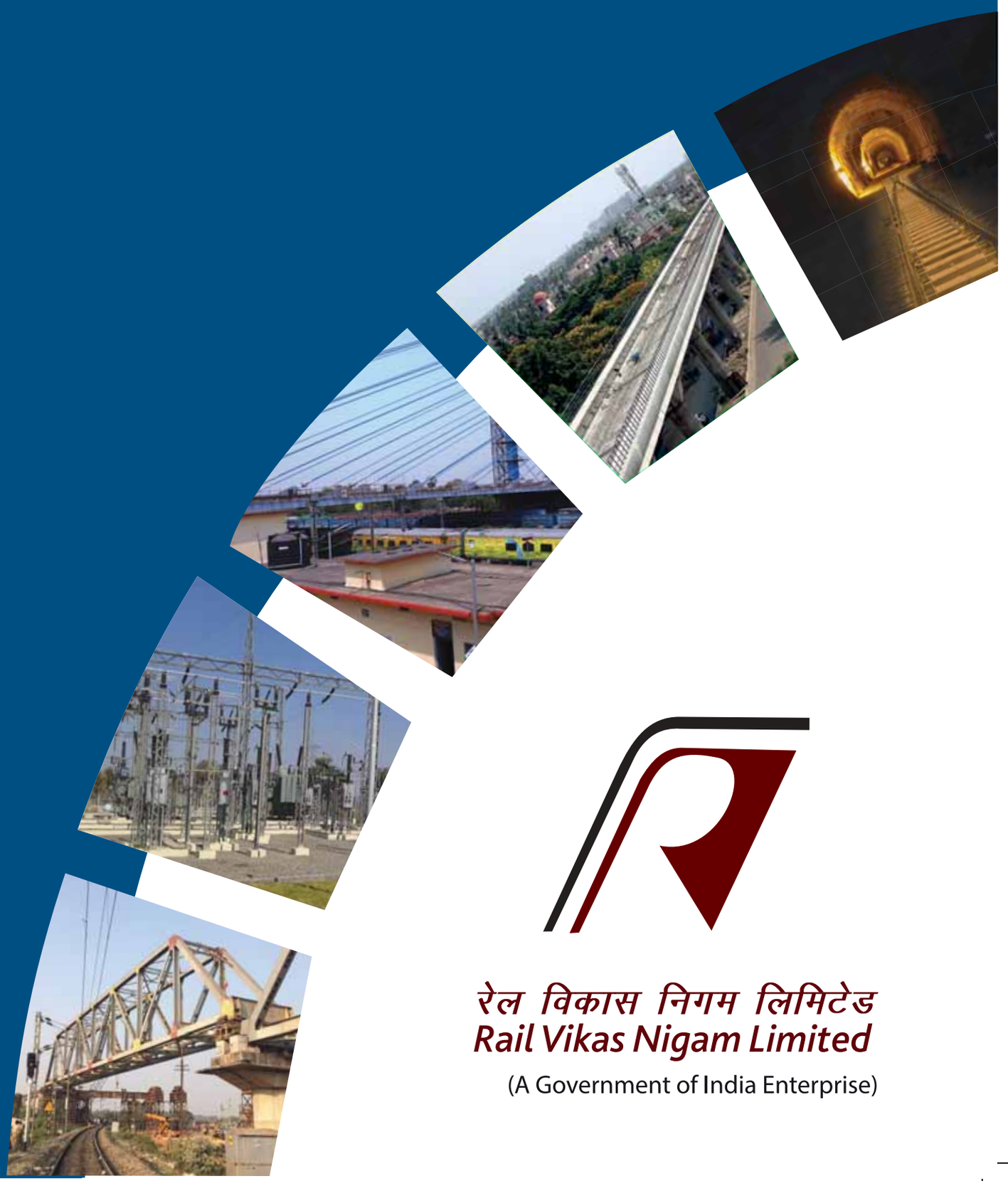
14वीं वार्षिक रिपोर्ट
ANNUAL REPORT
2016-2017

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ANNUAL REPORT
2016-2017



रेल विकास निगम लिमिटेड
Rail Vikas Nigam Limited
(A Government of India Enterprise)

Mission

To create state of the art Rail transport infrastructure to meet the growing demand.

Vision

To emerge as the most efficient provider of Rail infrastructure, with a sound financial base and global construction practices, for timely completion of projects.



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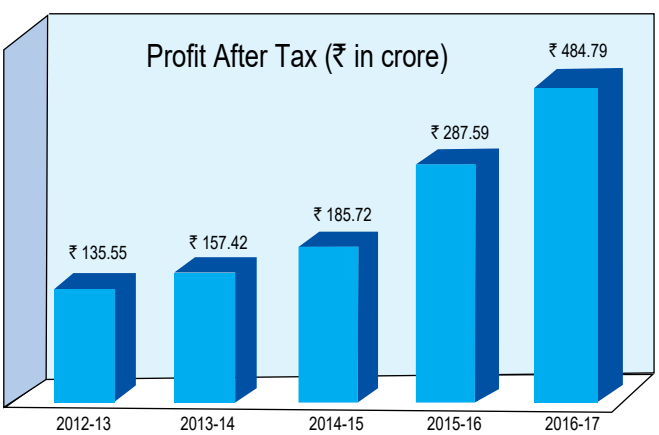
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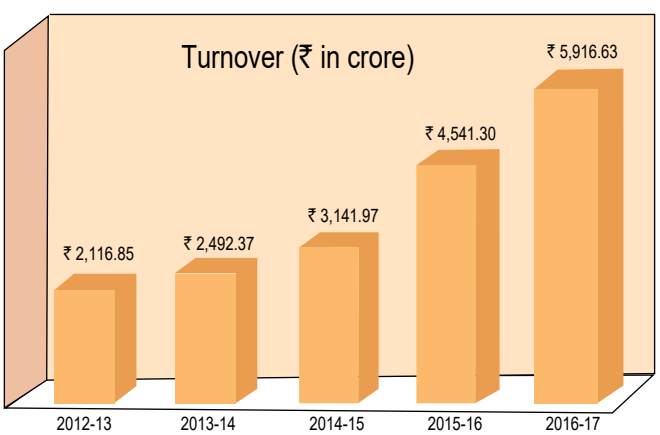
RVNL

Performance Highlights During Last Five Years

(₹ In Crores except EPS)

Particulars	2012-13	2013-14	2014-15	2015-16	2016-17
	₹	₹	₹	₹	₹
Turnover	2,116.85	2,492.37	3,141.97	4,541.30	5,916.63
Total Income	255.92	287.24	347.21	509.84	695.53
Paid up Capital	2,085.02	2,085.02	2,085.02	2,085.02	2,085.02
Reserves and Surplus	329.32	451.05	593.84	742.81	1,001.77
Net Worth	2,414.34	2,536.07	2,678.86	2,827.83	3,086.79
Net Fixed Assets	7.75	8.99	8.87	11.60	20.20
Profit before Tax	167.46	195.17	236.35	363.65	484.79
Provision for Tax	31.91	37.75	50.63	76.06	99.77
Profit after Tax	135.55	157.42	185.72	287.59	385.02
Dividend	27.00	31.50	37.20	115.10	154.50
Earning Per Share(EPS)	0.65	0.76	0.89	1.38	1.85





निदेशक मंडल / Board of Director



श्री एस.सी. अग्निहोत्री
अध्यक्ष एवं प्रबंध निदेशक
Mr. S.C. Agnihotri
Chairman & Managing Director



श्रीमती गीता मिश्रा
निदेशक (कार्मिक)
Smt. Gita Mishra
Director (Personnel)



श्री मुकुल जैन
निदेशक (परिचालन)
Mr. Mukul Jain
Director (Operations)
(Up to 31.12.2016)



श्री विजय आनंद
निदेशक (परियोजना)
Mr. Vijay Anand
Director (Projects)



श्री अशोक कृ. गंजू
निदेशक (वित्त)
Mr. Ashok K. Ganju
Director (Finance)



श्री अंजुम परवेज
कार्यकारी निदेशक प्रोजेक्ट्स (निगरानी),
रेलवे बोर्ड, (अंशकालिक सरकारी) निदेशक
Mr. Anjum Pervez
Railway Board, (Part-time Official) Director
(Up to 21.12.2016)



श्री के.के. अग्रवाल
कार्यपालक निदेशक (नि.एवं परि.),
रेलवे बोर्ड, (अंशकालिक सरकारी) निदेशक
Mr. K.K. Aggarwal
ED (W&P),
Railway Board, Part-time Official) Director



श्री एस.सी. जैन
कार्यपालक निदेशक (कार्य)
रेलवे बोर्ड, (अंशकालिक सरकारी) निदेशक
Mr. S.C. Jain
ED (Works)
Railway Board, (Part-time Official) Director

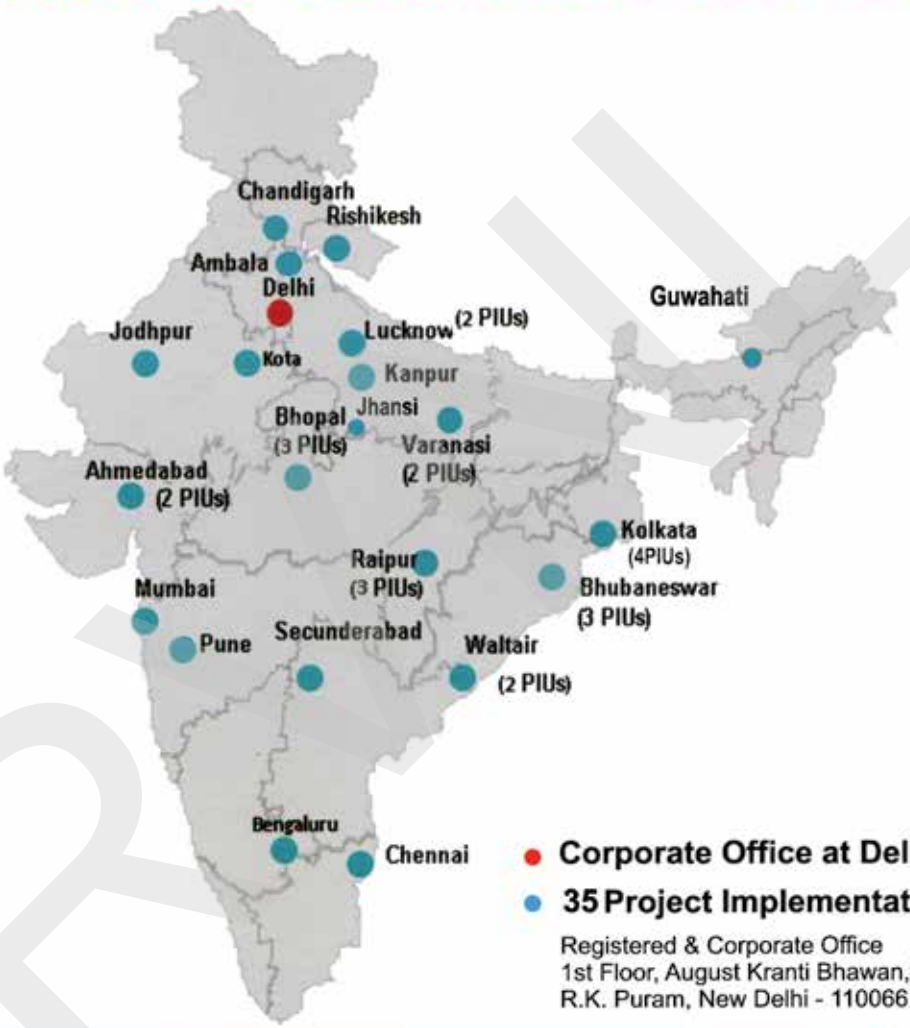


श्री शिव गुप्ता
(अंशकालिक गैर सरकारी) निदेशक
Mr. Shiv Kumar Gupta
(Part-time non-Official) Director



श्री विनायक भालाचन्द्र करंजीकर
(अंशकालिक गैर सरकारी) निदेशक
Mr. Vinayak Bhalachandra Karanjikar
(Part-time non-Official) Director

RAIL VIKAS NIGAM LIMITED



- **Corporate Office at Delhi**
- **35 Project Implementation Units**

Registered & Corporate Office
1st Floor, August Kranti Bhawan,Bhikaji Cama Place,
R.K. Puram, New Delhi - 110066

Company Secretary
Mrs. Kalpana Dubey

Statutory Auditors
Kumar Chopra & Associates
B-12, (G.F.), Kalindi Colony,
Near Maharani Bagh, New Delhi - 110065

Secretarial Auditor
P.C. Jain & Co.,
Company Secretaries
H.O.: 2382, 1st Floor, Sector-16,
Faridabad-121002

Internal Auditors
K.K. Goel & Associates
204, A.J. Chamber, Naiwala, 4th Street,
Karol Bagh, New Delhi - 110005

BANKERS

भारतीय स्टेट बैंक State Bank of India
Corporation Bank
Union Bank of India
बैंक ऑफ इंडिया Bank of India
punjab national bank
ICICI Bank
AXIS BANK

CHAIRMAN'S ADDRESS



Distinguished Shareholders,

On behalf of the Board of Directors of Rail Vikas Nigam Limited, I extend a very warm welcome to all of you on the occasion of the 14th Annual General Meeting of the Company. The audited accounts of the Company for the financial year 2016-17, along with the Directors' Report and reports of Auditors and comments of Comptroller and Auditor General of India have already been circulated and with your permission, I take them as read.

I would like to extend a very warm welcome to Shri Ashwani Lohani, Chairman, Railway Board, Shri Ghanshyam Singh, Member (Traction) who is presently looking after the charge of Administrative Secretary of the Ministry for the Company, Shri Ravindra Gupta, Member (Rolling Stock), Shri Mohammed Jamshed, Member Traffic and Shri B.N. Mohapatra, Financial Commissioner (Railways) and all the Shareholders of RVNL and invitees. At the outset, I would like to take this opportunity to thank all of you for the unstinted support and encouragement to the functioning of the Company.

In the past two years, there has been a paradigm shift in the execution of infrastructure projects on Indian Railways. On the financial side, the Ministry has made innovative efforts to ensure the availability of adequate funds so that there are no impediments in project execution, with an emphasis on removal of operational bottlenecks and capacity augmentation works. On the physical side, while the completion of projects is being monitored, there is now a focus on the commissioning of projects to ensure that the assets created are brought to productive use as soon as possible.

I am happy to report to Shareholders that RVNL, working for and on behalf of the Ministry of Railways as an executing agency, has been able to gear itself up to the changing environment and has been able to meet the expectations of the Ministry by substantial improvement in the financial and physical performance of the Company.

Financial Performance

During 2016-17, RVNL continued on its trajectory of growth, and with the assured availability of funds, your Company surpassed all previous achievements to record the highest ever Turnover of ₹5,919.62 crore as compared to ₹4,541.30 crore in 2015-16, i.e. an increase of 30.35%. While the turnover from projects of the Ministry increased to ₹4,894.33 crore from ₹3,864.98 crore in the previous year, the expenditure on works undertaken for SPVs and other deposit works increased to ₹1025.29 crore during 2016-17 in comparison to ₹661 crore in the previous year.

Profit Before Tax increased from ₹371.83 crore in 2015-16 to ₹484.79 crore in 2016-17, and Profit After Tax (PAT) of the Company is at ₹385.03 crore, showing an increase of 26.65% over the previous year.

In view of the improved financial performance, and in line with the directions of Department of Public Enterprises and Ministry of Railways for payment of Dividend, the Directors of your Company have recommended payment of the highest ever dividend of ₹154.50 crore in 2016-17, to the Ministry of Railways compared to ₹115.10 crore in the previous year. As a result, the effective management fee of RVNL would be reduced from an average of 8.5% to 6%, which is much lower than the D&G charges being allowed to the Zonal Railways. With the payment of final dividend, the cumulative amount paid as Dividend to the Ministry will stand at ₹421 crore.

Physical performance

During the year, with the focus of the Ministry on the commissioning of projects, I am happy to inform the Shareholders that your Company achieved the target of getting 500 km of track ready for commissioning. Out of this, 310 km of doubling was commissioned and another 190 km was inspected by Commissioners for Railway Safety (CRS) which could not be opened due to operational constraints of the Railways.

RVNL also met its targets of completion of sections by surpassing all previous achievements and completing a total of 713.73 km of project length (355.73 km of Doubling and 358 km of Railway Electrification), compared to 698 km (353 km of Doubling, 17 km of New Line and 328 km of Railway Electrification) in the previous year.

The completed sections of important doubling projects include Villupuram - Dindigul, Hospet-Tinaighat, Salka Road-Anuppur, Raipur-Titlagarh, Rewari-Manheru, Bina-Kota, Daund-Gulbarga, Sambalpur-Titlagarh, Thanjavur-Ponmalai, Bhimsen-Jhansi, Sarotra Road-Karjoda Patch Doubling, Rani-Keshavganj and Bhopal-Bina 3rd line.

The Company has also contributed substantially to the commissioning of Railway Electrification projects during the year. In 2016-17, RVNL commissioned 498 rkm of pure Railway Electrification works on important routes, including 214 rkm between Yelahanka-Dharamavaram of Yelahanka-Dharamavaram-Gooty RE project, 199 rkm of Pune-Wadi-Guntakal RE project (Pune-Daund: 78 rkm, Daund-Bhigwan: 30 rkm & Wadi-Chiksugur: 91 rkm) and 30 rkm between Amla-Parasia of Amla-Chhindawara-Kalumna RE project. In addition, 236 km of RE was commissioned along with doubling.

