company by the Financial Institutions, Bankers, employees of the Company and management staff of the parent company.

For and on behalf of the Board

Place : Chennai
Date : April 25, 2011

T. S. SUNDARESAN
Director

KARTHIKEYAN T. V.
Director

AUDITORS' REPORT

TO THE MEMBERS OF NARMADA INFRASTRUCTURE CONSTRUCTION ENTERPRISE LIMITED

We have audited the attached Balance Sheet of Narmada Infrastructure Construction Enterprise Limited as at March 31, 2011, the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

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

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

SHARP & TANNAN
Chartered Accountants
(ICAI Registration No. 003792S)

V. R. LALITHA
Partner
Membership No. 18284

Place : Chennai
Date : April 25, 2011

ANNEXURE TO THE AUDITORS' REPORT

With reference to the Annexure referred to in paragraph 1 of our report to the Members of Narmada Infrastructure Construction Enterprise Limited on the accounts for the year ended March 31, 2011 we report that:

(i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
   (b) We are informed that the management of the Company has physically verified during the year all its fixed assets and no material discrepancies were noticed on such verification.
   (c) The Company has not disposed off substantial part of its fixed assets so as to affect the going concern assumption.

(ii) As the Company is engaged in the business of infrastructure development and maintenance, the clauses relating to inventory are not applicable.

(iii) The Company has not granted or taken any loans, secured or unsecured, to / from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, paragraphs 4(iii)(a) to (g) of the Order are not applicable.

(iv) In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business, for the purchase of fixed assets and sale of services. In our opinion, and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control system.

(v) In our opinion, and according to the information and explanations given to us, there are no transactions that need to be entered into the register in pursuance of Section 301 of the Companies Act, 1956 and hence reporting under this clause does not arise .

(vi) The Company has not accepted deposits from the public within the meaning of Sections 58A, 58AA or any other relevant provisions of the Companies Act 1956.

(vii) In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.

(viii) Maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 is not applicable to the Company.

(ix) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Income tax, and other statutory dues during the year with the appropriate authorities. As at March 31, 2011, there are no undisputed statutory dues payable for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of the Income tax as at March 31, 2011 which has not been deposited on account of a dispute pending, is as under.

Name of Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
The Income Tax Act,1961	Disallowance under Section 14A and rate of depreciation	4,60,828	AY 2008-09	CIT (A) Dated 27.01.11

(x) The Company has no accumulated losses at the end of the financial year and has not incurred cash losses in the financial year or in the immediately preceding financial year.

(xi) The Company has not defaulted in repayment of dues to financial institution or bank or debenture holders, during the year.

(xii) According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

(xiii) The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.

(xiv) According to the information and explanations given to us, the Company is not a dealer or trader in securities. The Company has invested surplus fund in mutual funds. According to the information and explanation given to us proper records have been maintained of the transactions and contracts and timely entries have been made therein. The investments have been held by the Company in its own name.

(xv) The Company has not given any guarantee for loans taken by others from bank or financial institutions.

(xvi) In our opinion and according to the information and explanation given to us, the term loans have been applied for the purposes for which they were obtained.

(xvii) The Company has not raised funds on short - term basis during the year.

(xviii) The Company has not made any preferential allotment of shares during the year.

(xix) The Company has not issued debentures during the year. Accordingly, no securities need to be created.

(xx) The Company has not raised any money by public issue during the year.

(xxi) During the course of our examination of the books and the records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instances of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by management.

SHARP & TANNAN
Chartered Accountants
(ICAI Registration No. 003792S)

V. R. LALITHA
Partner
Membership No. 18284

Place : Chennai
Date : April 25, 2011

BALANCE SHEET AS AT MARCH 31, 2011

	Schedule	As at 31.03.2011 Rupees	Rupees	*As at 31.03.2010 Rupees*	*Rupees*
SOURCES OF FUNDS					
Shareholders' Funds					
Share Capital	**A**	**473,500,070**		*473,500,070*	
Reserves & Surplus	**B**	**824,334,459**		*564,571,961*	
			1,297,834,529		*1,038,072,031*
Loan Funds					
Secured loans	**C**		**–**		*449,600,000*
TOTAL			**1,297,834,529**		*1,487,672,031*
APPLICATION OF FUNDS					
Fixed Assets					
Tangible Assets					
Gross block	**D1**	**1,409,760,440**		*1,409,535,948*	
Less: Depreciation		**1,215,628,763**		*1,097,869,224*	
Net block			**194,131,677**		*311,666,724*
Intangible Assets					
Gross block	**D2**	**1,775,829**		–	
Less: Depreciation		**102,654**		–	
Net block		**1,673,175**		–	
Capital Work -in-progress		**719,708**		–	
			2,392,883		–
Investments	**E**		**–**		–
Current Assets, Loan and Advances	**F**				
Cash and bank balances		**70,132,860**		*1,176,979,820*	
Loans and advances		**1,102,149,591**		*51,188,357*	
		1,172,282,451		*1,228,168,177*	
Less: Current liabilities and provisions	**G**				
Current Liabilities		**5,624,058**		*5,101,463*	
Provisions		**65,348,424**		*47,061,407*	
		70,972,482		*52,162,870*	
Net Current Assets			**1,101,309,969**		*1,176,005,307*
TOTAL			**1,297,834,529**		*1,487,672,031*
SIGNIFICANT ACCOUNTING POLICIES	**L**				
NOTES FORMING PART OF ACCOUNTS	**M**				

The schedules referred to above and the notes attached form an integral part of Balance Sheet.

As per our report attached

SHARP & TANNAN
Chartered Accountants
(ICAI Registration No. 003792S)
By the hand of

V. R. LALITHA
Partner
Membership No. 18284

Place : Chennai
Date : April 25, 2011

For and on behalf of the Board

G. V. SUDHEER BABU
Secretary

T. S. SUNDARESAN
Director

KARTHIKEYAN T. V.
Director

Place : Chennai
Date : April 25, 2011

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

	Schedule	2010-11 Rupees	2010-11 Rupees	2009-10 Rupees	2009-10 Rupees
INCOME					
Fee Collection from users of facility			**437,354,872**		*411,285,590*
Other Income	**H**		**80,261,202**		*117,751,069*
TOTAL			**517,616,074**		*529,036,659*
EXPENDITURE					
Operating expenses	**I**		**35,586,749**		*56,193,646*
Administration and other expenses	**J**		**9,866,532**		*8,935,550*
Interest Expenses	**K**		**29,879,885**		*62,913,505*
Depreciation and Amortization			**117,862,193**		*127,136,969*
TOTAL			**193,195,359**		*255,179,670*
Profit before taxes			**324,420,715**		*273,856,989*
Provision for taxes					
Current Tax		**64,655,069**		*46,541,995*	
Fringe Benefit Tax (previous year)		**3,148**		–	
			64,658,217		*46,541,995*
Profit after Tax			**259,762,498**		*227,314,994*
Add: Balance brought forward from previous year			**564,571,961**		*337,256,967*
Balance carried to Balance Sheet			**824,334,459**		*564,571,961*
Earnings per share:					
Basic and Diluted			**5.49**		*4.80*
Face Value per Equity share			**10**		*10.00*
SIGNIFICANT ACCOUNTING POLICIES	**L**				
NOTES FORMING PART OF ACCOUNTS	**M**				

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

As per our report attached

SHARP & TANNAN
Chartered Accountants
(ICAI Registration No. 003792S)
By the hand of

V. R. LALITHA
Partner
Membership No. 18284

Place : Chennai
Date : April 25, 2011

For and on behalf of the Board

G. V. SUDHEER BABU
Secretary

T. S. SUNDARESAN
Director

KARTHIKEYAN T. V.
Director

Place : Chennai
Date : April 25, 2011

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2011

		2010-11 Rupees	*2009-10* Rupees
A.	**Cash Flow from operating activities**		
	Net Profit before tax & extraordinary items	**324,420,715**	*273,856,989*
	Adjustments for :		
	Depreciation	**117,862,193**	*127,136,969*
	Dividend received	**(18,071)**	–
	Unrealised Foreign Exchange Difference - Net (gain) / Loss	**–**	–
	Interest paid	**29,879,885**	*62,913,505*
	Interest received	**(34,298,135)**	*(113,354,625)*
	(Profit) / Loss on sale of investments (net)	**(45,402,242)**	*(3,553,628)*
	Operating Profit before Working Capital changes	**392,444,345**	*346,999,210*
	Adjustments for :		
	(Increase) / Decrease in Loans and Advances	**47,478,929**	*22,268,851*
	Increase / (Decrease) in trade payables	**(45,848,605)**	*(21,382,247)*
	Cash generated from operations	**394,074,669**	*347,885,814*
	Direct taxes paid (net of refund)	**(61,940,163)**	*(48,955,264)*
	Net Cash from operating activities	**332,134,506**	*298,930,550*
B.	**Cash Flow from Investing activities**		
	Purchase of Fixed Assets (net)	**(2,720,029)**	*(1,478,775)*
	Loans / Advances to Subsidiaries / Associates (net)	**(1,036,500,000)**	*899,000,000*
	Purchase of investments	**(7,502,657,536)**	*(1,664,289,108)*
	Sale of investments	**7,548,059,778**	*1,667,842,736*
	Dividend received from Other Investments	**18,071**	–
	Interest received	**34,298,135**	*113,354,625*
	Net Cash (used in) / from investing activities	**(959,501,581)**	*1,014,429,478*
C.	**Cash Flow from Financing Activities**		
	(Repayment) / proceeds from other borrowings	**(449,600,000)**	*(158,000,000)*
	Interest paid	**(29,879,885)**	*(62,913,505)*
	Net cash (used in) / from financing activities	**(479,479,885)**	*(220,913,505)*
	Net increase in cash and cash equivalents (A+B+C)	**(1,106,846,960)**	*1,092,446,523*
	Cash and Cash equivalents as at the beginning	**1,176,979,820**	*84,533,297*
	Cash and Cash equivalents as at the end	**70,132,860**	*1,176,979,820*

Notes:

1. Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard 3; "Cash Flow Statement" as per Companies (Accounting Standard) Rules, 2006.
2. Cash and cash equivalents represent cash and bank balances.
3. Previous year's figures have been regrouped / reclassified wherever applicable.