Thus, total RE commissioned by RVNL in 2016-17 stood at 734 rkm.

The commissioning of RE projects could have further improved, but for the delay in laying of transmission lines for connecting the grid to the railway distribution sub-station by State Electricity Agencies.

A total of 358 rkm of pure RE projects were completed in 2016-17 including Raipur-Titlagarh RE (82 rkm), Manheru-Hissar RE (74 rkm), Rewari-Manheru RE (59 rkm), Chhapra-Ballia-Ghazipur-Varanasi-Allahabad RE (55 rkm), Amala-Chhindwara-Kalumna RE (48 rkm) and Pune-Guntakal RE (40 rkm). In addition, 199.71 rkm RE works were completed along with doubling.

Thus, total RE completed by RVNL in 2016-17 stood at 558 rkm.

Your Company has also achieved commendable success in commissioning of signalling works associated with Doubling, third line, Intermediate Block Signalling and yard remodelling. During 2016-17, RVNL commissioned 55 stations on 4th line, 3rd line and Doubling projects, 28 stations on Railway Electrification and 58 Mid-section Level Crossing Gates interlocking/IBS. The Company has also been able to successfully commission telecom works involving laying of optic fibre cables and 6 Quad cables of a total of 451 km.

On behalf of the Board of Directors of the Company, I would like to place on record our deep appreciation for the proactive support extended by Railway Board without which commissioning of railway projects done by your Company in 2016-17 would not have been possible.

Progress was also made in the new hill rail projects assigned to RVNL, that is, the Rishikesh-Karnprayag section in Uttarakhand and Bhanupalli-Bilaspur-Beri section in Himachal Pradesh. The Detailed Estimate for the former was sanctioned during the year and as the alignment has already been finalised, the process of land acquisition and environmental clearance is being expedited. The award of work for the Detailed Design and Engineering of important stretches is also under process. The finalisation of alignment of the Bhanupalli-Bilaspur-Beri section, using the latest DEM technology, is in an advanced stage.

In December, 2014, Hon'ble Prime Minister of India commenced the work of the project for augmentation of capacity of Diesel Locomotive works at Varanasi. The project was completed in less than 2 years and dedicated to the nation by Hon'ble PM himself on 24.10.2016. In addition, the "Workshop for manufacture of Flat Bogies for LHB Design Coaches, Yadgir" was completed in less than 18 months.

It was also a great honour for RVNL when Hon'ble Prime Minister laid the foundation stone and inaugurated the commencement of work of construction of the rail cum road bridge over river Ganga at Ghazipur as part of the Mau-Tarighat new line project. This work was awarded within a record time of 5 months of the sanctioning of the project by CCEA. During this period, all the tasks of design and obtaining clearances were completed which in normal course takes a considerable time. The tenders were awarded in a record time of 22 days.

The construction of the Indian Railway Institute of Financial Management at Secunderabad, the first institutional building being constructed by RVNL is progressing satisfactorily.

The projects related to extension of Kolkata Metro have been delayed due to non- acquisition of land, awaiting various clearances and removal of hindrances by the local authorities. The State Government is continuously being requested to provide necessary support in this regard.

ADB projects

ADB has agreed to provide a multi-tranche financing facility of US $ 500 million for funding of 5 projects. While the Loan Agreement for the 1st Tranche for an amount of US $ 150 was signed in July 2012, the Loan Agreement for the 2nd Tranche of US $ 130 million was signed in February 2014. During the year 2016-17, an amount of ₹259.18 crore, equivalent to $ 39.2 million has been claimed for reimbursement from the ADB. Execution of the ADB funded projects is in progress.

Special Purpose Vehicles

In the background of the mandate of RVNL for mobilisation of extra budgetary resources from the market for port connectivity and hinterland rail projects, RVNL took the lead to create six joint venture Special Purpose Vehicle (SPV) projects worth ₹6139 crore with a contribution of only ₹625 crore, which is approximately only 10% of the total investment.

Kutch Railway Company Ltd., Krishnapatnam Railway Company Ltd. and Bharuch Dahej Railway Company Ltd. have commenced their operations. These SPVs are contributing substantially to the total revenue of the Railways. However, certain issues affecting the financial position and operations of the SPVs are under consideration of the Ministry of Railways for resolution.

In Krishnapatnam Railway, the work on the section between Venkatachalam and Obulavaripalle is in progress. This section has two tunnels with a total length of about 7.7 km, out of which the boring of one 1.0 km tunnel has been completed and progress in the second tunnel is 6.0 km out of 6.7 km length. However, the issue of funding of the balance portion of the project is to be addressed. Doubling of 270 km of the Kutch Railway line between Palanpur and Samakhiali which is being funded completely by the SPV at an estimated cost of ₹1,400 crore, has been taken up by RVNL on behalf of the SPV and work is proceeding satisfactorily. The physical works on Haridaspur-Paradip and Angul-Sukinda New Line projects are in progress.

RVNL has also decided to participate as a stakeholder in an SPV, Indian Port Rail Corporation Limited, under Ministry of Shipping. The stakeholders are 12 Major Ports and RVNL. RVNL's equity participation is limited to ₹10 crore i.e. 10% of the initial subscribed share capital. The SPV has been formed to undertake maintenance, upgradation and modernisation of the Port Railways and also provide capacity augmentation wherever required.

High Speed Rail Projects

RVNL had formed High Speed Rail Corporation of India Ltd. (HSRC), a fully owned subsidiary, in July 2012 for development and implementation of High Speed Rail projects in India. HSRC is undertaking pre-feasibility studies for High Speed Corridors connecting the major metropolitan cities including Delhi-Chandigarh-Amritsar, Delhi-Mumbai, Mumbai-Chennai, Delhi-Kolkata, Mumbai-Kolkata and Delhi-Chennai.

The studies are being carried out by various international consultants. Two studies viz the first phase between Mumbai and Nagpur (of Mumbai-Kolkata Corridor) and Delhi-Nagpur (of Delhi-Chennai Corridor) are being done under technical collaboration agreements with the Governments of Spain and China respectively.

Human Resource Development

It is indeed a significant achievement that all the above milestones have been realized with an on-roll staff strength of only 502 regular personnel, which include 128 regular employees and 374 deputationists. To maintain a lean and thin organizational structure, the Company makes continuous efforts to streamline the systems and procedures through various measures, such as introducing a Standard Bill of Quantities for different types of works, awarding composite contracts incorporating all aspects of Civil, Electrical and S&T works, floating multi-package tenders to reduce multiple evaluations etc. These initiatives have greatly reduced the period between assignment of the work to RVNL and actual commencement of work. The task of implementation of an Integrated IT solution for the Company, which is in progress, will further improve productivity and transparency.

Corporate Social Responsibility

RVNL is conscious of its Corporate Social Responsibility. During 2016-17, the Company spent ₹6.12 crore (approximately 2.31% of the average net profit of last three financial years) on CSR initiatives, compared to ₹5.94 crore in the previous year. The Company's main focus is in the areas of education, health and sanitation, with implementation of CSR projects by Ramakrishna Mission, TERI, Sulabh International etc. Some of the significant projects undertaken under CSR are 'Education for under privileged differently abled children in the backward areas of West Bengal, providing operation theatre complex with 50 bed post-operative care unit in the 112 years old hospital at Kankhal, Haridwar, providing community toilet blocks under "Namami Gange & Swachh Bharat mission" at Chennai Railway Station. RVNL has also contributed to construction of a nursing hostel for 120 girls in the Ramakrishna Mission Hospital at Vrindavan, Mathura. The project was inaugurated by Shri Ram Naik, Hon'ble Governor of U.P. on 24th September, 2016.

Your Company's CSR initiatives have been appreciated by the Parliamentary Committee on CSR, the target population and lauded by the Tata Institute of Social Science, the CSR hub, in its social audit.

MOU Performance

It is with a great deal of satisfaction that I can report to the Shareholders, that based on the overall performance, your Company has been rated as 'Excellent' by Department of Public Enterprises for the financial year 2015-16 for the 6th consecutive year. The grading achieved by your Company was the highest among the Railway CPSEs.

For 2016-17 also, all the performance targets, set under various parameters in the Memorandum of Understanding with Ministry of Railways, and Department of Public Enterprises, Ministry of Heavy Industries, have been achieved. Based on the overall performance, it is expected that your Company will achieve an 'Excellent' rating for the financial year 2016-17 also.

Corporate Governance

RVNL maintains a robust system of checks and balances to ensure that the authority of decision making is exercised with due care and responsibility to meet the aspirations of Shareholders and society. Your Company complies meticulously with all legal requirements and government guidelines regarding Corporate Governance. A Report on Corporate Governance and Management Discussion and Analysis forms part of the Annual Report.

In the end, I would like to mention that all the achievements of RVNL, would not have been possible without the support provided by the Zonal Railways. I am also grateful for the encouragement and confidence reposed in RVNL by the Chairman and Members of the Railway Board and other officers, so that RVNL has been able to contribute substantially to the development of rail infrastructure in the country.

I express my sincere thanks to our esteemed Shareholders, Ministry of Railways, Ministry of Finance, Department of Public Enterprises, Ministry of Heavy Industries, the State Governments, Zonal Railways, ADB, IRFC, Financial Institutions, C&AG's office, our bankers and stakeholders in various railway projects and national and international contractors for their unstinted cooperation to RVNL. I would also like to place on record my deep appreciation for the devotion and dedication of all my fellow RVNL employees who have been pillars of strength for the Company and have delivered their best despite various difficulties and obstacles.

New Delhi
Date: 22nd September, 2017

Satish Agnihotri
Chairman & Managing Director

DIRECTORS' REPORT

Distinguished Shareholders,

The Directors of your Company are privileged to present the 14th Annual Report on the performance of your Company, along with the Audited Statement of Accounts, Auditors' Report and the Review of Accounts by the Comptroller & Auditor General of India for the financial year ended 31st March 2017.

Integral Reports

The "Management Discussion and Analysis Report", "Corporate Governance Report", "Corporate Social Responsibility (CSR) Report", "Secretarial Auditor Report", "Extract of Annual Return" and "Form AOC-2" with relevant sub-appendices form an integral part of this Directors' Report and have been placed as **Annexure "A", "B", "C", "D", "E" and "F"** respectively.

The Management Discussion and Analysis Report provides an overview of the affairs of the Company, its business environment, mission and objectives, outlook, operational performance, its resources and systems, strengths, opportunities, constraints, risks and concerns, strategies, prospects, etc.

The Corporate Governance Report highlights the Company's philosophy on Corporate Governance and Key Values, composition of Board of Directors and its Committees, attendance and remuneration of Directors etc, other relevant disclosures, CEO/CFO Certification and general information for share holders. It is supplemented by the following compliance certificates.

(i) A Certificate signed by the Chairman and Managing Director affirming receipt of compliance with the Code of Conduct from all Board members and Senior Management personnel during the year 2016-17 **(placed at Annexure "B-1")** as per guidelines of Department of Public Enterprises on Corporate Governance;

(ii) A Certificate from the Chairman and Managing Director and Director (Finance) with regard to the authenticity of financial statements **(placed at Annexure "B-2");** and

(iii) A Certificate of compliance of Corporate Governance signed by a practicing Company Secretary **(placed at Annexure "B-3")** as per guidelines of Department of Public Enterprises on Corporate Governance.

The Corporate Social Responsibility (CSR) Report reflects RVNL's plans, policy, budget, expenditure, evaluation process for projects and CSR activities undertaken during the year.

Pursuant to provisions of Section 204 of Companies Act, 2013 and Companies (Appointment and Remuneration of Managerial personnel) Rules 2014, the Company has appointed M/s P.C. Jain & Co., Practicing Company Secretary, to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is placed at **Annexure "D"**.

Pursuant to section 134 (3) (2) of the Companies Act, 2013 read wtih Rule 12 (1) of the Companies (Management and Administration) Rules 2014, the "Extract of Annual Return" is placed at **Annexure "E"**.

The disclosure of Related Party Transactions, as required under section 134 (3) (h) of Companies Act, 2013 and Rule 8 (2) of the Companies (Accounts) Rules, 2014 in Form "AOC-2" is placed at **Annexure "F"**.

1. PERFORMANCE HIGHLIGHTS

Your Directors are happy to inform the shareholders that 2016-17 has been a year in which your Company has exceeded all previous performance parameters. The significant milestones achieved include:

- ❖ Highest ever turnover of ₹ **5919.62 crore**
- ❖ **713.73 km (355.73 km of Doubling, and 358 km of Railway Electrification)** of project length have been physically completed.
- ❖ Profit Before Tax increased by ₹ **112.96 crore to ₹484.79 crore;**
- ❖ Profit After Tax (PAT) of the Company is at ₹ **385.03 crore**, showing an increase of 26.65 % over the previous year;
- ❖ The Directors of your Company have recommended payment of a highest ever Dividend (including Interim Dividend) of ₹**154.50 crore** to the Ministry of Railways;

Your Company has once again surpassed its performance targets set for Excellent in the Memorandum of Understanding (MoU) entered into with Ministry of Railways (MoR), Government of India in consultation with Department of Public Enterprises. Based on the overall performance, your Company has achieved 'Excellent' rating for the financial year 2015-16, as in previous years.

2. FINANCIAL HIGHLIGHTS

Important indicators of the financial performance of RVNL for 2016-17 as compared to 2015-16 are mentioned below (rounded to nearest Rupees/ of Railways;

(₹ in crore)

Particulars	2016-17	2015-16
Turnover	5919.62	4541.30
Total Income	6170.74	4721.53
Operating Income	444.20	352.36
PBT(excluding other income, extraordinary and exceptional items)	269.30	214.68
Reserves & Surplus	1001.77	926.55
Profit Before Tax	484.79	371.83
Profit After Tax	385.03	304.02
Net worth	3086.79	3011.57
Appropriations		
Proposed Final Dividend	154.50	115.16

Turnover

Your Company has achieved a highest ever Turnover of ₹ 5919.62 crore in 2016-17 as compared to ₹ 4541.3 crore in 2015-16, i.e. an increase of 30.35%.

This was achievable mainly due to the assured availability of funds for project expenditure during the year by the Ministry of Railways, which accounts for 81.37% of the Turnover. In addition, over the years the Company has also put a large number of large value contracts in place to speed up the process of project execution. At the same time, there has also been an increase in the level of expenditure on works undertaken for SPVs and other deposit works to ₹ 1025.29 crore during 2016-17 in comparison to ₹ 610.88 crore in the previous year.



Shri Satish Agnihotri, CMD/RVNL explaining DLW Augmentation work to Hon'ble Prime Minister, Shri Narendra Modi at Varanasi on 24.10.2016



Hon'ble Prime Minister, Shri Narendra Modi fecilitating Shri Satish Agnihotri, CMD/RVNL at the commencement work on Ghazipur Rail cum Road Bridge on 14.11.2016.

Profit

Profit Before Tax increased from ₹371.83 crore in 2015-16 to ₹484.79 crore in 2016-17. The major increase is on account of higher gross margin from project execution from ₹214.68 crore in previous year to ₹ 269.30 crore in 2016-17. While there has been a increase in Dividend income from SPVs to ₹5.50 crore in comparison to ₹2.50 crore in previous year, the balance increase is on account of interest income.

Profit After Tax increased from ₹304.02 crore to ₹385.02 crore in 2016-17.

Capital Structure

With an authorized share capital of the Company of ₹3,000 crore, there has been no change in the Capital Structure of the Company, with the paid-up share capital of the Company remaining at ₹2,085.02 crore. Ministry of Railways, Government of India holds the entire share capital of the Company.

Net Worth

The Net Worth of your Company has increased over the previous year on account of transfer of profits (after payment of Dividend) amounting to ₹75.59 crore and on account of OCI (0.36) Crore to Reserves and Surplus. Accordingly, the Net Worth of the Company has increased from ₹3,011.58 crore at the end of previous year to ₹3,086.79 crore at the end of the current year.

Reserves

After taking into account, payment of Interim Dividend of ₹142 crore (final dividend of ₹ 115.10 for F.Y. 2015-16) and Dividend Distribution Tax of ₹28.91crore & ₹23.43 crore thereon respectively, the balance under Reserves & Surplus at the end of 2016-17 stands at ₹1,001.77 crore in comparison to ₹926.55 crore in 2015-16.

Dividend

Interim Dividend

In FY 2016-17, the Board of Directors declared an Interim Dividend of ₹142 Crore in compliance with Guidelines on Capital Restructuring issued by the Department of Public Asset and Investment Management (DIPAM).

Final Dividend

As a result of the improved financial performance of the Company and in compliance of directions of the Ministry of Railways, the Board of Directors have recommended a final Dividend of 40% of Net Profit After tax ₹154.50 crore including interim dividend for the year 2016-17 as compared to ₹115.10 crore in 2015-16 for consideration of the shareholders. At the end of the year the cumulative Dividend paid to Ministry of Railways by RVNL will amount to ₹421 crore.

Fixed Deposits

No deposits from the public have been accepted by the Company during the year under review.

Reimbursement of Expenditure

RVNL received an amount of ₹4,776.41 crore, for project expenditure during the current year, from Ministry of Railways (MOR) for execution of various works.

Loans from IRFC

During the year, an additional amount of ₹37.13 crore was received as borrowings from IRFC. With this, the total amount received from IRFC is ₹3,188.93 crore. The principal and interest on the borrowings from IRFC are repaid by Ministry of Railways (MoR) as a pass through entry in the books of RVNL. During the year an amount of ₹ 181.9 crore was paid to IRFC on this account, leaving an outstanding loan balance of ₹2,164.03 crore.