As per our report attached

SHARP & TANNAN
Chartered Accountants
(ICAI Registration No. 003792S)
By the hand of

V. R. LALITHA
Partner
Membership No. 18284

Place : Chennai
Date : April 25, 2011

For and on behalf of the Board

G. V. SUDHEER BABU
Secretary

Place : Chennai
Date : April 25, 2011

T. S. SUNDARESAN
Director

KARTHIKEYAN T. V.
Director

SCHEDULES FORMING PART OF BALANCE SHEET

	As at 31.03.2011	*As at 31.03.2010*
	Rupees	*Rupees*
SCHEDULE - A		
SHARE CAPITAL		
Authorised		
6,00,00,000 Equity Shares of Rs. 10 each *(previous year: 6,00,00,000 Equity Shares of Rs. 10 each)*	**600,000,000**	*600,000,000*
Issued and Subscribed		
4,73,50,007 Equity Shares of Rs. 10 each fully paid up	**473,500,070**	*473,500,070*
(2,80,00,000 equity shares are held by L&T Western India Tollbridge Limited, balance being held by Larsen & Toubro Limited & L&T Infrastructure Development Projects Limited & its nominees) *(Previous year: 4,73,50,007 Equity Shares of Rs. 10 each fully paid up)*		
TOTAL	**473,500,070**	*473,500,070*
SCHEDULE - B		
RESERVES & SURPLUS		
Profit and Loss Account	**824,334,459**	*564,571,961*
TOTAL	**824,334,459**	*564,571,961*
SCHEDULE - C		
SECURED LOANS		
From Bank		
IDBI Bank Limited (Secured by a charge on all the movable and immovable properties and receivables of the company, present and future)	**–**	*449,600,000*
TOTAL	**–**	*449,600,000*

SCHEDULE - D1

FIXED ASSETS	**GROSS BLOCK**				**DEPRECIATION / AMORTISATION**				**NET BLOCK**	
	As at 01.04.2010	Additions	Deductions	**As at 31.03.2011**	Up to 31.03.2010	For the year	Deductions	**Up to 31.03.2011**	**As at 31.03.2011**	*As at 31.03.2010*
	Rupees	Rupees	Rupees	**Rupees**	Rupees	Rupees	Rupees	**Rupees**	**Rupees**	*Rupees*
TANGIBLE ASSETS										
Toll Road & Bridges	1,388,605,578	–		**1,388,605,578**	1,089,574,413	113,342,459		**1,202,916,872**	**185,688,706**	*299,031,165*
Building	2,508,355	–		**2,508,355**	467,798	50,875		**518,673**	**1,989,682**	*2,040,557*
Plant & Machinery	14,254,696	–		**14,254,696**	4,771,475	3,685,265		**8,456,740**	**5,797,956**	*9,483,221*
Furniture & Fixture and Office Equipment	3,457,254	224,492		**3,681,746**	2,426,377	604,306		**3,030,683**	**651,063**	*1,030,877*
Vehicles	710,065	–		**710,065**	629,161	76,634		**705,795**	**4,270**	*80,904*
SUB TOTAL (A)	**1,409,535,948**	**224,492**	–	**1,409,760,440**	**1,097,869,224**	**117,759,539**	–	**1,215,628,763**	**194,131,677**	*311,666,724*
Previous year	*1,430,837,202*	*1,478,775*	*22,780,029*	*1,409,535,948*	*993,512,284*	*119,782,933*	*15,425,993*	*1,097,869,224*	*311,666,724*	

SCHEDULES FORMING PART OF BALANCE SHEET (Contd.)

SCHEDULE - D2

FIXED ASSETS	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 01.04.2010	Additions	Deductions	**As at 31.03.2011**	Up to 31.03.2010	For the year	Deductions	**Up to 31.03.2011**	**As at 31.03.2011**	*As at 31.03.2010*
	Rupees	Rupees	Rupees	**Rupees**	Rupees	Rupees	Rupees	**Rupees**	**Rupees**	*Rupees*
INTANGIBLE ASSET										
Specialised Software	–	1,775,829		**1,775,829**	–	102,654		**102,654**	**1,673,175**	–
SUB TOTAL (B)	–	**1,775,829**	–	**1,775,829**	–	**102,654**	–	**102,654**	**1,673,175**	–
Add : Capital Work in Progress									**719,708**	

Note:

1. Bridge over river Narmada constructed on land provided by Government of Gujarat under the Concession Agreement dated November 21, 1997 with Ministry of Surface Transport, Government of India and Public Works Department, Government of Gujarat and the cost incurred for the said bridge is being depreciated equally over the operations period commencing from November 11, 2000 to December 20, 2012.

	As at 31.03.2011		*As at 31.03.2010*	
	Rupees	**Rupees**	*Rupees*	*Rupees*
SCHEDULE - E				
INVESTMENTS				
Current Investments				
Investments in Mutual Funds		**–**		–
TOTAL		**–**		–

Notes :

Details of Investment Purchased and sold during the year	**Face Value Rs. Per unit**	**Nos of Units**	**Cost Rs.**
Current Investments - Mutual Funds			
Reliance Liquid Fund - Treasury Plan-Institutional Option - Growth Option-Growth Plan	10	2,026,340.005	46,200,000
Reliance Liquid Fund - Treasury Plan-Retail Option - Growth Option-Growth Plan	10	899,482.797	20,000,000
Reliance Medium Term Fund- Retail Plan -Growth Plan-Growth Option	10	1,355,503.024	26,203,486
Reliance Money Manager Fund-Institutional Option- Growth Plan	1000	434,236.868	555,303,947
Reliance Quarterly Interval Fund - Series III - Institutional Growth Plan	10	7,989,899.774	101,447,757
Reliance Monthly Interval Fund- Series-1 Institutional Growth Plan	10	7,958,171.849	100,000,000
Religare Ultra Short Term Fund - Institutional Growth	10	24,068.677	229,001,486
Religare Ultra Short Term Fund - Institutional Growth	1000	17,245,766.884	32,270,199
Religare Liquid Fund - Regular Growth	10	807,668.193	10,200,000
Kotak Floater Long Term- Growth	10	35,997,232.198	534,001,614
Kotak Liquid Institutional Premium-Growth	10	25,855,458.611	489,174,869
Kotak Quarterly Interval Plan Series-1 Growth	10	8,198,199.675	100,000,000
Kotak Quarterly Interval Plan Series-4 Growth	10	1,776,169.775	21,443,165
Kotak Quarterly Interval Plan Series-8 Growth	10	14,385,501.464	159,037,473
TATA Fixed Income Portfolio Fund Scheme B2 Institutional	10	6,133,430.379	61,334,304
TATA Floater Fund - Growth	10	29,029,591.823	411,152,438
TATA Liquid Super High Inv. Fund-Appreciation	1000	123,706.057	217,640,413
TATA Liquid High Investment. Fund Growth	1000	4,806.609	7,400,000
Canara Robeco Liquid Fund-Growth	10	188,931.037	3,200,000
Canara Robeco Treasury Advantage Institutional Growth Fund	10	208,616.278	3,200,465
Canara Robeco Treasury Advantage Super Instt. Growth Fund	10	13,041,793.250	190,500,000

SCHEDULES FORMING PART OF BALANCE SHEET (Contd.)

Details of Investment Purchased and sold during the year	Face Value Rs. Per unit	Nos of Units	Cost Rs.
SBI-SHF-Ultra Short Term Fund-Institutional plan- Growth	10	33,441,020.825	417,588,288
SBI-Magnum Insta Cash Fund - Cash Option	10	1,773,379.173	37,100,000
SBI- SHF - Ultra Short Term Fund - Retail Plan Growth	10	81,695.926	1,000,131
HDFC Cash Management Fund- Saving Plan- Growth	10	2,313,386.798	45,000,000
HDFC Floating Rate Income Fund-Short Term Plan-Whole Sale option-Growth	10	15,503,812.966	248,506,015
HDFC Cash Management Fund- Treasury Advantage Plan - Wholesale Growth	10	5,308,073.877	111,408,598
Birla Sun Life Saving Fund Instl.- Growth	10	16,634,804.807	301,217,367
Birla Sun Life Cash Plus - Instl. Prem. Growth	10	10,603,149.929	161,200,000
Baroda Pioneer Treasury Advantage Fund - Institutional Growth Plan	10	26,536,520.999	281,638,811
Baroda Pioneer Short Term Bond Fund -Growth Plan	10	5,000,000.000	50,000,000
Baroda Pioneer Liquid Fund - Institutional -Growth Plan	10	30,170,125.490	327,499,956
Baroda Pioneer Liquid Fund - Institutional -Growth Plan	1000	7,158.118	8,000,000
ICICI Prudential Flexible Income Plan Premium-Growth	100	1,991,428.154	348,950,327
ICICI Prudential Liquid Super Institutional Plan Div. -Daily	100	1,771,788.657	177,218,071
ICICI Prudential Interval Fund II Quarterly Interval Plan D Instituitional Cumulative	10	16,557,345.805	165,573,458
L&T Freedom Income -STP Inst.-Cum-Org	10	3,321,442.569	50,000,000
Axis Liqud Fund Institutional Growth	1000	19,048.194	20,000,000
IDFC Cash Fund - Super Inst Plan-C- Growth	10	43,560,831.892	501,714,896
IDFC Money Manager Fund - Treasury Plan-Super Inst-C Growth	10	83,984,738.009	930,330,002
TOTAL		**472,264,327.415**	**7,502,657,536**

	As at 31.03.2011		*As at 31.03.2010*	
	Rupees	**Rupees**	*Rupees*	*Rupees*
SCHEDULE - F				
CURRENT ASSETS, LOANS AND ADVANCES				
Cash and bank balances				
Cash on hand	**4,630,276**		*4,978,474*	
Balances with scheduled banks				
on current account	**38,118,461**		*5,694,551*	
on Fixed Deposits [including interest accrued there on Rs. 3,80,965 (*previous year Rs. 5,99,252*)]	**25,928,583**		*1,164,961,762*	
on margin money deposit accounts [including interest Rs. 110,507 (*previous year Rs. 25,770*)]	**1,455,540**		*1,345,033*	
		70,132,860		*1,176,979,820*
Loans & Advances				
Intercorporate Deposit	**1,036,500,000**		–	
Advances recoverable in cash or in kind or for value to be received	**65,649,591**		*51,188,357*	
		1,102,149,591		*51,188,357*
TOTAL		**1,172,282,451**		***1,228,168,177***

SCHEDULES FORMING PART OF BALANCE SHEET (Contd.)