FIRST TIME ADOPTION OF IND-AS

In compliance with the notification issued by Ministry of Corporate Affairs notifying the Companies (Indian Accounting Standard) Rules, 2015, the Company has for the first time prepared the financial statements, for the year ended 31st March 2017 in accordance with Ind-AS. For the periods up to and including the year ending 31st March 2016, the Company prepared its financial statements in accordance with Indian GAAP, including accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended).

For the current year, the Company has prepared financial statements for the periods on or after the 31st March 2016, which comply with the Ind-AS applicable, together with the comparative period data as at and for the year ended 31st March 2016, as described in the summary of the Significant Accounting Policies. In preparing these financial statements, the company has recast the opening balance sheet as at 1st April 2015, the date of transition of the Company to Ind-AS. Note 49 of the Financial Statements explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1st April 2015 and the financial statements as at and for the year ended 31st March 2016.

CONSOLIDATED FINANCIAL STATEMENTS

In compliance with the requirements of Companies Act, 2013 the consolidated Financial Statements of RVNL have been prepared for the Financial Year 2016-17, which are presented in the Report. The accounts have been consolidated based on the performance and activities of the SPVs and the share of RVNL in those entities as an equity partner and its wholly owned subsidiary HSRC. The related entries appearing in the Stand Alone Accounts of RVNL have been adjusted accordingly in consonance with the relevant accounting standards (AS 21 & 27). The salient features of differences in the significant entries between the Stand Alone Accounts of RVNL and the Consolidated Accounts are as under:

SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES

A report on the performance and financial position of subsidiary, associates and joint venture Company as per Companies Act 2013 is provided as **Note-49** to the Consolidated Financial Statements.

OPERATIONAL PERFORMANCE

3. Projects Execution

3.1 Physical Size of the Projects:

Since its establishment in 2003, Ministry of Railways has transferred 169 projects to RVNL for execution, which may be broadly classified under the following heads:

- Doubling 63
- Gauge Conversion 11
- New Lines 13
- MTP 6
- Railway Electrification 38
- Workshops 17
- Others 13
- Unsanctioned 8

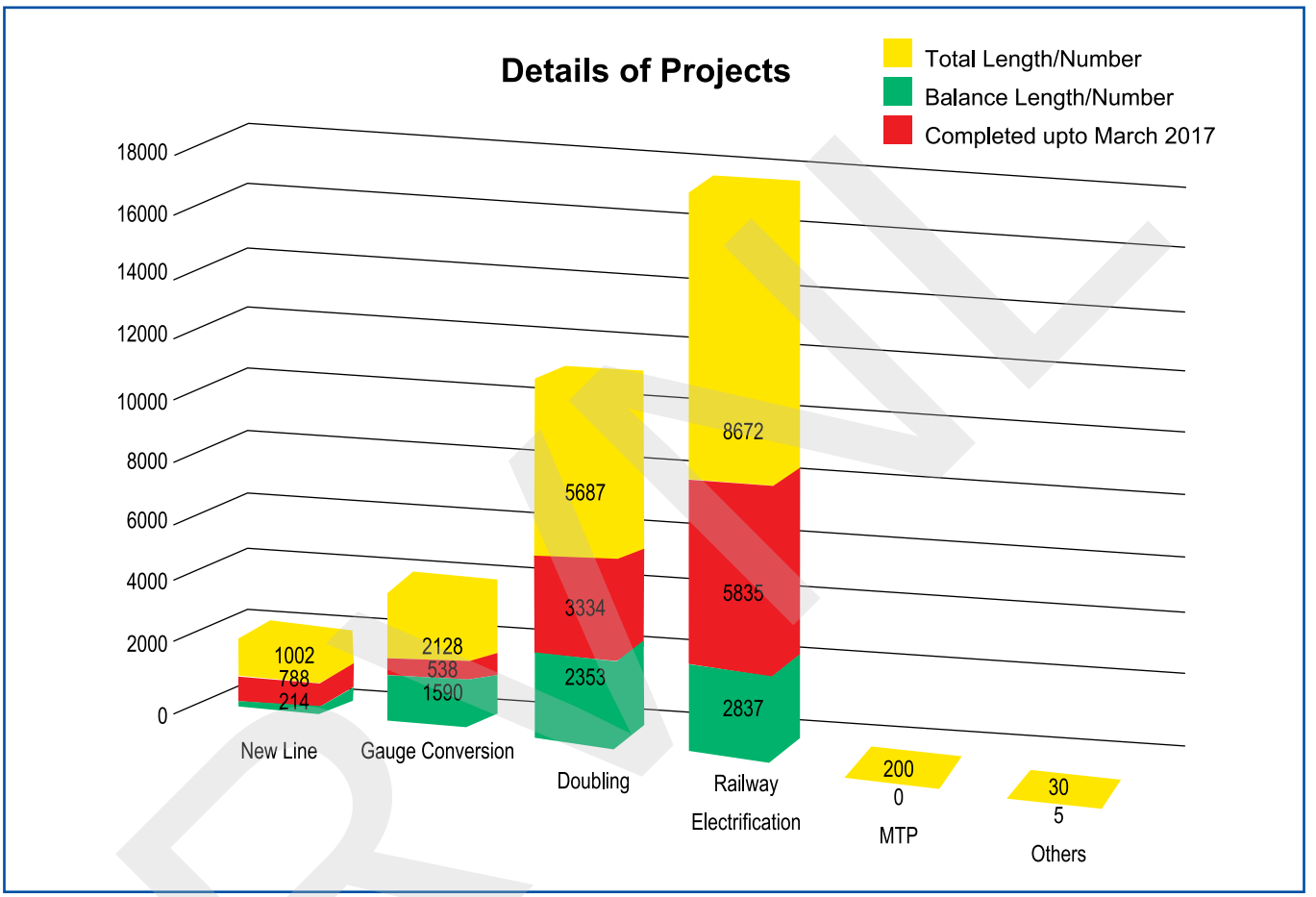
(3 Doubling, 2 New Line, 3 GC)

(₹ in crore)

Item	Figures as on 31.3.2017 Stand Alone	Figures as on 31.3.2017 Consolidated
Turn Over	5919.62	5919.62
Other Income	251.12	251.34
Direct Expenses	5475.21	5475.21
Indirect Expenses	210.74	210.78
PBT	484.79	541.97*
PAT	385.03	442.15
Reserve & Surplus	1001.77	1481.24
Net Worth	3086.79	3566.26

*PBT includes ₹57 crore as proportionate share of RVNL in the profit/loss of Joint Ventures.

The distribution of project length under various plan heads is shown below:



3.1.1. Details of Sanctioned Projects where progress is affected:

S. No.	Factors affecting Progress of Projects	No. of Projects	Length (km)	Cost (₹ crore)
(i)	Projects adversely affected/held up due to land acquisition, forest clearance, law and order & other issues	6	37.67	17382.55
(ii)	Projects adversely affected/held up due to clearances awaited from Central & State Governments (Metro projects)/ shifting of utilities etc.	1+2 (partly)	26.50	3248.00
(iii)	Projects under review	7	0.00	438.83
(iv)	Under Planning & Development	14	1138.96	13850.33
	Total	28+2 (partly)	1370.13	34577.06

3.1.2 Upto 2012, the RE works being executed by RVNL were only those where electrification was a part of some other work such as doubling, gauge conversion, etc. However, in the last 5 years, pure RE projects have also been transferred for execution.

With the transfer of projects involving construction of Workshops, Metro projects, construction of Cable Stayed

Bridge etc. RVNL has diversified the nature of projects being executed by it.

These projects are spread all over the country and for efficient implementation of projects, Project Implementation Units (PIUs) have been established at 35 locations to execute projects in their geographical hinterland. They are located at New Delhi, Mumbai, Kolkata (4 Units), Chennai, Secunderabad, Bhubaneshwar (3 Units), Bhopal (3 Units), Jhansi, Kota, Jodhpur, Waltair (2 Units), Bengaluru, Pune, Raipur (3 Units), Lucknow (2 Units), Rishikesh, Ahmedabad (2 Units), Kanpur, Varanasi (2 Units), Chandigarh, Ambala & Guwahati. The PIUs are established and closed as per requirement.

3.2 Status of physical progress of projects

The status of the 169 projects assigned to RVNL for execution is as under: -

Projects completed up to March 2017 : 57

Projects under implementation (includes 30 projects at Para 3.1.1) : 104

Projects yet to be sanctioned : 8

3.2.1 RVNL has so far completed 57 projects.

The list of 49 projects fully completed up to March, 2016 is as under:

S. No.	Railway	Project Name	Type of Project	Length (km)
1	Central Railway (CR)	Diva - Kalyan 5th & 6th Line	Doubling	11
2	Central Railway	Pakni - Mohol Doubling	Doubling	17
3	Central Railway	Panvel - Jasai JNPT Doubling	Doubling	28.5
4	Central Railway	Pakni - Solapur Doubling	Doubling	16.28
5	Eastern Railway (ER)	Gurup - Saktigarh Extn of 3rd Line	Doubling	26
6	East Central Railway (ECR)	Barauni - Tilrath Bypass Doubling	Doubling	8.3
7	East Coast Railway (ECoR)	Talcher-Cuttack-Paradeep Doubling with 2nd Bridge on Rivers Birupa & Mahanadi	Doubling	3
8	East Coast Railway	Jakhapura- Haridaspur 3rd Line	Doubling	23.3
9	East Coast Railway	Cuttack - Barang Doubling	Doubling	14.3
10	East Coast Railway	Rajatgarh-Barang Doubling	Doubling	31.3
11	North Central Railway (NCR)	Palwal - Bhuteswar 3rd Line	Doubling	81
12	North Central Railway	Aligarh - Ghaziabad 3rd Line	Doubling	106.1
13	North Western Railway (NWR)	Bhagat Ki Kothi - Luni Doubling	Doubling	30.3
14	North Western Railway	Karjoda - Palanpur Doubling	Doubling	5.4
15	Southern Railway (SR)	Attipattu - Korukkupet 3rd Line	Doubling	18
16	Southern Railway	Pattabiram - Tiruvallur 4th Line & Tiruvallur - Arakkonam 3rd Line	Doubling	41.89
17	Southern Railway	Tiruvallur - Arakkonam 4th Line	Doubling	28
18	South Central Railway (SCR)	Pullampet - Balapalle Ph I of Gooty - Renigunta Doubling	Doubling	41
19	South Central Railway	Krishnapatnam - Venkatachalam Doubling with RE	Doubling	16.5

S. No.	Railway	Project Name	Type of Project	Length (km)
20	South Central Railway	Gooty - Renigunta Patch Doubling	Doubling	151
21	South Eastern Railway (SER)	Tikiapara - Santragachi Doubling	Doubling	5.6
22	South Eastern Railway	Panskura - Kharagpur 3rd Line	Doubling	45
23	South Eastern Railway	Panskura - Haldia Ph 1 Doubling	Doubling	14
24	South Eastern Railway	Rajgoda - Tamluk (Jn. Cabin) Doubling	Doubling	13.5
25	South Eastern Railway	Tamluk Jn. Cabin – Basulya Sutahata Doubling	Doubling	24.23
26	South East Central Railway (SECR)	Bilaspur - Urkura 3rd Line Doubling	Doubling	105
27	South Western Railway (SWR)	Hospet - Guntakal Doubling	Doubling	115
28	North Western Railway (NWR)	Delhi - Rewari Gauge Conversion	GC	94.2
29	North Western Railway	Ajmer - Phulera - Ringus - Rewari Gauge Conversion	GC	295
30	North Western Railway	Bhildi - Samdari Gauge Conversion	GC	223
31	Southern Railway (SR)	Thanjavur - Villupuram Gauge Conversion	GC	192
32	Southern Railway	Cuddalore - Salem Gauge Conversion	GC	193
33	South Western Railway (SWR)	Arasikere-Hassan-Mangalore Gauge Conversion	GC	230
34	Western Railway (WR)	Bharuch - Samni - Dahej Gauge Conversion	GC	62
35	Western Railway	Gandhidham - Palanpur Gauge Conversion	GC	301
36	East Coast Railway (ECoR)	Daitari - Banspani New Line	NL	155
37	Southern Railway (SR)	Vallarpadam - Idapally New Line	NL	9
38	Railway Electrification (RE)	Tomka -Banspani – RE	RE	144
39	Railway Electrification	Kharagpur (Nimpura) - Bhubaneswar Including Branch Line of Talcher - Cuttack - Paradeep	RE	581
40	Railway Electrification	Bhubaneswar - Kottavalasa	RE	417
41	Railway Electrification	Daund-Manmad Incl. Puntamba- Shirdi - RE	RE	255
42	Railway Electrification	Reningunta - Guntakal RE	RE	308
43	Railway Electrification	Yelahanka - Dharmavaram - Gooty RE	RE	306
44	Railway Electrification	Bharuch - Samni - Dahej RE	RE	64
45	Eastern Railway (ER)	Civil Engineering Works In Connection With Diesel Loco Component Factory, Dankuni	WKSP	-
46	Eastern Railway	Dankuni - Setting Up of Electric Loco Assembly And Ancillary Unit of CLW	WKSP	-
47	South Eastern Railway (SER)	Setting Up of Diesel Multiple Unit (DMU) Manufacturing Factory at Sankrail / Haldia	WKSP	-
48	Eastern Railway	Barddhaman Yard - 4-lane road over bridge in lieu of 2-lane road over bridge No. 213	ROB	-
49	North Western Railway (NWR)	IOC Siding At Salawas (Deposit Work)	Others	2.82

The list of 8 projects completed in 2016-17 is as under:

S. No.	Railway	Project Name	Type of Project	Length (km)
1.	North Western Railway	Rewari- Manheru Doubling	Doubling	69.02
2.	North Western Railway	Rani-Keshav Ganj Doubling	Doubling	59.5
3.	Southern Railway	Villipuram-Dindigul Doubling	Doubling	273
4.	Southern Railway	Thanjavur-Ponmalai - Doubling	Doubling	46.96
5.	South East Central Railway	Salka Road- Khongsara Patch Doubling	Doubling	26
6.	Railway Electrification	Manheru- Hissar RE	RE	74
7.	DLW	Varanasi - Augmentation of Production Capacity from 200 To 250 High HP Locos Per Year	WKSP	-
8.	South Central Railway (SCR)	Workshop for Manufacture of Flat Bogies for LHB Design Coaches, Yadgir	WKSP	-

3.3 Total project length completed:

Cumulatively, RVNL has completed a total of **2353.32 km** of doubling, **1590 km** of gauge conversion, **213.82 km** of new lines and **2837.07 km** of Railway Electrification. Thus, as on **31.3.2017, 6994.21** km out of a total length of **17689** km of 161 sanctioned projects (8 projects of 902.86 km of length are yet to be sanctioned) assigned to RVNL, have been completed.

3.4 Project length completed during 2016-17:

During 2016-17, **713.73 km (355.73 km of Doubling and 358 km of Railway Electrification)** of project length have been physically completed. In addition, Railway Electrification of 199.71 km was also carried out in other than specific Railway Electrification projects as part of Doubling.

3.4.1 Sections completed under Doubling Plan Head:

During the year, 355.73 km of Doubling was completed, the details are given below:

3.4.1.2 Villupuram - Dindigul Doubling: During the year, 22.14 km of project length was completed against the MoU time line target of 22 km. Talanallur-Ichchangadu (13.14 km) and Kalpattichatram-Vaiyampatti (9 km) were completed in August 2016 and September 2016 respectively, thus completing the project.

3.4.1.3 Hospet-Tinaighat Doubling: During the year, 21.47 km of project length was completed against the MoU time line target of 20 km. Londa-Tinaighat (11.64 km) and Kanginhal-Harlapur (9.83 km) were completed in September 2016 & October 2016 respectively.

3.4.1.4 Salka Road-Anuppur Doubling: During the year, 35.8 km of project length was completed, out of which 17.5 km was completed against the MoU time line target of 16 km. Belghana-Tenganmada (9.9 km) & Salka Road-Belghana (7.6 km) were completed in September 2016 & October 2016 respectively, under the time line target. In addition, Pendra Road- Harri (9 km) was completed in September 2016 and Tenganmada- Khongsara (9.3 km) was completed in March 2017, thus completing the Salka Road- Khongsara Patch Doubling project.

3.4.1.5 Raipur - Titlagarh Doubling: During the year, 31.48 km of project length was completed. Arand-Bhimkhoj (11.57 km) was completed in September 2016, Mahasamund-Belsonda (8.59 km) in December 2016 and



Launching of Bardhman ROB



Augmentation project DLW Phase-I



Salka Road - Anuppur Doubling



Vallarpadam-Idapally New Line



Metro Work at Kolkata



Augmentation Project DLW Phase-II



Bridge Girder launching



Tunnel construction for Obulavaripalle- Venkatachalam New Line



Rail Bogie Karkhana, Yadgir



Flash Butt Welding

Bhimkhoj-Bagbahara (11.32 km) in March 2017.

Rewari-Manheru Doubling: During the year, Charkhi Dadri- Manheru (13.57 km) was completed in September 2016, thus completing the project.

3.4.1.6 Bina - Kota Doubling with RE: During the year, 56.08 km of project length was completed. Samarkhedi-Kanjia (7.15 km) was completed in July 2016, Mahadeokhedi-Samarkhedi (6.72 km) in September 2016, Chajawa-Piplod Road (9.24 km), Atru-Salpura (13.99 km) and Bina-Mahadeokhedi (6.6 km) in October 2016 and Baran-Chajawa (12.38 km) in Feburary 2017.