	As at 31.03.2011		*As at 31.03.2010*	
	Rupees	**Rupees**	*Rupees*	*Rupees*
SCHEDULE - G				
CURRENT LIABILITIES AND PROVISIONS				
Current Liabilities				
Sundry Creditors				
Due to Micro and Small Enterprises	**–**		*–*	
Due to L&T Infrastructure Development Projects Limited	**–**		*675,766*	
Due to Larsen & Toubro Infotech Limited	**647,737**		*–*	
Others - Due to other than Micro and Small Enterprises	**4,976,321**		*4,425,697*	
		5,624,058		*5,101,463*
Provisions for				
Income-tax	**64,655,069**		*46,541,995*	
Gratuity	**498,182**		*339,196*	
Leave Encashment	**195,173**		*180,216*	
		65,348,424		*47,061,407*
TOTAL		**70,972,482**		***52,162,870***

SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT

	2010-11		*2009-10*	
	Rupees	**Rupees**	*Rupees*	*Rupees*
SCHEDULE - H				
OTHER INCOME				
Interest Income from Fixed Deposit [tax deducted at source: Rs. 14,46,278 *(previous year: Rs. 7,66,662)*]	**14,240,236**		*4,253,233*	
Inter Corporate Deposit	**20,057,899**		*109,101,392*	
		34,298,135		*113,354,625*
Dividend from investments - Mutual Funds		**18,071**		*–*
Profit on sale of investments (net)		**45,402,242**		*3,553,628*
Miscellaneous income		**542,754**		*842,816*
TOTAL		**80,261,202**		*117,751,069*
SCHEDULE - I				
OPERATING EXPENSES				
Toll Management Fees		**6,957,599**		*6,755,517*
Security Services		**4,377,325**		*3,669,908*
Salaries, wages & bonus		**4,973,397**		*3,762,597*
Contribution to and provision for				
Provident fund	**195,474**		*134,829*	
Gratuity	**158,986**		*(23,698)*	
Leave encashment	**14,957**		*41,454*	
		369,417		*152,585*
Staff welfare expenses		**627,746**		*380,982*
Insurance		**2,181,007**		*2,036,594*

SCHEDULES FORMING PART OF PROFIT AND LOSS ACCOUNT (Contd.)

	2010-11		2009-10	
	Rupees	**Rupees**	*Rupees*	*Rupees*
Repairs & maintenance				
Building	**11,562,871**		*36,770,846*	
Plant & Machinery	**9,883**		*13,310*	
Others	**3,489,039**		*1,608,680*	
		15,061,793		*38,392,836*
Power & electricity charges		**1,038,465**		*1,042,627*
TOTAL		**35,586,749**		*56,193,646*

SCHEDULE - J

ADMINISTRATION AND OTHER EXPENSES

Rent	**198,150**		*112,650*
Rates & taxes	**26,159**		*46,428*
Professional fees	**5,501,432**		*5,167,637*
Printing & stationery	**820,817**		*849,570*
Postage Communication	**223,373**		*185,562*
Travelling & conveyance	**1,698,354**		*1,091,785*
Miscellaneous expenses	**1,398,247**		*1,481,918*
TOTAL		**9,866,532**	*8,935,550*

SCHEDULE - K

INTEREST

Interest on Term Loan	**29,632,902**		*62,824,227*
Interest - others	**246,983**		*89,278*
TOTAL		**29,879,885**	*62,913,505*

SCHEDULES FORMING PART OF ACCOUNTS

SCHEDULE - L

SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The Company maintains its accounts on accrual basis following the historical cost convention in accordance with Generally Accepted Accounting Principles ("GAAP"), in compliance with the provisions of the Companies Act, 1956 and the Accounting Standards as specified in the Companies (Accounting Standard) Rules, 2006, prescribed by the Central Government.

The preparation of financial statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Examples of such estimates include useful lives of fixed assets and intangible assets, provision for doubtful debts / advances, future obligations in respect of retirement benefit plans, etc. Actual results could differ from these estimates.

2. Revenue

i) Fee collections from users of facilities are accounted for as and when the amount is due and recovery is certain.

ii) Dividend income is recognized when the right to receive is established.

iii) Interest income is accrued at applicable rates.

iv) Other items of income are accounted as and when the right to receive arises.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

3. Employee Benefits

As per Accounting Standard 15 – Employee Benefits (Revised) issued by Companies (Accounting Standards) Rules 2006, the provisions for / contribution to retirement benefit schemes are made as follows:

i) Provident fund contribution on actual basis.

ii) Provision for Leave encashment and gratuity are made as per actuarial valuation.

4. Fixed Assets

Tangible Assets

Fixed Assets are recorded at cost. The carrying amounts are reviewed for impairment at each Balance Sheet date to assess whether they are carried in excess of their recoverable amount. Where carrying values exceed this recoverable amount, assets are written down to their recoverable amount.

5. Depreciation

Depreciation on assets has been provided on straight-line basis at the rates specified in the Schedule XIV of the Companies Act, 1956. Assets constructed / installed on land taken on lease are amortised over a period of the rights given under the Concession Agreement dated November 21, 1997 with the Ministry of Surface Transport, Government of India Ministry of Roads & Bridges, NH Division, Government of Gujarat.

However in respect of the following asset categories the Depreciation is provided at higher rates in line with their revised estimated useful life with effect from January 1, 2011.

Category of Asset	Depreciation Rate (% per annum)
Building – Residential	2.00%
Office Equipment	25.00%
Computers – Desktop	16.67%
Computers – Laptop	25.00%
Furniture and Fixtures	10.00%
Motor Cars	14.29%
Motor Bike	9.50%
Air conditioners	8.33%
Toll Equipments	14.29%

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

Depreciation on impaired assets is provided by adjusting the depreciation charge in the remaining periods so as to allocate the assets revised carrying amount over its remaining useful life.

6. Intangible Assets and amortisation

Intangible assets are recognized when it is probable that the future economic benefits attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are amortized as follows:

Specialised Software: Over the concession period.

7. Borrowing Cost

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

8. Taxes on Income

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

Deferred tax is recognized on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

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

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

9. Provisions, Contingent Liabilities and Contingent Assets

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

a) the Company has a present obligation as a result of a past event.

b) a probable outflow of resources is expected to settle the obligation, and

c) the amount of the obligation can be reliably estimated.

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

Contingent Liability is disclosed in the case of

a) a present obligation arising from a past events, when it is not probable that an outflow of resources will be required to settle the obligation.

b) a present obligation when no reliable estimate is possible, and

c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognized, nor disclosed.

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

SCHEDULE - M

NOTES FORMING PART OF ACCOUNTS

1. The Company has been awarded on Build Operate and Transfer (BOT) basis, the construction of the second two-lane bridge at Zadeshwar across the River Narmada on National Highway – 8, under the Concession Agreement dated November 21, 1997 with Ministry of Surface Transport, Government of India and Public Works Department, Government of Gujarat The bridge was completed on November 11, 2000. The operations period shall be the period commencing from November 11, 2000 being the date of commercial operations to December 20, 2012.
2. The Company has income tax appeals pending before Madras High Court for the assessment years 2001-02 to 2003-04 in the matter of depreciation under different class of assets. Based on the legal opinion, the Company is of the view that no claim would arise on these appeals.
3. Contingent Liability that may arise in respect of matters in appeal before Income Tax authorities is Rs. 460,828 *(previous year: Rs. NIL).*
4. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs. 2,159,122 *(previous year Rs. NIL)*.
5. There has been no transaction during the year with Micro and small enterprises covered under the Micro, Small and Medium Enterprise Development (MSMED) Act, 2006. Hence, reporting details of principal and interest does not arise.
6. The Company is a service company and accordingly information required under paragraph 4(C) of Part II of Schedule VI to the Companies Act, 1956 are not furnished.
7. Manager's salary and perquisites of Rs. 664,067 for the year ended March 31, 2011 has been charged to the accounts. *[Previous year Rs. 543,400]*
8. Auditor's Remuneration (Excluding service tax) in Rupees :

	2010-11	*2009-10*
Audit Fees	**180,000**	*150,000*
Tax Audit Fees	**25,000**	*25,000*
Certification Fees	**14,950**	*8,000*
Reimbursement of Expenses	**2,675**	*NIL*

9. The Company is governed by the provisions of Section 115 JB of the Income tax Act, 1961, that is, Minimum Alternate Tax, since the tax under the normal computation is less. Accordingly, provision for a sum of Rs. 6,46,55,069 *(previous year: Rs. 4,65,41,995)* has been made.
10. Segment Reporting – The Company is in the business of operating and maintaining a toll bridge in India and the majority of its income represents toll collections. Hence, operations are under single business and geographical segment.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

11. As per Accounting Standard 22 on Taxes on Income – the Company has deferred tax as given below:

	31.03.2011	*31.03.2010*
	Rupees	*Rupees*
Deferred Tax liabilities On account of difference between book and tax depreciation	**11,534,702**	*41,467,006*
TOTAL	**11,534,702**	*41,467,006*
Less: Deferred Tax Assets		
Unpaid statutory liabilities debited to Profit & Loss A/c		
Gratuity liabilities	**63,324**	*59,863*
Provision for Leave Encashment	**161,635**	*112,672*
TOTAL	**224,959**	*172,535*
Net Deferred Tax(Assets) / Liabilities	**11,309,743**	*41,294,471*
Charge / (Credit) to Profit and Loss Account	**Nil**	*Nil*

The Company has not provided for the above deferred tax liabilities in the accounts as the concession period falls within the tax holiday period under Section 80 IA of the Income Tax, 1961 and the deferred tax amount gets reversed.

12. The Company has not taken any asset on finance lease. The income from cancellable operating lease is accounted on accrual basis.