3.4.1.7 Daund - Gulbarga Doubling: During the year, Tilati-Akkalkot Road (10.98) was completed in September 2016.

3.4.1.8 Sambalpur-Titlagarh Doubling: During the year, 47.7 km of project length was completed. Attabira-Suktapalli (7.56 km) was completed in July 2016, Godbhaga-Attabira (8.57 km) in January 2017, Barpalli-Dungripalli (14.29 km) in February 2017 and Bolangir-Deogaon Road (17.28 km) in March 2017.

3.4.1.9 Thanjavur-Ponmalai Doubling: During the year, 46.94 km of project length was completed. Ponmalai-Thiruverumbur (7.13 km) & Thiruverumbur-Solagampatti (11.08 km) were completed in June 2016, Budalur-Alakkudi (7.96 km) in October 2016, Alakkudi-Thanjavur (9.36 km) and Budalur-Solagampatti (11.41 km) in March 2017, thus completing the project.

3.4.1.10 Bhimsen - Jhansi Doubling with RE: During the year, 36.75 km of project length was completed. Garhmau-Parichha (7.1 km), Mustara-Garhmau (5.95 km) & Ait-Bhua (13.11 km) sections were completed in August 2016, Parichha-PTSC (Parichha Thermal Power Cabin) - 3.64 km in October 2016 and Jhansi-Mustra (6.95 km) in February 2017.

3.4.1.11 Sarotra Road-Karjoda - Patch Doubling: During the year, 13.5 km of project length was completed. Iqbalgarh-Jethi (6 km) and Sarotra Road-Iqbalgarh (7.5 km) sections were completed in May 2016 and October 2016 respectively.

3.4.1.12 Rani-Keshavganj Doubling: During the year, 17.32 km of project length was completed. Falna-Biroliya (8.01 km) and Jawai Bandh-Mori Bera (9.31km) sections were completed in October 2016 and December 2016 respectively, thus completing the project.

3.4.1.13 Bhopal-Bina 3rd Line: Nishatpur-Bhopal (2 km) was completed in December 2016.

3.4.2 Sections completed under Pure Railway Electrification Works:

During the year, 358 km of Railway Electrification was completed, details are given below:

3.4.2.1 Chhapra - Ballia - Ghazipur - Varanasi - Allahabad RE: During the year, 55 km of project length was completed. Ghazipur City-Ankushpur (5 km) & Ankushpur-Taraon {Excl.}- (20 km) sections were completed under the MoU time line target in October 2016 and November 2016 respectively. Taraon-Kadipur (30 km) was completed in March 2017.

3.4.2.2 Amala-Chhindwara-Kalumna RE: During the year, 48 km of project length was completed. Junardeo {Excl.}-Parasia {Excl.}- (15 km) & Parasia {Excl.}-Gangwara {Incl.}- (15 km) sections were completed against the MoU time line target of 25 km in August 2016 and September 2016 respectively. Gangiwara-Chhindwara {Excl.} – (14 km) & Parasia yard (4 km) were completed in April 2016.

3.4.2.3 Pune-Guntakal RE: During the year, 40 km of project length was completed. Malthan-Bhigwan (6 km) was completed in April 2016, Gulbarga-Hirenduru (6 km) in May 2016, Hirenduru-Shahabad (15 km) in June 2016 and Shahabad- Wadi (13 km) in September 2016.

3.4.2.4 Raipur-Titlaharh RE: During the year, 82 km of project length was completed. Titlagarh-Rahenbhata (10 km) was completed in June 2016, Rahenbhata-Kantabanji

(25 km) in July 2016, Kantabanji-Turekela (10 km) in August 2016, Turekela-Harishankar (11 km) in October 2016, Harishankar-Lakhana {part} – (6 km) in December 2016, Harishankar-Lakhana {balance} – (5 km) in Feburary 2017 and Belsonda-Arand (15 km) in March 2017.

3.4.2.5 Manheru-Hissar RE: During the year, the whole 74 km of project length was completed. Manheru-Bhiwani (15 km) was completed in May 2016, Bhiwani-Bawani-Khera (20 km) in June 2016, Bawani Khera-Aurang Nagar (15 km) in July 2016, Aurang Nagar-Hansi (5 km) in August 2016, Hansi-Mayyar Halt (5 km) in September 2016, Mayyar halt-Satrod {Excl.} – (10 km) in November 2016 and Satrod-Hissar (4 km) in March 2017, thus completing the project fully.

3.4.2.6 Rewari-Manheru RE: During the year, 59 km of project length was completed. Kosli-Jharli (15 km) was completed in April 2016, Jharli-Charkhi Dadri (15 km) in May 2016, Charkhi Dadri-Fatehgarh (10 km) in September 2016, Jatusana-Rewari (10 km) in December 2016 and Fatehgarh-Manheru (9 km) in March 2017, thus completing the project.

3.5 Workshop projects completed: During the year, 2 workshops projects were completed, the details of which are as under:

3.5.1 Varanasi - Augmentation of production capacity from 200 to 250 High Horse Power Locos per year: Commencement of the project for Augmentation of Production Capacity of Diesel Locomotive Works was undertaken in the presence of Hon'ble Prime Minister on 25.12.2014. The project has been completed in less than two years and was dedicated to the nation by Hon'ble Prime Minister on 24.10.2016. A new Loco Frame Shop, a Loco Paint Shop (with two paint booths and two drying ovens), an Engine Assembly Shop, a Loco Assembly Shop Extension, a Loco Test Shop, a Store ward with Automated Storage and Retrieval System, a Main Receiving Station and other service facilities have been set up as part of the project. Various Machinery and Plant along with a 900 KWP roof mounted solar power plant have been installed and commissioned to expand DLW's loco production capacity.

3.5.2 Workshop for manufacture of Fiat Bogies for LHB Design Coaches, Yadgir: After commencement of the work in May 2015, a state of the art manufacturing facility has been set up in less than 18 months for production of 600 FIAT bogie frames per annum which includes robotic welding, a 5 Axis CNC Machining Centre, shot blasting machine and Paint Booth. The plant has been housed in a pre-engineered building shed equipped with EOT Cranes and other service facilities including a 232 KWP roof mounted solar power plant. Production of bogie frames has commenced on 25.10.2016 and the factory has been handed over to South Central Railway.

3.6 Projects Fully Commissioned and Handed Over to Railways:

Out of 57 projects completed so far, 49 projects have been fully commissioned and handed over to Railways for operations and maintenance.

The list of 41 projects commissioned till March 2016 is as under:

S. No.	Railway	Project Name	Type of Project	Length (km)
1	Central Railway (CR)	Diva - Kalyan 5th & 6th Line	Doubling	11
2	Central Railway	Pakni - Mohol Doubling	Doubling	17
3	Central Railway	Panvel - Jasai JNPT Doubling	Doubling	28.5

S. No.	Railway	Project Name	Type of Project	Length (km)
4	Central Railway	Pakni - Solapur Doubling	Doubling	16.28
5	Eastern Railway (ER)	Gurup - Saktigarh Extn of 3rd Line	Doubling	26
6	East Central Railway (ECR)	Barauni - Tilrath Bypass Doubling	Doubling	8.3
7	East Coast Railway (ECoR)	Talcher-Cuttack-Paradeep Doubling with 2nd Bridge on Rivers Birupa & Mahanadi	Doubling	3
8	East Coast Railway	Cuttack - Barang Doubling	Doubling	14.3
9	North Central Railway (NCR)	Palwal - Bhuteswar 3rd Line	Doubling	81
10	North Central Railway (NCR)	Aligarh - Ghaziabad 3rd Line	Doubling	106.1
11	North Western Railway (NWR)	Bhagat Ki Kothi - Luni Doubling	Doubling	30.3
12	Southern Railway (SR)	Attipattu - Korukkupet 3rd Line	Doubling	18
13	Southern Railway	Pattabiram - Tiruvallur 4th Line & Tiruvallur - Arakkonam 3rd Line	Doubling	41.89
14	South Central Railway(SCR)	Pullampet - Balapalle Ph I of Gooty - Renigunta Doubling	Doubling	41
15	South Central Railway	Krishnapatnam - Venkatachalam Doubling With RE	Doubling	16.5
16	South Central Railway	Gooty - Renigunta Patch Doubling	Doubling	151
17	South Eastern Railway (SER)	Panskura - Kharagpur 3rd Line	Doubling	45
18	South Eastern Railway	Panskura - Haldia Ph 1 Doubling	Doubling	14
19	South Eastern Railway	Rajgoda - Tamluk (Jn. Cabin) Doubling	Doubling	13.5
20	South Eastern Railway	Tikiapara - Santragachi Doubling	Doubling	5.6
21	South Western Railway (SWR)	Hospet - Guntakal Doubling	Doubling	115
22	North Western Railway (NWR)	Delhi - Rewari Gauge Conversion	GC	94.2
23	North Western Railway	Ajmer - Phulera - Ringus - Rewari Gauge Conversion	GC	295
24	North Western Railway	Bhildi - Samdari Gauge Conversion	GC	223

S. No.	Railway	Project Name	Type of Project	Length (km)
25	Southern Railway (SR)	Thanjavur - Villupuram Gauge Conversion	GC	192
26	Southern Railway	Cuddalore - Salem Gauge Conversion	GC	193
27	South Western Railway (SWR)	Arasikere-Hassan-Mangalore Gauge Conversion	GC	230
28	Western Railway (WR)	Bharuch - Samni - Dahej Gauge Conversion	GC	62
29	Western Railway	Gandhidham - Palanpur Gauge Conversion	GC	301
30	East Coast Railway	Daitari - Banspani New Line	NL	155
31	Southern Railway (SR)	Vallarpadam - Idapally New Line	NL	9
32	Railway Electrification (RE)	Tomka -Banspani – RE	RE	144
33	Railway Electrification	Kharagpur (Nimpura) - Bhubaneswar Including Branch Line of Talcher - Cuttack - Paradeep	RE	581
34	Railway Electrification	Bhubaneswar - Kottavalasa	RE	417
35	Railway Electrification	Reningunta - Guntakal RE	RE	308
36	Railway Electrification	Bharuch - Samni - Dahej RE	RE	64
37	Eastern Railway (ER)	Civil Engineering Works In Connection With Diesel Loco Component Factory, Dankuni	WKSP	-
38	Eastern Railway	Dankuni - Setting Up of Electric Loco Assembly And Ancillary Unit of CLW	WKSP	-
39	South Eastern Railway (SER)	Setting Up of Diesel Multiple Unit (DMU) Manufacturing Factory at Sankrail / Haldia	WKSP	-
40	Eastern Railway (ER)	Barddhaman Yard - 4-lane road over bridge in lieu of 2-lane road over bridge No. 213	ROB	-
41	NWR	IOC Siding At Salawas (Deposit Work)	Others	2.82

RVNL

The list of 8 projects commissioned in 2016-17 is as under.

S. No.	Railway	Project Name	Type of Project	Length (km)
1	East Coast Railway	Jakhapura- Haridaspur 3rd Line	Doubling	23.3
2	Southern Railway	Tiruvallur - Arakkonam 4th Line	Doubling	28
3	South Eastern Railway	Tamluk Jn. Cabin – Basulya Sutahata Doubling	Doubling	24.23
4	South East Central Railway (SECR)	Bilaspur - Urkura 3rd Line Doubling	Doubling	105
5	Railway Electrification	Daund-Manmad Incl. Puntamba-Shirdi - RE	RE	255
6	Railway Electrification	Yelahanka - Dharmavaram - Gooty RE	RE	306
7	DLW	Varanasi - Augmentation of Production Capacity from 200 To 250 High HP Locos Per Year	WKSP	-
8	South Central Railway (SCR)	Workshop for Manufacture of Flat Bogies for LHB Design Coaches, Yadgir	WKSP	-

3.7 Sections of Projects Commissioned and handed over to Railways in 2016-17:

In 2016-17, 808.02 km sections were commissioned consisting of 310.02 km of Doubling and 498 km of Railway Electrification and handed over to Zonal Railways for operations, the details are given below:

S. No.	Name of the Project	Block Section	Length (km)	Total (km)	Zonal Railway
Plan Head: Doubling					
1	Daund-Gulbarga - Doubling	Mohol-Malikpeth	9.26	22.59	CR
		Malikpeth- Angar	7.06		
		Angar-Vakav	6.27		
2	Jakhapura- Haridaspur 3rd line	Haridaspur-New Garhmadhupur	9.87	24.17	ECoR
		New Garhmadhupur - Jenapur-Jakhapura	14.3		
3	Rajatgarh-Barang	Ghantikal-Naraj-Chudanga Garh	12.78	14.97	ECoR
		Radhakishorepur-Machapur Cabin	2.19		

S. No.	Name of the Project	Block Section	Length (km)	Total (km)	Zonal Railway
4	Rewari-Manheru Doubling with RE	Rewari-Kisangarh Balawas	28.71	28.71	NWR
		Kisangarh Balawas-Jatusana			
		Jatusana-Kosli			
5	Tiruvallur-Arakkonam - 4th line	Tiruvallur-Kadambattur	6	17	SR
		Kadambattur-Tiruvalangadu	11		
6	Villupuram-Dindigul (with electrification)	Mathur-Sendurai	8	77.39	SR
		Sendurai-Ottakovil	9		
		Ottakovil-Ariyalur	8.5		
		Dindigul-Tamaraipadi	8		
		Villupuram-Tiruvennainallur Road	16		
		Vriddhachalam-Mathur	27.89		
7	Goelkera-Monoharpur - 3rd line	Manoharpur-Posoita	11.6	11.6	SER
8	Tamluk Jn. Cabin-Basulya Sutahata	Keshabpur-Mahisadal	6.73	6.73	SER
9	Bilaspur-Urkura	Silyari-Mandhar	18.37	18.37	SER
		Mandhar-Urkura			
10	Salka Road-Khongsara - Patch doubling & Khodri-Anuppur, with flyover at Bilaspur	Harri-Pendra Road	9	26.5	SECR
		Salka Road-Belghana	7.6		
		Belghana-Tenganmada	9.9		
11	Hospet-Hubli-Londa-Tinaighat-Vasco da Gama	Kambarganvi-Kasanhatti	11.61	22.3	SWR
		Kasanhatti-Alnavar			
		Bannikoppa-Banapur	10.69		
12	Bhopal-Bina - 3rd line	Mandi Bamora-Kurwai Rethora	7.9	39.69	WCR
		Kurwai Kethora-Bina	9.5		
		Diwanganj-Salamatpur	9.44		
		Salamatpur-Sanchi	7.25		
		Sorai-Vidisha	5.6		
Total			**310.02**	**310.02**	

S. No.	Name of the Project	Block Section	Length (km)	Total (km)	Zonal Railway
Plan Head: Railway Electrification					
13	Yelahanka-Dharamavaram-Gooty RE	Yelahanka-Dharamavaram	214	214	SWR
14	Pune-Wadi-Guntakal RE	Pune- Daund (excl)	78	199	CR & SCR
		Wadi -Chiksugur	91		
		Daund -Bhigwan	30		
15	Amla-Chindawara-kalumna RE	Amla-Parasia	30	30	SCR
Total			**498**	498	

3.8 Signalling and Telecommunication

The Company has achieved commendable success in commissioning of signalling works associated with Doubling, third line, fourth line, Intermediate Block Signalling and yard remodelling. During the year 2016-17, RVNL commissioned 55 stations on 4th line, 3rd line and doubling projects, 28 stations on Railway Electrification, 58 Mid-section Level Crossing Gates interlocking and IBS. The Company has also been able to successfully commission telecom works involving laying of optic fibre cables and 6 Quad cables of a total of 451 km. In addition CRS inspection of 22 stations of 3rd Line/ Double line has been done.

3.9 Projects under implementation:

There are 104 projects under various stages of implementation by RVNL.