13. Employee Benefits :

1) Provisions for gratuity and leave encashment is made on actuarial basis as summarized below

A	**Gratuity Valuation**		
1.	Valuation as on	**March 31, 2011**	*March 31, 2010*
2.	Retirement Age	As per rules of the company	
3.	No of Employees	**20**	*19*
4.	Notional Benefit Obligations (Accrued benefits) on Current Salary in Rupees	**498,182**	*425,004*
5.	Present Value of Benefit Obligations in Rupees	**413,374**	*339,196*
B	**Principle Rules to Compute Benefit Obligations**	As per rules of the company	
1.	Salary reckoned for calculating Benefit obligations		
2.	Vesting Period	5 Years for Gratuity	
3.	Benefit formula for Gratuity for all exits except death	B1 X Completed year of service X 15/26 subject to benefit having vested	
4.	Benefit formula for Gratuity on death	Same as B3 but no vesting condition	
Leave Salary Valuation		**March 31, 2011**	*March 31, 2010*
A	**Summary of Staff date**		
1.	No of Employees	**20**	*19*
2.	Notional benefit obligations on current salary in rupees	**262,687**	*227,152*
3.	Projected actuarial value of benefit obligation in rupees	**195,173**	*180,216*
B	**Principle rules to compute benefit obligations**	As per rules of the Company	
1.	Salary reckoned for calculating Benefit Obligations		
2.	Benefit formula for all exits	B1 x Leave Balance / 30	
Summary of Actuarial Assumptions			
A	**Mean Financial Assumptions**		
1.	Discount Rate per unit per annum	**8.50%**	*7.50%*
2.	Salary escalation rate per unit per annum	**6%**	*6%*
3.	Expected rate of return on Plan Assets per unit per annum	**N.A**	*N.A*
B	**Mean Demographic assumptions**		
1.	Mortality	LIC 94-96 Rates	
2.	Withdrawal	5% for all age	*15% for all age*
3.	Disability	No Explicit Assumption	

2) Contribution to Provident Fund is made to the Regional Provident Fund Office.

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

14. Disclosure of Related Parties / related party transactions:

A. List of related parties

Holding companies	:	L&T Western India Tollbridge Limited
		L&T Infrastructure Development Projects Limited
		Larsen & Toubro Limited (Ultimate holding company)
Fellow subsidiaries	:	L&T Urban Infrastructure Limited
		L&T South City Limited
		L&T Infotech Limited
		L&T Vadodara Bharuch Tollways Ltd
		L&T Panipat Elevated Corridor Limited
		L&T Tech Park Limited
		L&T Transportation Infrastructure Limited
		L&T Arun Excello Realty Pvt. Ltd
		L&T Arun Excello IT SEZ Private Limited
		L&T Samakhiali Gandhidham Tollway Pvt. Ltd.

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

Name / Relationship/ Nature of transaction	**2010-11**	*2009-10*
	Rupees	*Rupees*
L&T Infrastructure Development Projects Limited - Holding company		
• ICD Given	**NIL**	*26,89,00,000*
• ICD Refunded	**NIL**	*89,19,00,000*
• Interest received on ICD	**NIL**	*7,35,91,712*
• Services received	**44,61,723**	*45,36,480*
• Reimbursement of expenses to	**4,16,482**	*4,96,008*
• Charges for deputation of employees	**44,968**	*NIL*
Larsen & Toubro Limited - Ultimate holding company		
• Repairs & Maintenance of Roads	**NIL**	*3,19,00,000*
• Charges for deputation of employees	**1,43,252**	*3,54,868*
• Gross rental income	**2,08,356**	*2,08,356*
• Reimbursement of expenses to	**39,70,070**	*24,49,863*
• Payroll Processing	**132,360**	*1,87,510*
• ICD Given	**50,00,00,000**	*NIL*
• ICD Refunded	**50,00,00,000**	*NIL*
• Interest received on ICD	**8,21,918**	*NIL*
Fellow subsidiaries		
L&T Urban Infrastructure Limited		
• ICD Given	**1,13,50,00,000**	*2,50,00,000*
• ICD Refunded	**13,50,00,000**	*19,50,00,000*
• Interest received on ICD	**65,66,848**	*89,38,219*
L&T Arun Excello Realty Private Ltd		
• ICD Given	**5,00,00,000**	*NIL*
• ICD Refunded	**5,00,00,000**	*NIL*
• Interest received on ICD	**13,91,425**	*NIL*