3.9.1 The list of 85 projects assigned to RVNL till March 2016 and which are under implementation is as under:

S. No.	Railway	Name of Project	Plan Head
1	CR	Daund-Gulbarga - Doubling (224.9 km)	Doubling
2	ER	Nabadwipghat-Nabadwipdham upto BB loop (9.58 km) {Part of Kalinarayanpur-Krishnanagar with Krishnanagar-Shantipur Nabadwipghat- GC, Krishnanagar-Chartala, MM for Krishnanagar Chapra-NL, Naihati-Ranaghat-3rd line, Nabadwipghat-Nabadwipdham upto BB loop (9.58 km), Ranaghat-Lalgola strengthening (bridge No.2)}	Doubling
3	ECoR	Khurda-Barang - 3rd line (35 km)	Doubling
4	ECoR	Sambalpur-Titlagarh (182 km)	Doubling
5	ECoR	Raipur-Titlagarh (203 km), incl new line Mandir Hasaud-Naya Raipur (20 km) and new MM for conversion of Raipur (Kendri)-Dhamtari & Abhanpur-Rajim branch (67.20 km)	Doubling
6	ECoR	Banspani-Daitari-Tomka-Jakhapura (180 km)	Doubling

S. No.	Railway	Name of Project	Plan Head
7	ECoR	Vizianagaram-Sambhalpur (Titlagarh) 3rd line	Doubling
8	NR	New Delhi-Tilak Bridge - 5th & 6th line (2.65 km)	Doubling
9	NR	Utretia-Rae Bareli (65.6 km)	Doubling
10	NR	Raebareli-Amethi (60.1 km)	Doubling
11	NCR	Bhimsen-Jhansi (206 km) with RE	Doubling
12	NCR	Mathura-Jhansi 3rd line	Doubling
13	NER	Varanasi-Madhosingh-Allahabad	Doubling
14	NWR	Abu Road-Sarotra Road - Patch doubling (23.12 km)	Doubling
15	NWR	Sarotra Road-Karjoda - Patch doubling (23.59 km)	Doubling
16	NWR	Swaroopganj-Abu Road - Patch doubling (25.36 km)	Doubling
17	SCR	Raichur - Guntakal Doubling	Doubling
18	SCR	Guntur-Tenali - Doubling with electrification (24.38 km)	Doubling
19	SCR	Vijaywada-Gudivada- Bhimavaram-Narasapur, Gudivada-Machlipatnam and Bhimavaram-Nidadavolu (221 km) - Doubling with electrification	Doubling
20	SCR	Secunderabad (Falaknuma)-Mehbubnagar doubling	Doubling
21	SCR	Vijayawada-Gudur 3rd line	Doubling
22	SECR	Khodri-Anuppur, with flyover at Bilaspur (61.6 km)	Doubling
23	SER	Goelkera-Monoharpur 3rd line (40 km)	Doubling
24	SER	Kharagpur (Nimpura)-Adityapur 3rd line (132 km)	Doubling
25	SWR	Hospet-Hubli-Londa-Tinaighat-Vasco da Gama (352.28 km)	Doubling
26	WR	Palanpur-Samakhiali (274.73 km)	Doubling
27	WCR	Bhopal-Bina - 3rd line (143 km)	Doubling
28	WCR	Bina-Kota (282.66 km) with RE	Doubling
29	WCR	Barkhera-Habibganj - 3rd line (41.420 km)	Doubling
30	WCR	Budni-Barkhera - 3rd line (33 km)	Doubling
31	WCR	Itarsi-Budni - 3rd line (25.090 km)	Doubling
32	NER	Lucknow-Pilibhit via Sitapur, Lakhimpur (262.76 km)	Gauge Conversion
33	WR	Ahmedabad-Botad (170.48 km)	Gauge Conversion
34	WR	Dhasa-Jetalsar (104.44 km)	Gauge Conversion
35	CR	Dighi Port-Roha (33.76 km)	New Line
36	CR	Connectivity to Rewas Port	New Line

S. No.	Railway	Name of Project	Plan Head
37	ECR	Fatuah-Islampur incl. material modification for extension of new line from Neora to Daniawan; Daniawan to Biharsharif; Biharsharif to Barbigha; Barbigha to Sheikhpura	New Line
38	ER	Dankuni-Furfura Sharif NL {Part of Liluah-Dankuni - 3rd line (10.13 km) with extension to Furfura Sharif}	New Line
39	ECoR	Haridaspur-Paradeep (82 km)	New Line
40	ECoR	Angul-Sukinda Road (98.7 km)	New Line
41	NR	Rishikesh-Karnaprayag (125.09 km)	New Line
42	NR	Bhanupalli-Bilaspur-Beri (63.1 km)	New Line
43	NER	Mau-Ghazipur-Tarighat New Line	New Line
44	SCR	Obulavaripalle-Krishnapattnam (113 km)	New Line
45	SECR	Dallirajhara-Rowghat (90 km) {Part of Dallirajhara-Jagdalpur (235 km)}	New Line
46	RE	Pune-Guntakal -Electrification (641.37 km)	RE
47	RE	Raipur-Titlagarh (203 rkm) {Part of Vizianagaram - Rayagada - Titlagarh - Raipur (465 rkm)}	RE
48	RE	Jakhal - Hisar (79 km)	RE
49	RE	Jakhal - Dhuri - Ludhiana (123 km)	RE
50	RE	Rajpura - Dhuri - Lehra Mohabat (151 km)	RE
51	RE	Utretia - Rae Bareli - Amethi - Janghai RE (214 rkm)	RE
52	RE	Chhapra-Ballia-Ghazipur-Varanasi-Allahabad (330 rkm)	RE
53	RE	Ghazipur - Aunrihar - Manduadih (78 rkm)	RE
54	RE	Raninagar Jalpaigudi-New Bongaigaon - Guwahati (Incl) RE (382 rkm) (Part of Barauni - Katihar - Guwahati Incl. Katihar - Barsoi (836 km) RE	RE
55	RE	Rani-Palanpur 166 rkm {Part of Delhi Sarai Rohilla - Rewari - Palanpur - Ahmedabad, incl. Kalol - Gandhinagar-Khodiyar and Alwar-Bandikui-Jaipur-Phulera (1087km)}	RE
56	RE	Guntakal - Bellary - Hospet incl. Tornagallu - Ranjitpura Branch Line (138 rkm)	RE
57	RE	Guntakal-Kalluru (40 rkm)	RE
58	RE	Amla - Chhindwara - Kalumna (257 rkm)	RE
59	RE	Hospet - Hubli - Vasco da Gama (346 rkm)	RE
60	RE	Yalahanka-Penukonda (120.55 km)-Doubling	RE
61	ECR	Barauni - 250 High Horse Power Loco Shed	WKSP
62	ECR	Barauni - New Loco Shed to Home 100 Electric Locos	WKSP
63	ECoR	Vadlapudi - Wagon Poh Workshop Of 200 Nos Capacity Near Duvvada Station	WKSP
64	NER	Aunrihar - Demu Shed	WKSP
65	NWR	Phulera- Broad Gauge Diesel Locomotive Shed	WKSP

S. No.	Railway	Name of Project	Plan Head
66	SCR	Kazipet - Workshop for Wagon Periodical Overhauling	WKSP
67	SER	Kharagpur Workshop - Setting up of centre of Excellence for Wagon Prototyping	WKSP
68	SER	Anara (Adra) Setting up of Mid-Life Rehabilitation Workshop for Coaches	WKSP
69	WCR	Misrod-Setting up of Workshop for Repair /Rehabilitation of Motorized Bogies of Electric Rolling Stock	WKSP
70	WR	Vadodara - Setting up of New PoH Shop for Electrical Locos	WKSP
71	CR	Augmentation of Administrative / Office Infrastructure, Solapur Division, Gulbarga	OSW
72	ER	Samudragarh-Nabadwipdham - Road over bridge in lieu of level crossing No.14	ROB
73	NCR	Paman-Bhimsen - New B-class station	TFC
74	NCR	Jhansi-Garhmau, Orai-Ata, Ata-Kalpi & Pokhrayan-Lalpur - Splitting of longer block sections	TFC
75	SR	Srirangam-Tiruchchirapalli Town - 4-lane road over bridge in lieu of 2- lane bridge No.380-A	ROB
76	SR	Manamadurai-Rameswaram - Repl of Full Scherzer Lift Span (Bridge No. 346) (Pamban Viaduct)	Bridge
77	SCR	Secunderabad- Upgradation of facilities at Centralised Training Academy for Railway Accounts	OSW
78	SCR	Moula Ali - Setting up of Indian Railway Institute of Finance Management	OSW
79	SECR	Direct Power Supply from Central Generating Agencies	OSW
80	WCR	Provision of Addl. Traction Substation at Budhni	OSW
81	SCR	Multi-Modal Transport System (MMTS) - Phase-II in Hyderabad	MTP
82	MET	Baranagar-Barrackpore & Dakshineswar - Construction of Metro Railway (14.5 km)	MTP
83	MET	Dum Dum Airport-New Garia via Rajerhat - Construction of Metro Railway (32 km)	MTP
84	MET	Naupara (Ex.)-Baranagar (2.6 km) {Part of Dumdum-Baranagar Metro Railway sanctioned as MM to Dumdum-New Garia Metro Railway vide letter No. 96/ Proj/C/5/1/Pt. Dated 30.10.09}	MTP
85	MET	Joka-Binoy Badal Dinesh Bagh via Majerhat - Construction of Metro railway (16.72 km) incl material modification for extension from Joka Diamond Park (Phase-I)	MTP

3.9.2 The list of 19 projects assigned to RVNL in 2016-17 is as under:

S. No.	Railway	Name of Project	Plan Head
1	ECR	Patratu-Sonnagar 3rd Line	Doubling
2	NWR	Madar - Palanpur - Removing of PSR (Kms 589/1 to 590/1)	TR
3	RE	Wani- Pimpalkutti RE	RE
4	RE	Daund-Baramati RE	RE

5	RE	Ballia-Ghazipur City RE	RE
6	RE	Kasganj-Bareilly-Bhojipura-Daliganj RE	RE
7	RE	New Bongaigaon-Agthori Via Rangia 2nd Line RE	RE
8	RE	Guwahati-Dibrugarh Via Tinsukia And Simaluguri-Dibrugarh RE	RE
9	RE	New Bongaigaon-Goalpara-Kamakhya RE	RE
10	RE	Raninagar Jalpaigudi-Samuktala Road 2nd Line	RE
11	RE	Villupuram-Cuddalore Port-Mayiladuturai- Thanjavur & Mayiladuturai-Thiruvarur RE	RE
12	RE	Chikjajur-Bellary RE	RE
13	RE	Bengaluru-Omalur Via Hosur RE	RE
14	RE	Gadag-Hotgi RE	RE
15	RE	Chikvanavar-Hubli RE	RE
16	RE	Guna-Gwalior RE	RE
17	ECR	Gaya-Setting up of New Memu Car Shed for Maintaining 30 Rakes of 16 Coaches	WKSP
18	NCR	Kanpur-Construction of Memu Car Shed	WKSP
19	SCR	Ghatkesar-Raigir (Yadadri)-Extension of multi modal transportation system Phase-II	MTP

3.10 Projects yet to be Sanctioned:

(i) Surat - Hajira New Line (36.36 km)

(ii) Rail Connectivity to Vizhinjam International Seaport Limited (VISL) - 15km

(iii) Bhadrak-Vizianagaram 3rd Line (385 km)

(iv) Madurai-Maniyachi-Tuticorin Doubling with RE (159 km)

(v) Maniyachi - Nagarcoil Doubling with RE (102 km)

(vi) Khijadiya-Visavadar GC (91.27 km)

(vii) Junagarh-Visavadar GC (42.28 km)

(viii) Veraval-Talala-Visavadar GC (71.95 km)

Total 902.86 km project length is yet to be sanctioned. Out of these, 3 GC projects of length 205.5 km were assigned to RVNL during 2016-17.

3.11 Kolkata Metro Projects:

3.11.1 Four major projects for extension of Kolkata Metro were transferred to RVNL in March 2010 viz.

- Joka-BBD Bag via Majerhat (16.72 km)
- Dum Dum Airport-New Garia via Rajarhat (32 km)
- Baranagar-Barrackpore & Dakshineswar (14.5 km)
- Noapara (Ex.)-Baranagar (2.6 km)

3.11.2 RVNL was entrusted to build Metro corridors of about 62 km in Kolkata without any survey of underground utilities and without making any DPR (Detailed Project Report). DPR is a pre-requisite for planning of Metro corridors in urban areas. For constructing Metro corridors, that too in a congested and unplanned city requires a lot of meticulous planning for identification and removal of impediments. The situation gets aggravated further when the corridor passes through the places which are occupied by encroachers, hawkers, etc. Land acquisition in Kolkata/West Bengal poses major challenges resulting in delays in construction of Metro corridors. RVNL has taken all possible action for implementation and early commissioning of Metro projects.

3.11.3 The foundation stone for Joka-BBD Bag project was laid by Her Excellency, President of India on 22.1.2010. Subsequently, 2 packages for viaduct and 2 packages for stations were awarded in December 2010 and April 2012 respectively. The entire Metro corridor has been planned in 2 phases i.e. in 1st phase from Joka to Mominpur elevated section and in the 2nd phase from Mominpur to BBD Bag as underground section. Due to delay in obtaining permission of Defence for construction of the Metro underground portion, work has not been able to commence in Mominpur to BBD Bag corridor. In fact for construction of Mominpur station, permission from Army HQ has been received on 19.4.2017. Initially, the entire corridor i.e. from Mominpur to BBD Bag was sanctioned as an elevated corridor, and a material modification for executing it as an underground section, has been submitted to Ministry of Railways which under sanction.

3.11.4 The Metro corridor from Joka to Majerhat (Phase-I) has made substantial progress, with a continue stretch from Joka Depot to Taratala (8.75 km). Construction of stations are also progressing well, with the completion of 3 station structures. Since this is a standalone system, a Maintenance Depot over a site of 24.5 hectares is a pre-requisite. Due to non-availability of land, the tender for the depot was discharged in February 2013. At present, 70% of the land has been acquired and the detailed estimate for the depot has been sanctioned. Some of the impediments such as encroachments at Behala Bazar, Behala Chowrasta and Majerhat are still to be removed. The old Rehabilitation India building has been dismantled and the piling work has commenced from 8.3.2017. For execution of work in front of the Mint, permission has been received from Ministry of Finance, but the site is yet to be handed over by by the authorities. Similarly, the new Old Age Home has been constructed and shifting is likely to be done shortly. Commissioning of the section can be planned only after removing of all impediments.

3.11.5 The contracts for viaduct portion between New Garia to Rabindra Tirtha section of Dum Dum Airport-New Garia project in 4 packages were awarded on 21.10.2011. Survey and geotechnical work have been completed. 5766 working piles, 705 pile caps, 681 piers, 536 pier caps and 5153 segments have been cast and 3100 segments have been launched. About 16 km viaduct has been completed. The contracts for 21 stations (3 packages) were awarded on 5.3.2014. For construction of stations, 3527 piles, 312 pile caps 323 piers have been cast. The project has been delayed due to issues of land acquisition at Garia. The State Government has proposed a change in alignment where unauthorized buildings have been constructed after issue of the Gazette Notifications for land acquisition. Some other impediments such as shifting of markets, traffic guard, road diversion, raising of 220 KV overhead line, removal of encroachments, etc. are also to be addressed.

3.11.6 The work for Baranagar-Barrackpore & Dakshineswar and Noapara-Baranagar sections has been planned in 2 parts i.e. Noapara-Baranagar-Dakshineswar and in the second part from Baranagar-Barrackpore. From Noapara to Dakshineswar, the work

is proceeding in full swing and the section is likely to be completed and commissioned by December 2018. Most of the impediments have been removed except 202 encroachments at Kamarhati Municipality. For Baranagar-Barrackpore Metro corridor, an MoU was signed between State Government, Metro Railway and RVNL in October 2011 where it was decided that RVNL shall continue the work of Metro viaduct construction on BT Road after commissioning of 64" pipeline under the BT Road with the closure of 60" and 42" dia pipeline. The work of new pipeline has been commissioned, but RVNL has not been able to start the work due to non-compliance of provisions of tripartite MoU by State Government.

3.12 Accidents

During 2016-17, no accident was reported from any of the project sites of RVNL.

3.13 ADB funded projects:

The first ADB loan (IND-1981) sanctioned for "Railway Sector Improvement" has been closed on 31.12.2011. A 2nd ADB Loan has also been sanctioned for funding of 5 projects, namely:

- Raipur-Titlagarh doubling
- Sambalpur-Titlagarh doubling
- Hospet-Tinaighat doubling
- Daund-Gulbarga doubling
- Pune-Guntakal Railway Electrification

The funding by ADB requires compliance of various loan covenants on resettlement and rehabilitation of project affected persons, procurement of works and stores following international competitive bidding and implementation of plans for mitigation of social and environmental impact norms. A Multi Tranche Financing Facility of $ 500 million has been agreed to by ADB. The loan agreement for first Tranche (Loan No. 2793-IND) of this MFF for an amount of $ 150 million was signed in July 2012 and the loan agreement for second Tranche (Loan No. 3108-IND) of this MFF for an amount of $ 130 million was signed in February 2014.

During the year 2016-17, an amount of ₹259.18 crore equivalent to $ 39.2 million has been disbursed by ADB.

3.14 Contracting:

As the size of projects being executed by RVNL is quite large, to ensure fast award and execution of projects, RVNL invites tenders consisting of multiple packages. Each tender may consist of up to 3 contract packages. This approach has a number of advantages such as:

a) Multiple contracts can be awarded through one tender which saves time and effort in invitation and finalization of tenders.

b) Both small and large agencies can compete for any contract package which increases competition.

c) Large agencies who are capable of executing big contracts can quote for multiple packages to achieve economy of scale and pass on the benefit to RVNL by quoting discounts in case of award of more than one package.

d) Smaller agencies, which would not be eligible to quote if the tender for the project was floated in a single package, are now able to compete in any of the contract packages individually as they may meet the qualification requirements of individual packages which are of comparatively smaller value.

During 2016-17, contracts worth approximately ₹ **7675.37 crore** were awarded.

The following major contracts were awarded by the Company during the year:

- Construction of Roadbed, Major and Minor Bridges and Track Linking (Excluding supply of Rails and Main Line Sleepers), Signal & Telecommunication and OHE & General Electrical works in connection with "doubling of Varanasi (Excluding) - Madhosingh - Allahabad (120.20 Km) section in Varanasi

Division of North Eastern Railway in Uttar Pradesh, India" **(₹588.4 crore)**

- Construction of Roadbed, Major and Minor Bridges and Track Linking (Excluding Supply of Rails and PSC Line Sleepers), General Electrical, Traction and Signal & Telecommunication Works and Construction of Staff Quarters in connection with Doubling with Railway Electrification between Umdanagar (Km 27.74) and Mahabubnagar (Km 112.98) Stations of Secunderabad - Mahabubagar Section on Hyderabad Division of South Central Railway in Telangana State, India (85.24 KM) - Notification of Award- Reg. **(₹464.11 crore)**
- Package 3 : Construction of Roadbed, Major and Minor Bridges, Track Linking (Excluding Supply of Rails and PSC Line Sleepers), General Electrical, Traction and Signal & Telecommunication works (Outdoor) and Construction of Staff Quarters in connection with Doubling with Railway Electrification of Bhimavaram - Nidadavole Section (Incl. Bhimavaram Jn. - Bhimavaram Town and Nidadavole Jn.) from Km 105.00 to Km 154.75 on Vijaywada Division of South Central Railway - Notification of award **(₹393.6 crore)**
- Construction of Substructure, Superstructure and River Training/Protection works for Rail Cum Road over River Ganga between Ghazipur & Tarighat in connection with Construction of New BG Line from Mau to Tarighat in the State of Uttar Pradesh, India **(₹387.27 crore)**
- Package 1: Raninagar Jalpaigudi - New Bongaigaon (Excl.) (221 RKM/412 TKM) against the bid invited for "Railway Electrification of Raninagar Jalpaigudi -New Bongaigaon-Rangiya-Guwahati Section - 25 KV OHE works, Traction substations, General Electrification, Civil Engineering works (including service buildings, Quarters and track works), Signalling and Telecommunication works in Northeast Frontier Railway, India **(₹ 334.03 crore)**
- Balance works of Package 1 for Construction of roadbed, Major and Minor Bridges, Track Linking (Excluding supply of rails and PSC line sleepers), General Electrical, Traction and Signal & Telecommunication works (Outdoor) in connection with doubling with Railway Electrification of Vijaywada - Bhimavaram Section from KM 0.00 to 51.50 between Vijaywada and Moturu Stations (including Gudivada & Moturu Yards) on Vijaywada Division of South Central Railway - Notification of Award **(₹329.92 crore)**
- Package 2: Construction of Roadbed, Major and Minor Bridges and track linking (Excluding supply of Rails & PSC Line sleepers), Civil Engineering Works, S&T Works & General Electrical Works in connection with doubling between Raebareli and Amethi section (60.10 Km) on Lucknow Division of Northern Railway in Uttar Pradesh, India **(₹316.86 crore)**
- Package 2: New Bongaigaon- Guwahati (Excl.) (161 RKM/275 TKM) against the bid invited for "Railway Electrification of Raninagar Jalpaigudi -New Bongaigaon-Rangiya-Guwahati Section - 25 KV OHE works, Traction substations, General Electrification, Civil Engineering works (including service buildings, Quarters and track works), Signalling and Telecommunication works in Northeast Frontier Railway, India **(₹311.84 crore)**
- Package IV - Construction of roadbed, bridges, supply of ballast, installation of track (excluding supply of Rails & PSC line sleepers), Electrical (General Electrification), Signalling and Tele-communication works (Indoor Signalling works between Kidiyanagar (Excl.) and Diyodar (Incl.) and Outdoor Signalling works between Chhansara (Excl.) and Diyodar (Incl.) for Doubling of track between Diyodar Chhansara (72.01 Km) in Ahmedabad Division of Western Railway, Gujarat, India **(₹ 278.030 crore)**

- Package 1: Balance work of Construction of Roadbed, Major and Minor Bridges, track linking (Excluding suply of Rails & PSC Line sleepers), Civil Engineering Works, S&T Works & General Electrical Works in connection with doubling Utratia Junction and Raebareli Junction (65.60 Km) on Lucknow Division of Northern Railway in Uttar Pradesh State, India **(₹268.22 crore)**
- Package 4: Construction of Roadbed, Major and Minor Bridges, Track Linking (Excluding Supply of Rails and PSC Line Sleepers), General Electrical, Traction and Signal & Telecommunication works (Outdoor) and Construction of Staff Quarters in Viyaywada-Gudivada-Machilipatnam section in connection with Doubling with Railway Electrification of Gudivada-Machilipatnam Section Km 0.00 to Km 36.74 on Vijaywada Division of South Central Railway - Notification of award (**₹265.87 crore)**
- Execution of works of Roadbed, Major And Minor Bridges, Supply of Ballast, Residential and service buildings, Platform, Transportation of Materials, General Electrical etc. for Keoti-Tarpli Section (i.e. from 42.6 KM to 77.60 KM) including Confirmatory FLS (Final Location Survey) work in (60 KM to 95 KM Stretch) and Construction of Major/ Important Bridges in Taroki - Rowghat Section (i.e., from 77.60 KM to 95.00 KM) in connection with Dallirajhara - Rowghat new BG Rail Line project in Raipur Division of South East Central Railway in the State of Chhattisgarh, India **(₹260.5 crore)**
- Package III -Construction of roadbed, bridges, supply of ballast, installation of track (excluding supply of Rails & PSC line sleepers), Electrical (General Electrification), Signalling and Telecommunication works (outdoor) for Doubling of track between Kidiyanagar & Chhansara (67.90 Km) in Ahmedabad Division of Western Railway, Gujarat, India **(₹246.00 crore)**
- Construction of roadbed, major and minor bridges and track linking (Excluding supply of Rails and Sleepers, thick web switches and special sleepers) S&T and OHE & General electrical works in connection with 3rd line between LANJIGARH ROAD - TITLAGARH (47.135 km) Pat of Vizianagram - Sambalpur 3rd Line on Sambalpur Division of East Coast Railway in Odisha State, India **(₹244.52 crore)**
- Construction of Roadbed, Major & Minor Bridges and Track Linking (Excluding supply of Rails and Sleepers), Service Building, Quarters, FOB, LC Works including S&T Work & General Electrical Works in connection with Railway Electrification Line between Kulem (including) at Km 50.000 to Madgaon (Excluding) Km 84.000 of Hosapete - Vasco-Da-Gama Doubling Project of South Western Railway in South Goa District in Goa State, India (**₹233.66 crore)**
- Package 5: Construction of Roadbed, Major and Minor Bridges, Track Linking (Excluding Supply of Rails and PSC Line Sleepers), General Electrical, Traction and Signal & Telecommunication works (Outdoor) and Construction of Staff Quarters in Gudivada-Bhimavaram Town & Bhimavaram - Narsapur Section in connection with Doubling with Railway Electrification of Bhimavaram Jn. - Narsapur Sectioon (Excl. Bhimavaram Jn.) from Km 0.00 to Km 29.48 on Vijaywada Divison of South Central Railway - Notification of award **(₹230.47 crore)**
- Construction of Important and Major Steel Girder Bridges along with Foundation, substructure and related protections works in connection with MATHURA-JHANSI Third Line in Agra & Jhansi Division of North Central Railway in the State of U.P., M.P. and Rajasthan **(₹217.31 crore)**
- Construction of Roadbed, Major and Minor Bridges, RUBs, ROBs, Track Linking (excluding supply of rails and main line sleepers) and General Electrical

work in connection with new line from Jatdumri to Daniawan (23.8 Km) on Danapur Division of East Central Railway in Bihar, India. **(₹193.27 crore)**

- Package 1: Construction of Roadbed, bridges, supply of ballast, installation of track (excluding supply of rails & PSC sleepers), Electrical (Railway Electrification and General Electrification), Indoor signalling and Telecommunication works between Dhasa (Incl.) & Jetalsar (Incl.) and outdoor signalling and Telecommunication works for gauge conversion of track between Dhasa (Incl.) Lunidhar (Incl.) from Km 0.00 to 49.50 in Bhavnagar Division of Western Railway, Gujarat, India **(₹191.2 crore)**
- Package 5: Doubling of track between Palanpur and Bhildi (43.68 kms) - Construction of roadbed, bridges, supply of ballast, installation of track (excluding supply of rails & PSC line sleepers), Electrical (General Electrification), Signalling and Telecommunication works in Ahmedabad Division of Western Railway, Gujarat, India **(₹181.91 crore)**
- Package 2: Construction of Roadbed, bridges, supply of ballast, installation of track (excluding supply of rails & PSC sleepers), Electrical (Railway Electrification and General Electrification), outdoor signalling and Telecommunication works for gauge conversion of track between Lunidhar (Excl.) and Jetalsar (Incl.) from Km 49.50 to Km 104.50 in Bhavnagar Division of Western Railway, Gujarat, India **(₹181.85 crore)**
- Package 1: "Design, supply, Erection, Testing & commissioning of 25 KV. 50HZ, Single Phase, Traction, Overhead Equipment, Switching Stations, and other associated works i.e., TSS at Parewadi, Kurduwadi and Mohol, associated Signalling & Telecommunication work, Civil Engineering work i.e. Service Buildings, quarters, sidings and Electrical General Services works for Railway electrification between Bhigvan (Excl.) - Solapur (Incl.) Section etc. 160 RKM/385 TKM of Solapur Division of Central Railway, in the state of Maharashtra, India **(₹180.5 crore)**
- Execution of work of track linking (Excluding Supply of Rails, Thick Web Switches and PSC line sleepers), OHE, S&T and other allied works from Haridaspur (Km 0.00) to Kendrapara (KM 43.873) including Kendrapara Yard in connection with construction of New BG Railway Line from Haridaspur to Paradeep (KM 81.200) in Khurda Road Division of East Coast Railway in the State of Odisha, India **(₹140.52 crore)**
- Package 2: "Design, supply, Erection, Testing & commissioning of 25 KV. 50HZ, Single Phase, Traction, Overhead Equipment, Switching Stations, and other associated works i.e TSS at Parewadi, Kurduwadi and Mohol, associated Signalling & Telecommunication work, Civil Engineering work i.e. Service Buildings, quarters, sidings and Electrical General Services works for Railway electrification between Bhigvan (Excl.) - Solapur (Incl.) Section etc. 160 RKM/385 TKM of Solapur Division of Central Railway, in the state of Maharashtra, India **(₹138.17 crore)**
- Package 1: Utretia-Gauriganj (112 RKM/160 TKM) "Railway Electrification of Utretia-Raebareli-Janghai Section - 25 KV OHE Works, Traction substations, General Electrification, Civill Engineering works (including service buildings, Quarters and track works), Signalling and Telecommunication works in Lucknow Division of Northern Railway, Uttar Pradesh, India in 2 (two) Packages **(₹134.83 crore)**
- Design, Supply, Erection, Testing & Commissioning of 254 KV, 50 Hz, Single Phase, Traction Over-Head Equipment, Switching Stations, Traction Sub-Stations, SCADA, General Electrical Services works along with Civil Engineering works i.e. Service Buildings, Quarters, TW sidings, TSs cross track and other associated works between section Chhindwara-Kalumna 142 RKM/172 TKM of NGP

Division in South East Central Railways, M.P. and Maharashtra State of India" **(₹109.86 crore)**

- Execution of 28 Nos. of Bridges including 8 Nos. of PSC Girder Bridges, 7 Nos. of RCT-beam Girder Bridges, 8 Nos. of RCC Box Bridges and substructures for 5 Nos. of Steel Girder Bridges between Budhapank to Baghuapal including tie lines to Talcher Road and Tomka Railway Station under Angul-Sukinda New BG Line in State of Odisha, India **(₹101.99 crore)**
- Package 2: Gauriganj (excl.) - Janghai (102 RKM/160 TKM) "Railway Electrification of Utretia-Raebareli-Janghai Section - 25 KV OHE Works, Traction substations, General Electrification, Civil Engineering works (including service buildings, Quarters and track works), Signalling and Telecommunication works in Lucknow Division of Northern Railway, Uttar Pradesh, India in 2 (two) Packages (**₹101.13 crore)**
- Construction of Major Bridges over Subarnarekha and Kharkai Rivers, approach formation, retaining walls and protection work in connection with construction of 3rd Line between Kharagpur - Adityapur on Kharagpur and Chakradharpur Divisions of South Eastern Railway in West Bengal and Jharkhand State, India **(₹73.35 crore)**
- Construction of 72 units Multi-storeyed Type V/ VI flats for Railway Officers and Allied works near Safdarjung Railway Station in Chanakyapuri, New Delhi **(₹69.85 crore)**
- Construction of Major Bridge over river Chanderbagha, ROB and RUB with approaches at Road Crossings in Virbhadra New Rishikesh - Shivpuri Section of Rishikesh - Karanprayag New BG Rail Line Project in the State of Uttarakhand, India **(₹64.02 crore)**
- Construction of roadbed, Major and minor bridges and track linking (Excluding supply of Rails and Sleepers) & General electrical works in connection with new bypass BG double line between Kusagal-Hubli at Km 6/755 and Hubli-Amaragol at Km 475/139 on Hubli Division of South Western Railway in Dharwad District in Karnataka State, India **(₹62.55 crore)**
- Construction of important Bridge No.343 (21X30.5m Steel Girders with RCC Substructure), Tel River, with substructure, super structure and related protection works in connection with part of Vizianagaram-Sambalpur Third Line in Sambalpur Division of East Coast Railway in the state of Orissa, India **(₹59.24 crore)**
- Supply Installation, Testing and commissioning of Indoor Signalling works in connection with the work of doubling between Bina - Guna and Ruthyai - Kota Section of Bhopal and Kota Division respectively in the state of Madhya Pradesh and Rajasthan, India **(₹45.39 crore)**
- "Design, Supply, Erection, Testing & commissioning of 25 KV, 50 Hz, Single Phase, Traction Over Head Equipment, Switching Stations, SCADA and other associated works, associated Signal & Telecommunication work (incl. Guntakal & Kalluru), Civil Engineering work i.e. quarters, sidings and electrical general services works for Railway Electrification between Guntakal (Excl.) - Kalluru (Excl.) of Guntakal Division of south Central Railway in the State of Andhra Pradesh, India" in Single Package **(₹42.76 crore)**
- Construction of Roadbed, Major & Minor Bridges including Fabrication, Erection and Launching of open Web Steel Girders from Km 0.00 to 03.50 & Allied works (Including Genera; Electrical works) in connection with Bhanupali-Bilaspur-Beri New Line of Northern Railway in Punjab State, India **(₹40.71 crore)**

- Design, Supply, Erection, Testing & Commissioning of Indoor Signalling work of MMTS Phase-II in connection with Doubling of Track in Secunderabad and Hyderabad Divisions of South Central Railway **(₹38.47 crore)**
- The work of railway track linking, supply of switches, CMS crossing (Excluding supply of rails, sleepers and ballast) including supply of special sleepers and SEJs etc. for Gudum-Keoti section (17.6 km to 42.6 km) in connection with a new rail link between Dallirajhara and Rowghat in Raipur Division of South East Central Railway in the State of Chhattisgarh, India **(₹20.14 crore)**
- Execution of All P.Way works, PF works (excluding PF shelter & FOB), supply of ballast and misc. civil works including supply and transportation of P.Way materials in ARN (Ex.) - BLSN (in.) Section and ANMD yard of Sambalpur Division of ECoR in the State of Chhattisgarh, India in connection with Raipur-Titlagarh Doubling Project **(₹17.95 crore)**
- Supply and Stacking of balance quantity of ballast between Titlagarh -Lakhna Section of Sambalpur Division of ECoR in Odisha, India, in connection with Raipur-Titlagarh doubling **(₹17.8 crore)**
- Balance work (except steel girder) of Bridge No. 77 (Mahanadi River) in ANMD-BLSN Section in connection with doubling of Raipur-Titlagarh Section of ECoR in the State of Chhattisgarh, INDIA **(₹16.98 crore)**
- Balance P.Way works, PF Works & misc. civil works in Titlagarh - Kantabhanji Section of Sambalpur Division of ECoR in Odisha, India in connection with Raipur - Titlagarh Doubling **(₹12.3 crore)**
- Balance works related to construction of roadbed, major and minor bridges in connection with doubling between Abu Road - Sarotra Road (24.35 km) on Ajmer Division of North Western Railway in Rajasthan & Gujarat State, India **(₹11.33 crore)**
- Construction of Steel Superstructures for 5 Nos. of through Open Web Girder Bridges between Budhapank to Baghuapal including tie lines to Talchar Road and Tomka Railway Station under Angul-Sukinda New BG Rail Line in State of Odisha, India **(₹10.14 crore)**
- Balance works of construction of platforms. Passenger amenities, PF shelters, FIBs and staff quarters works in connection with patch doubling between Abu Road - Sarotra Road (24.35 km) on Ajmer Division of North Western Railway in Rajasthan & Gujarat State, India **(₹8.66 crore)**
- Execution of balance work of Service Buildings and Platform and other works including general service electrical works etc. in Binkadkatti - Gadag - Kanginhal Stations in connection with Hospet - Tinaighat doubling project on Hubli Division of South Western Railway **(₹7.91 crore)**
- Construction of roadbed, track linking (excluding supply of rails and sleepers, thick web switches and special sleepers) at road No. 1 & 2 and up gradation of PF No.2 & 3 in port marshalling yard of new Mangalore Port Trust, Panambur, Mangalore Karnataka State, India **(₹5.71 crore)**
- Execution of balance track work in Hebsur - Navalgund road - Annigeri - Hulkoti - Binkadakatti - Gadag Section in connection with Hospet - Tinaighat doubling project on Hubli Division of South Western Railway **(₹5.69 crore)**
- Execution of balance works in Br. No.166 (1x30.5m OWG), 171 (1x30.5 OWG), 178 (1x30.5 OWG) & 185 (4 x 18.3m PSC girders) in Naranpur (NANR) - Basantpur (BSTP) section in connection with doubling between Jaroli (incl.) and Jakhapura

(Incl.) (170.903 km) on Khurda Road Division of East Coast Railway in the State of Odisha, India **(₹4.7 crore)**