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

Name / Relationship/ Nature of transaction	**2010-11**	*2009-10*
	Rupees	*Rupees*
L&T Arun Excello IT SEZ Private Limited		
• ICD Given	**NIL**	*91,50,00,000*
• ICD Refunded	**NIL**	*1,02,10,00,000*
• Interest received on ICD	**NIL**	*2,59,98,856*
L&T Vadodara Bharuch Tollways Limited		
• Reimbursement of expenses from	**37,31,699**	*NIL*
L&T Panipat Elevated Corridor Limited		
• Reimbursement of expenses from	**30,00,000**	*NIL*
L&T Transportation Infrastructure Limited		
• Reimbursement of expenses to	**NIL**	*43,128*
L&T Western Andhra Tollways Limited		
• Reimbursement of expenses to	**NIL**	*84,375*
L&T Tech Park Limited		
• ICD Given	**15,40,85,136**	*NIL*
• ICD Refunded	**15,40,85,136**	*NIL*
• Interest received on ICD	**46,28,174**	*NIL*
L&T South City Project Limited		
• ICD Given	**39,65,00,000**	*NIL*
• ICD Refunded	**36,00,00,000**	*NIL*
• Interest received on ICD	**66,49,534**	*NIL*
L&T Western India Tollbridge Limited		
• Retirement benefits transferred in	**NIL**	*52,626*
• Purchase of fixed assets	**NIL**	*7,022*
L&T Samakhiali Gandhidham Tollway Private Limited		
• Reimbursement of expenses to	**32,000**	*NIL*
Larsen & Toubro Infotech Limited		
• ICD Given	**NIL**	*9,50,00,000*
• ICD Refunded	**NIL**	*9,50,00,000*
• Interest received on ICD	**NIL**	*5,72,603*
• Purchase of Software	**19,97,809**	*NIL*

C. Amounts due to / due from related parties

		31.03.2011	*31.03.2010*
		Rupees	*Rupees*
(i)	**Accounts payable (due to):**		
	Larsen & Toubro Ltd (ultimate holding company)	**NIL**	*NIL*
	L&T infrastructure Development Projects Ltd. (holding company)	**NIL**	*6,75,766*
	Larsen & Toubro Infotech Limited	**6,47,737**	*NIL*
(ii)	**Loans & Advances recoverable (due from):**		
	L&T infrastructure Development Projects Ltd. (holding company)	**NIL**	*NIL*
	L&T South City Limited	**3,65,00,000**	*NIL*
	L&T Urban Infrastructure Limited	**1,00,00,00,000**	*NIL*

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

15. Amounts written off / written back during the year : Nil *(previous Year Nil).*

16. The Company has revised the useful life of certain categories of fixed assets during the year. Consequently, depreciation rates have been revised resulting in reduction in depreciation of Rs. 20,82,867 and profit before tax for the year is higher to that extent.

17. Foreign Exchange Transactions:
    a. Value of Imports (on CIF) basis : NIL *(previous year : NIL).*
    b. Expenditure in Foreign Currency : NIL *(previous year : NIL)*.
    c. Earnings in Foreign Exchange : NIL *(previous year : NIL)*.

18. The Company has reviewed the future discounted cash flows based on a value in use of fixed assets and is satisfied that the recoverable amount is more than the amount carried in the books. Accordingly, no provision is required to be made for the impairment in the accounts.

19. Basic and Diluted Earnings per share (EPS) Computed in accordance with Accounting Standards (AS 20) "Earning per Share"

	2010-11	*2009-10*
Basic / **Diluted**		
Profit after tax (Rupees)	**25,97,62,498**	*22,73,14,994*
Number of equity shares	**4,73,50,007**	*4,73,50,007*
Basic / Diluted EPS (Rupees)	**5.49**	*4.80*

20. Figure for the previous year have been regrouped / reclassified wherever necessary.

As per our report attached

SHARP & TANNAN
Chartered Accountants
(ICAI Registration No. 003792S)
By the hand of

V. R. LALITHA
Partner
Membership No. 18284

Place : Chennai
Date : April 25, 2011

For and on behalf of the Board

G. V. SUDHEER BABU
Secretary

T. S. SUNDARESAN
Director

KARTHIKEYAN T. V.
Director

Place : Chennai
Date : April 25, 2011

SCHEDULES FORMING PART OF ACCOUNTS (Contd.)

21. Balance Sheet Abstract and Company's General Business Profile

I. Registration Details

Registration No.	U45201TN1997PLC038174	State Code	18
Balance Sheet Date	31 03 2011 (Date / Month / Year)		

II. Capital raised during the year (Amount in Rs. Thousands)

Public Issue	NIL	Rights Issue	NIL
Bonus Issue	NIL	Private Placement	NIL

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)

Total Liabilities	1297835	Total Assets	1297835

Sources of Fund

Paid-up Capital	47350 0	Reserves & Surplus	824335
Unsecured Loans	NIL	Deferred Tax Liability	NIL

Application of Funds

Net Fixed Assets	196525	Investments	NIL
Net Current Assets	1101310	Misc. Expenditure	NIL
Deferred Tax Asset	NIL	Accumulated Losses	NIL

IV. Performance of Company (Amount in Rs. Thousands)

Turnover (Including other income)	517616	Total Expenditure	193195
+ − Profit / Loss Before Tax	+ 324421	+ − Profit / Loss After Tax	+ 259762
+ − Earning per Share (in Rs.)	+ 5.49	Dividend Rate %	NA

V. Generic Names of Three Principal Products / Services of Company (As per monetary terms)

Item Code No. (ITC Code)	NA
Product Descriptions	INFRASTRUCTURE PROJECTS ON BOT

22. Figures for the previous year have been regrouped/ reclassified where necessary.

For and on behalf of the Board

Place : Chennai
Date : April 25, 2011

G. V. SUDHEER BABU
Secretary

T. S. SUNDARESAN
Director

KARTHIKEYAN T. V.
Director