- Execution of Flash Butt Welding and Alumino Thermit Welding (SKV) of 60/52 Kg Rail Joints **(₹4.07 crore)**
- Execution of Balance work of Earthwork, Blanketing and Track work etc. in Gadag-Kanginhal Section in connection with Hospet - Tiniaghat doubling project on Hubli Division of South Western Railway **(₹2.42 crore)**
- Execution of FBW & Allumino Thermit Welding of 60 Kg/52 Kg Rail joints in TIG-KBJ Section of Sambalpur Division of ECoR in Odisha, in connection with Raipur-Titlagarh doubling **(₹1.6 crore)**
- Package 3: Construction of roadbed, Major & Minor Bridges, Track Linking (excluding supply of rails, ordinary track sleepers and thick web switches), outdoor signalling and electrical (General) works in connection with doubling of ARAND (ex) - Raipur (ex) section (57.404 KM) Part of Raipur - Titlagarh Doubling in Sambalpur & Raipur Division of East Coast & South East Central Railways in the state of CHHATTISGARH, India - Sub-contract executed by M/s RTD (JV) with M/s Millind Singh dt. 24.06.2015 for execution of the work of "Construction of Service buildings, P F work and other civil works of Mahasamund Stn. between RVH-ARN (Ex.) **(₹1.59 crore)**
- Execution of FBW & Allumino Thermit Welding of 60 Kg/52 Kg Rail joints in ARND-BLSN and ANMD yard in connection with doubling of Raipur-Titlagarh Section of Sambalpur Division of ECoR in Chhattisgarh, India **(₹1.41 crore)**
- Shifting of cables from the plot allotted by Railway Board for construction of multi-storeyed Residential Complex by RVNL near Safdarjung Railway Station **(₹1.02 crore)**
- Package 3 : Construction of roadbed, Major & Minor Bridges, Track Linking (excluding supply of rails, ordinary track sleepers and thick web switches), outdoor signalling and electrical (General) works in connection with doubling of ARAND (ex) - Raipur (ex) section (57.404 KM) Part of Raipur - Titlagarh Doubling in Sambalpur & Raipur Division of East Coast & South East Central Railways in the state of CHHATTISGARH, India - Sub-contract with M/s PEC-VKS (JV) executed by M/s RTD (JV) dated 20.10.2015 for execution of the work of "Fabrication, Transportation and execution of 30.5 Meter steel girder for bridge No. 77 (Mahanadi river) of the doubling between RVH-ARN (ex). **(₹0.97 crore)**
- Balance work of BLSN & ANMD Station Building, gate lodge and S&T Goomties in connection with R-TIG Doubling Project **(₹0.49 crore)**
- Package 3: Construction of roadbed, Major & Minor Bridges, Track Linking (excluding supply of rails, ordinary track sleepers and thick web switches), outdoor signalling and electrical (General) works in connection with doubling of ARAND (ex) - Raipur (ex) section (57,404 KM) Part of Raipur - Titlagarh Doubling in Sambalpur & Raipur Division of East Coast & South East Central Railways in the state of Chhattisgarh, India - Sub-contract executed by M/s RTD (JV) with M/s Plutus Infraventures (P) Ltd., dated 18.06.2015 for execution of the work of "Providing FOB and PF shelters between RVH_ ARN (Ex.) **(₹0.31 crore)**
- Besides these works contracts, FLS, DDE & PMC contracts of **₹136.10 crore** value have also been awarded during 2016-17.

3.15 Final Location Survey (FLS):

During 2016-17, 493 km of Final Location Survey (FLS) was carried out, the details are given below:

(i) Vizianagram-Sambalpur (Titlagarh) 3rd line :156 km

a. Titlagarh-Lanjigarh (47 km)

b. Jimidipeta- Vizianagram (109 km)

(ii) Varanasi-Madhosingh-Allahabad doubling: 120 km

(iii) Secunderabad (Falaknuma)-Mehbubnagar doubling : 85 km

(iv) Kharagpur (Nimpura)-Adityapur 3rd line : 132 km

4. PROJECT PLANNING & DEVELOPMENT

4.1. PUBLIC PRIVATE PARTNERSHIP (PPP) in Indian Railway Connectivity Projects

As a part of the mandate of Rail Vikas Nigam Limited (RVNL) to undertake project development, mobilization of financial resources and to implement projects pertaining to strengthening of Golden Quadrilateral and better connectivity to various ports, six Special Purpose Vehicles (SPVs) as Joint Ventures (JVs) have been formed. RVNL has a minimum equity participation of a minimum of 26% in each one of these SPVs.

Through these SPVs, RVNL has been able to mobilize a cumulative investment of ₹6,139 crore out of which ₹1,824 crore is equity and ₹4,315 crore is debt from Financial Institutions. RVNL itself has invested a total of ₹625 crore as equity among these 6 SPVs, which is approximately 10% of the Gross total investment in these SPVs (refer to table below).

Name of SPV	Total Authorized Equity Capital	RVNL's Equity		Partners' Equity		Debt	Total
	Crore (in ₹)	Crore (in ₹)	% age	Crore (in ₹)	% age	Crore (in ₹)	Crore (in ₹)
Kutch Railway Co Ltd.(KRC) (301 km)	200	100	50.0%	100	50.0%	300	500
Bharuch Dahej Railway Co. Ltd. (63 km)*	165	55	33.33%	100	60.7%	230	395
Krishnapatnam Railway Co. Ltd. (113 km)	270	81	30.0%	189	70.0%	933	1203
Haridaspur Paradip Railway Co. Ltd. (82 km)	510	179.69	35.23%	330.31	64.77%	1092	1602
Angul Sukinda Railway Ltd. (102 km)	600	189	31.5%	411	68.5%	1052	1652
Dighi Roha Rail Limited (34 Km)	79	20	26%	59	74%	708	787
Total	1824	624.69	34.25%	1189.31	65.20%	4315	6139

*Equity gap of ₹9.89 Crore

Salient features of SPVs:

a) Kutch Railway Company Limited (KRC)

Details of KRC	
Length	301 Km
Project Type	Gauge Conversion
Division, Railway	Ahmedabad, Western Railway
Traffic Catchment Area	Ports of Kandla and Mundra in Gujarat
Equity Participants	Rail Vikas Nigam Limited-50% Kandla Port Trust-26% Govt. of Gujarat-4% Gujarat Adani Port Limited-20%.
Commercial Operations Date (COD)	Year 2006
Turn Over 2016-17 (provisional)	₹621 Crore (₹682 Crore in 2015-16)

The Company is undertaking the doubling of Samakhiali - Palanpur section (248 km) to cater to the anticipated increase in traffic flows from Mundra and Kandla ports at a total cost of ₹1,548.66 crore. The doubling is being funded from the Internal accruals of KRC. The project is under execution.

b) Bharuch Dahej Railway Company Limited (BDRCL)

Details of BDRCL	
Length	63 Km
Project Type	Gauge Conversion
Division, Railway	Vadodara, Western Railway
Traffic Catchment Area	Dahej Port in South Gujarat
Equity Participants	Rail Vikas Nigam Limited -33.33% Dahej SEZ Ltd.-6.06% Gujarat Maritime Board-10.82% Adani Petronet (Dahej)-10.50% Gujarat Narmada Valley Fertilizer Company-8.20% HINDALCO Industries Ltd.-8.20% Jindal Rail Infra-Structure- 6.06% Gujarat Industrial Development Corporation Ltd.-10.82% Equity Gap-6%.
Commercial Operations Date (COD)	Year 2012
Turn Over 2016-17 (Provisional)	₹ 51 Crore (₹ 111.36 Crore in 2015-16)

c) Krishnapatnam Railway Company Limited (KRCL)

Details of KRCL	
Length	113 Km
Project Type	New line: Obulavaripalle to Krishnapatnam Port
Division, Railway	Vijayawada, South Central Railway
Traffic Catchment Area	Krishnapatnam Port in Andhra Pradesh
Equity Participants	Rail Vikas Nigam Limited -30% Govt. of Andhra Pradesh-13% Krishnapatnam Port-30% National Mineral Development Corporation Ltd.-15% Bramhani Industries Ltd.-12%.
Commercial Operations Date (COD)	Year 2008 for Phase I: 20 km line from Venkatachalam Station with Krishnapatnam Port
Turn Over 2015-16 (provisional)	₹37 Crore (₹42 Crore in 2015-16)

Phase II of the project involving construction of a new line from Obulavaripalle to Venkatachalam involving construction of two tunnels of 8 km length (approximately) is in progress.

d) Haridaspur Paradeep Railway Company Limited (HPRCL)

Details of HPRCL (incorporated in 2006)	
Length	82 Km
Project Type	New line: Haridaspur to Paradeep Port
Division, Railway	Khurda Division, East Coast Railway
Traffic Catchment Area	Paradip Port in Odisha
Equity Participants	Rail Vikas Nigam Limited -35.23% Odisha Industrial Infrastructure Development Corporation, (Govt. of Odisha)-0.37% Paradeep Port Trust-10.57% Essel Mining & Industries Ltd.-5.88% Rungta Mines Ltd. – 5.88% Jindal Steel Power Limited- 0.98% Steel Authority of India Limited- 0.98% Mundra Steel Power Limited- 2.94% Odisha Mining Corporation-14.66% Govt. of Odisha – 22.51%
Commercial Operations Date (COD)	Still under construction

Project is under execution.

e) Angul Sukinda Railway Limited (ASRL)

Details of ASRL (incorporated in 2009)	
Length	102 Km
Project Type	New line: Angul to Sukinda
Division, Railway	Khurda Division, East Coast Railway
Traffic Catchment Area	Traffic to and from Dhamra & Paradip Ports in Odisha
Equity Participants	Rail Vikas Nigam Limited -31.50% Jindal Steel Power Limited -10% Govt. of Odisha-21.30% Odisha Mining Corporation -10.50% Odisha Industrial Infrastructure Development Corporation-0.70% Container Corporation of India-26.00%.
Commercial Operations Date (COD)	Still under construction

The project is under execution.

f) Dighi Roha Rail Limited (DRRL)

Details of DRRL (incorporated in 2015)	
Length	34 Km
Project Type	New line: Roha to Dighi Port
Division, Railway	Mumbai Division, Central Railway
Traffic Catchment Area	Traffic to and from Dighi Port in Maharashtra
Equity Participants	Rail Vikas Nigam Limited -26% Dighi Port Limited-52% Maharashtra Maritime Board-11%. Sagarmala Development Company-11%
Commercial Operations Date (COD)	Process of land acquisition initiated

The activities of SPVs are yet to commence. The Shareholders Agreement is under finalisation.

4.2. New SPVs under formation

i. **Rail connectivity to REWAS Port in Maharashtra**

- Railway Board has accorded approval for implementation of the project through JV route.
- Draft Memorandum of Understanding between RVNL and Rewas Port for the formation of SPV has been finalized and is expected to be signed shortly.

ii. **Rail connectivity to Cement Plants from Sanjamala Railway Station**

- Railway Board has approved implementation of 37.31 kms new line project at an approximate cost of ₹292.62 crore under joint venture model of Participative Policy

2012 with RVNL for connecting three Cement Plants of Ultra Tech Cement, Prism cement and Ramco Cement from Sanjamala Railway Station on Yerraguntla – Nandyal section of Guntakal division, South Central Railway. The total landed project cost (including interest during construction) is estimated to be ₹292.62 crore.

4.3. Strategic Partnership with Ministry of Shipping for development of rail connectivity and rail infrastructure of Ports

RVNL has participated in the forming of Indian Port Rail Corporation Limited (IPRCL), a SPV formed under the Ministry of Shipping. The SPV has a mandate of taking up projects with the objective of strengthening the rail evacuation network and the last mile connectivity to ports.

Salient features:

- Initial Authorised Capital of IPRCL is ₹500 crore.
- The stakeholders are 12 Major Ports and RVNL.
- RVNL's equity participation is limited to ₹10 crore only i.e. 10% of the initial subscribed share capital.
- Mandate of SPV: to undertake maintenance, up gradation and modernisation of the Port Railways and also provide capacity augmentation wherever required.

Current development:

- RVNL is undertaking Consultancy Services for Detailed Project Report and Project Management for some of the following projects:
  - (i) KANDLA PORT- Revised DPR has been submitted to Western railway on 24/09/16.
  - (ii) JAWAHAR LAL NEHRU PORT TRUST (JNPT) - Final DPR submitted on 20.02.2017.
  - (iii) HALDIA DOCK COMPLEX - Detailed Estimate at cost of ₹78.84 Cr has been sanctioned. Tender evaluation is under process.
  - (iv) NEW MANGALORE PORT TRUST - Work started on 26.10.16. and expected to be completed by July 2017.

4.4. Bankability studies

During 2016-17, Bankability reports for the following projects, which were assigned to RVNL, have been completed and submitted to Ministry of Railways for taking further action:

(a) Rail Connectivity to Karaikal Port in Southern Railway

(b) Milavittan to Melamarudur BG Line in Southern Railway

(c) Cumbum to Proddatur BG Line in South Central Railway

(d) Updation of Report of Buramara to Chakulia New line along with upgradation of Rupsa to Buramara existing section in South Eastern Railway.

4.5. SUBSIDIARY

High Speed Rail Corporation of India Limited (HSRC)

High Speed Rail Corporation of India Ltd. (HSRC) has been formed as a wholly owned subsidiary of Rail Vikas Nigam Ltd. (RVNL), with the approval of President of India, to develop High Speed Rail (HSRC) Corridors in India to run passenger trains at speed of upto 350 km per hour. The details of Corporation and Projects being undertaken by HSRC may be seen in the Directors Report included as Part 'I' of this Report.

5. PERSONNEL DEVELOPMENT

5.1. Human Resource is the driving force behind the success of any organization and RVNL is no exception, with a highly motivated and competent group of employees who contribute their best for a sustained stellar performance of the company. Ensuring appointment of

well qualified and experienced manpower, developing and retaining them have been the key focus areas of HRD for achieving the corporate objectives. RVNL envisages a lean organization with need-based deployment of staff. The manpower requirement is largely met through deputation of employees from Railways and other Government Departments/PSUs while maintaining a small but effective core cadre of its own. The regular cadre of RVNL is largely made up of ex-railway employees who have been permanently absorbed in the Company. As on 31-3-2017, the on-roll strength of RVNL stood at 128 regular employees and 374 deputationists, including 15 female employees.

5.2. The very nature of the business of RVNL requires that it should have staff with the right technical specialization in the relevant field to meet the objectives of the organisation. The main thrust of the HR policy is to be a strategic business partner in the growth of the organization and to ensure that the manpower resource is able to adapt to the changing business priorities. This has been made largely possible by meticulous selection of employees with relevant experience and capabilities and further developing them through various training programmes. It is a matter of great satisfaction that RVNL has been maintaining a conducive and employee-friendly working environment where the employees are encouraged to innovate to enhance productivity. To equip employees to handle new challenges, special attention is placed on managerial and technical skill development through in-house as well as external trainings/seminars relevant to their areas of work. During 2016-17, training courses were organised in Institutes of repute in various technical subjects including Concrete Technology, Project Management, Tunnelling, Quality Control, Contract Management, Railway Electrification, CSR, etc. 117 employees at various levels involving 421 man-days attended these trainings.

5.3. RVNL believes in recognizing a meritorious service of employees through individual and group awards by presenting shields and cash awards on the occasion of Annual Foundation Day celebrations. On 9th April 2016, 21 meritorious employees and 5 groups were awarded prizes by Shri Manoj Sinha, Hon'ble Minister of State for Railways, for their excellent performance. In addition, 8 shields were also presented to the following PIUs:-

1.	Best PIU (Winner)	- PIU, Chennai
2.	Best PIU (Runner up)	- PIU, Bhopal
3.	Best Project	- Villupuram-Dindigul (PIU, Chennai)
4.	Maximum Expenditure	- PIU, Chennai
5.	Best PIU for commissioning	- PIU, Chennai projects
6.	Best special structure completed	- Bardhhaman Cable Stayed Bridge (PIU, Majerhat)
7.	Best PIU in RE project	- PIU, Pune
8.	Best PIU in Signalling Work	- PIU, Bhopal

5.4. As a welfare measure, the Company provides free consultation services of doctors in Allopathy and Homeopathy system of treatment in the Corporate Office premises to cater to the medical needs of the employees and their families.

RVNL has a well established internal monitoring mechanism to ensure timely career progressions of the employees so that eligible candidates are promoted to the higher grades on time. An employee grievance portal is also in operation to promptly address to their grievances, if any.

The employees of the Company held a cleanliness drive under the "Swatch Bharat Abhiyaan" engaging themselves in cleaning of office premises. The Company also celebrated International Yoga Day on 21st June in the Corporate Office in New Delhi as well as at other PIUs in which all employees participated.

Annual Day Celebration

















5.5. Industrial Relations:

Cordial industrial relations have been maintained throughout the year without any untowards incident.

5.6. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

The RVNL Conduct and Discipline Rules are in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. An Internal Complaints Committee, ("Vishaka Committee") has been set up in RVNL to redress complaints received regarding sexual harassment. All employees are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the calendar year.

Number of Complaints received : NIL

Number of Compaints disposed off : NIL

5.7. Right to Information Act

The provisions of the Right to Information Act are followed meticulously in letter and spirit and timely responses are given to all queries. The Company has nominated Appellate Authority, Central Public Information Officer and Assistant Public Information Officer at the Corporate Office, and Assistant Public Information Officer for each PIU. During the year 2016-17, 44 applications were received and disposed off within the prescribed period.

5.8. Rajbhasha (Official Language)

The Company has been making concerted efforts to implement the directives of the Government of India on use of Rajbhasha (Official Language). The Rajbhasha Wing of the Company has a part-time Mukhya and Up-mukhya Rajbhasha Adhikari and a regular Manager (Rajbhasha). The website of the company is bilingual and is updated regularly. All the computers in the Corporate Office have been provided with Unicode compliant software and fonts to facilitate access to common templates in Devnagari. To encourage use of Rajbhasha, officials who are using Rajbhasha in drafting notes and letters are identified and given cash awards. A Hindi essay writing competition, Hindi noting and drafting, Hindi Shabd Gyan, Quiz and Shankar Dayal Singh Smriti Puraskar competitions were held on the occasion of Hindi Divas Pakhwara in the month of September, 2016. Cash awards of ₹52,200/- were distributed to 31 successful participants. The Company has set up a reading room-cum-library in the Corporate Office with a large collection of books, newspapers and periodicals in Hindi. During the year 2016-17, 4 meetings of the Rajabhasha Implementation Committee of RVNL were held with the representatives of Railway Board's Rajbhasha Directorate along with 2 Observer Members.

5.9. Presidential Directive

The Company did not receive any Presidential Directive from the Ministry of Railways during 2016-17.

6. VIGILANCE

The Vigilance department in RVNL is led by a Chief Vigilance Officer who is assisted by one GGM/Vigilance (Part time), one DGM/Vigilance and two Senior Managers.

RVNL Vigilance continued its endeavour in its preventive role to aid management in strengthening transparency and accountability. To this end, Action Plan of RVNL Vigilance for 2016-17, envisaged a combination of intensive inspection and preventive checks covering major ongoing works and miscellaneous establishment matters including rotational transfer policy of personnel.

6.1. Inspections in brief:

During 2016-17, intensive scrutiny of three selected projects of doubling under execution by Project Implementation Units was conducted. The scope of scrutiny covered project planning, execution and compliance with corporate standards & policies. Preventive Checks were also conducted with specific focus on compliance with provisions of sub-contracting, contractor's claims, medical claims, rotational transfer of RVNL personnel, etc.

Some major system improvements effected during 2016-17 due to preventive vigilance covered the following areas:

- Stipulation of timelines for Final Location Survey Contracts (FLS)
- Measurement of steel reinforcement for laps, chairs, spacers etc. not requiring payment

6.2. Recovery:

Besides, institution of corrective measures, an amount of ₹15,46,21,224/- was recovered from the contractors for deficiencies in performance.

6.3. Investigations:

The complaints received by Vigilance from time to time were dealt with as per prescribed procedure and verifiable facts, therein, if any, were investigated and surprise checks done, as deemed fit. During the year, three complaints were taken up for investigation.

In the case of one ongoing investigation regarding fraudulent withdrawal of Dearness Relief of Pension by 121 absorbed officials of RVNL, scrutiny of 101 cases revealed wrongful drawal of Dearness Relief on Pension by 39 officials in violation of Govt. of India's instructions. Recovery of ₹1.90 crore had been effected by concerned banks on the matter being taken up by Vigilance and Management.

In another case of ongoing investigation of excess payment involving forged quotations for temporary lighting arrangements for execution of panel non interlocking works, recommendations for fixing responsibility of officials concerned were submitted to the Management.

Vigilance also detected a case of lapse of avoidable expenditure on account of shifting of ballast stack and recommended administrative action against the concerned official.

Vigilance has suggested/recommended remedial measures in the wake of the investigations to prevent incurrence of similar lapses.

6.4. Disciplinary Action:

During the year 2016-17, four Administrative Action cases and two Minor Penalty cases were concluded.

6.5. Periodic Reports to CVC/Railway Board:

The status of pendency of various matters namely inspections, complaints, disciplinary cases and miscellaneous matters was regularly apprised to CVC/ Railway Board through periodic monthly, quarterly and annual reports. Half yearly reports for the period April-September 2016 and October 2016 to March 2017 on work status of Vigilance Wing were submitted to Board of Directors during Board meetings for review.

6.6. Vigilance Awareness Week:

The Vigilance Awareness Week was celebrated in RVNL offices across the country with focus on the theme- "Public Participation in Promoting Integrity and eradicating Corruption" from 31st October 2016 to 05th November 2016. Observance of the week was commenced with the pledge by all RVNL officials present in Corporate Office and PIUs on 31st October 2016. An interactive session among the officers of RVNL Corporate Office was organized on 2nd November 2016 on (i) D & AR action in Vigilance Cases (ii) Precautions in S&T Contracts (iii) E-tendering and the eleventh issue of RVNL Vigilance Bulletin incorporating contributions from officers of RVNL was released. Grievance Redressal Camps were organised by field units at Kota, Jodhpur & Kanpur.

Pursuant to CVC's directions, an inter-school creative writing competition on "Ensuring good moral values, encouraging ethical behavior, good governance and prevention of corruption" for students of 25 Kendriya Vidyalaya of Delhi, Bhopal, Bhubaneswar, Kolkata and Hyderabad was sponsored by RVNL in collaboration with Kendriya Vidyalaya Sangathan and 3400 students participated in the event.

Besides ten Fine Art & Design colleges of Delhi/NCR

& Kolkata participated in a poster-making competition organised by RVNL. Twelve chosen entries depicting importance of ethics and integrity in everyday life were incorporated in Desk Calendar 2017 and widely distributed to CVC, Railway Board, Zonal Railways and RVNL officials.

6.7 Integrity Pledge:

CVC had launched the initiative of e-integrity pledge in its website during November 2016 for citizens and organisations to voluntarily commit themselves to uphold moral & ethical code of conduct. The e-pledge was widely disseminated among RVNL staff and hyperlinked with RVNL's website. This initiative has led to 621 RVNL officials & 559 persons linked to project execution taking e-pledge. Besides this, the integrity pledge was administered to senior management and other personnel in the Corporate office.

7. MEMORANDUM OF UNDERSTANDING

The Company secured a rating of **"Excellent"** by Department of Public Enterprises for the year 2015-16 on the basis of the achievement of the committed targets fixed in the Memorandum of Understanding signed between RVNL and Ministry of Railways. This is the sixth consecutive year for which the Company has been rated as "Excellent".

In 2016-17, the Company has been able to achieve the targets set in the MoU and even surpassed them. RVNL completed Doubling of 355.73 km against a target of "Excellent", 355 km under project implementation and 61.11 km against a target of 58 km under time line completion of projects. Completion of 358 km Railway Electrification was achieved against an excellent target of 325 km and this included 55 km against a target of 50 km under time line completion of RE projects. Varanasi - Augmentation of Production Capacity from 200 to 250 High HP Locos per year, workshop was completed ahead of schedule and dedicated to the nation by Hon'ble Prime Minister on 24.10.2016. The Company was also able to meet the targets for all financial, enterprise specific, sectors specific parameters set in the MoU for 2016-17. Accordingly, the Company is expecting to achieve an "Excellent" rating for 2016-17 as well.

8. PARTICULARS RELATING TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO ETC.

8.1 Conservation of Energy and Technology Absorption

RVNL is conscious of the limited nature of conventional sources and the importance of using our energy resources wisely. Initiatives taken to create awareness on conservation of energy among employees has resulted in a steady reduction in energy consumption at Corporate Office. In addition, various state of the art systems have been installed and environment friendly technology has been adopted in the Corporate Office building.

Environment friendly equipments like solar heaters, solar lights etc are being installed in project offices of the Company.

8.2 Foreign Exchange Earnings and Outgo

During the financial year 2016-17, the Company spent ₹0.63 crore in foreign exchange on foreign travel of Company's officials etc.& ₹3.74 crore on Project Management Consultancy. The Company, however, did not earn any Foreign Exchange.

9. RISK MANAGEMENT

RVNL has a formal Risk Management Policy duly approved by the Board of Directors. The Policy aims to review the exposure of RVNL to various risks and the mitigation measures to be taken periodically. It also strives to increase awareness among its employees and other stakeholders about possible risks and measures to control the same.

The Company has a Risk Management Committee under the chairmanship of Director (Personnel) with all ED's at

Corporate Office, GM/BD and GGM (F) as members.

The committee deliberated on the key challenges/ critical area of potential risk to the company in the light of the increase in fund allotment to RVNL and transfer of additional projects to RVNL. The following challenges/ risks were identified:

a) Requirement of additional manpower for new projects

b) Retention of skilled, trained and experienced manpower.

c) Delays in approval of plans/drawings

d) Increase in the numbers of Arbitration and Court Cases

The Committee also advised that an impact assessment of GST on RVNL needs to be carried out. ED/Finance arranged a training on GST at corporate office in April 2017.

As suggested by the RMC the terms and conditions and facilities to be extended for the contractual staff have been revised by RVNL, which shall be helpful in retention of trained staff. Efforts are being made to ensure that RVNL is the most favoured destination for the Employees.

A professional firm engaged for preparing a detailed document on Enterprise Risk Assessment and Management in RVNL, submitted the final report and the same was cleared by Risk Management Committee and put up for approval of BOD in the 77th Board meeting of RVNL on 24.5.2016. BOD accorded approval to the Enterprise Risk Management (ERM) Report and directed RMC to oversee implementation of the Risk Monitoring process. The reports also contains compliance check lists regarding corporate laws, labour laws, environment laws, finance & taxation laws and other laws for the guidance of RVNL officials. Accordingly, Risk Monitoring process has been started in PIUs as well as corporate office.

10. CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Corporate Social Responsibility Committee comprises of Mrs. Gita Mishra, Director (Personnel), Mr. Vijay Anand, Director (Projects), Mr. Ashok K. Ganju, Director (Finance) and Mr. Shiv Kumar Gupta, Part time (Non-Official) Director. The Committee monitors the adherence of projects to the Corporate Social Responsibility policy (CSR policy) of the Board and the process for implementation of the same.

The key philosophy of CSR as enshrined in the policy, is to meet the following broad objectives:

1. Implementation in project/programme mode
2. Focus on periphery of project areas of RVNL
3. Thrust areas of education and healthcare
4. Inclusive growth of society with emphasis on development of weaker sections of society and in the backward districts of the country

During 2016-17, the Company has spent the entire budgeted amount of ₹6.12 crore (around 2.31% of the average net profit of last three financial years) on CSR activities.

The CSR policy may be accessed on the Company's website at the link http://www.rvnl.org/admin/uploaded1/leftdocument/20141117161351_CSR%20Policy%20Oct%202014.pdf.

A report on CSR activities is annexed as **Annexure - C**.

11. COMPLIANCE OF PROVISIONS OF COMPANIES ACT, 2013

All the provisions of the Companies Act, 2013 and the Rules made thereunder, as well as all relevant notifications thereon issued by the Government of India, are being strictly complied with.

12. COMPLIANCE OF DPE GUIDELINES AND POLICIES

All the guidelines and policies including guidelines having financial implications issued by Department of Public Enterprises from time to time are duly complied with by the Company.

13. COMPLIANCE OF THE PUBLIC PROCUREMENT POLICY FOR MICRO AND SMALL ENTERPRISES (MSEs) ORDER, 2012

The Government of India has notified Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2012 with effect from 1st April, 2012 and 20% of procurement of annual requirement of goods and services by all Central Ministries/Departments/Central Public Sector Undertakings (CPSUs) has become mandatory from the Micro and Small Enterprises(MSEs) with effect from 1st April, 2015.

Your Company has taken several steps for effective implementation of MSE policy. The benefits of waiver of cost of tender documents and deposit of earnest money, prescribed under the Policy, have been incorporated in the tender documents for procurement of stores and obtaining services, etc.

Two Vendor Development Programmes were also conducted during 2016-17.

Shri Ajay Kumar, Executive Director/HR is the Nodal Officer and Shri P.K. Sharma, Group General Manager/ P-II has been nominated as the Grievance Officer for seamless implementation of the MSE policy in RVNL. Contact details of these officers are uploaded on RVNL website.

The Annual Procurement Plan for purchases in 2016-17 was made available on RVNL website for information of MSEs to encourage their participation in the procurement of goods and services.

In 2016-17, RVNL procured goods and services amounting to a total of ₹11.28 crore. Out of this, the total value of goods and services purchased from MSEs (including MSE s owned by SC/ST enterpreneurs) was to the tune of ₹4.12 crore i.e 36.52% of the total procurement. Thus, RVNL has complied with the Public Procurement Policy related to Micro and Small Enterprises.

14. RESEARCH AND DEVELOPMENT

Implementation of an Integrated IT Solution for RVNL

An expenditure of ₹95.14 lakhs has been incurred during the year 2016-17 in which capitalised expenditure is ₹82.13 lakhs and revenue expenditure is ₹13.01 lakh.

The implementation of an integrated IT Solution for RVNL Corporate Office and its Project Implementing Units for computerization of all core business processes including project planning, e-tendering, monitoring of project execution, associated finance functions and personnel management etc., saw major developments during 2016-17. A dedicated network has been established, connecting RVNL corporate office and PIUs on a single, reliable and high-speed computer network. A Video Conferencing solution has also been commissioned across all these networked sites.

A centralised payroll system has been implemented for all employees of RVNL. The Finance Module has been implemented on 30.12.2016 to capture all financial transactions of RVNL viz. bill payments, reimbursements, salary payment, account payables, account receivables, general ledger accounts, etc. The bill passing sub-module of Projects System has been implemented and contractor bills are forwarded through the system, providing quantity control and ensuring arithmetical consistency. This has involved uploading of Master, as well Transaction data, for approximately 200 works contracts. The Employee Self Service module has been taken up for implementation and a pilot run of the travel claim management was conducted for Corporate Office personnel. A Corporate email system have been successfully deployed since June 2016.

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors confirm that -

a) in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

b) the Directors have selected such accounting policies and applied them consistently and 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 at the end of the financial year and of the profit of the Company for that period;

c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) the Directors had prepared the annual accounts on a going concern basis.

e) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Mr. Mukul Jain, Director(Operations) superannuated on 31.12.2016. No appointment has been made vice him till date. Mr. S C Jain , ED(Works)/Railway Board was appointed as Part-Time Official Director vice Mr. Anjum Pervez, ED (Project Monitoring)/ / Railway Board by the Ministry of Railways on 18.01.2017.

On the date of report, the strength of the Board of Directors of the Company is 8 Directors out of the approved strength of 11 Directors, comprising of 4 functional Directors including Chairman and Managing Director and 2 part-time official Directors and 2 part- time (non-official) Directors. One Position of Director (operations), Functional Director and two positions of part-time (non-official) Directors are still vacant.

The following Directors are holding office as on the date of the report: -

1.	Mr. S.C. Agnihotri Chairman and Managing Director	--	from 27.1.2010 as Managing Director and from 5.3.2013 onwards as CMD [Extended upto 31.8.2018]
2.	Mrs. Gita Mishra Director (Personnel)	--	from 13.10.2008 onwards [Extended upto 12.10.2018]
3.	Mr. Vijay Anand Director (Projects)	--	from 9.4.2011 onwards [Extended upto 08.04.2018]
4.	Mr. Ashok K. Ganju, Director (Finance)	--	from 12.9.2011 onwards [Extended upto 31.10.2017]
5.	Mr. S C Jain, ED (Works)/ Railway Board, Part- time (official) Director	--	from 18.01.2017 onwards
6.	Mr. K.K. Aggarwal, ED (WP)/Railway Board, Part-time (official) Director	--	from 22.1.2014 onwards

7.	Mr. Vinayak B. Karanjikar Part-time (Non-official) Director	--	from 01.04.2016 onwards
8.	Mr. Shiv Kumar Gupta Part-time (Non-official) Director	--	from 01.04.2016 onwards

The Company has received declarations from the Independent Directors confirming that they meet the criteria of independence as prescribed under the Companies Act, 2013.

Woman Director

In terms of the provisions of Section 149 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014, a Company shall have at least one Woman Director on the Board of the Company. Your Company has Mrs. Gita Mishra as Director (Personnel) on the Board of the Company since October 2008.

Appointment/Resignations of Key Managerial Personnels

Mr. S.C. Agnihotri, Chairman & Managing Director, Mr. Ashok K. Ganju, Director (Finance) & CFO and Mrs. Kalpana Dubey, Company Secretary are the Key Managerial Personnels (KMPs) as per the provisons of the Companies Act, 2013.

None of the KMP has resigned or been appointed during the year under review.

Annual evaluation by the Board of its own performance and that of its Committees and Individual Directors

RVNL being a Government Company is exempted vide notification No. F.No.1/2/2014-CL.V dated 5.6.2015 issued by Ministry of Corporate Affairs, to comply with the provisions of Sec 134(3)(p) with respect to Annual evaluation by the Board of its own performance and that of its Committees and Individual Directors. In case of RVNL, the performance evaluation of Directors is done by the Ministry of Railways.

Number of Meetings of the Board

Pursuant to the Companies Act, 2013 and Rules framed there under, six (6) Board Meetings were held in the F.Y.2016-17. The details of the Meetings are in the Corporate Governance Report forming part of this report.

Audit Committee

The Audit Committee as on the date of the report comprises of Mr. Shiv Kumar Gupta, Part time (Non-Official) Director, Mr. Vinayak B. Karanjikar, Part time (Non-Official) Director and Mr. K.K. Aggarwal, Part time (Official) Director. All recommendations made by the Audit Committee were accepted by the Board.

17. AUDITORS

a) Statutory Auditor

The Comptroller & Auditor General of India has appointed M/s Kumar Chopra & Associates Chartered Accountants as Statutory Auditors of the Company for the year ended 31st March, 2017. The Board would like to thank them for their valuable support and guidance during the audit of accounts under review.

b) Secretarial Auditor

The Board of Directors has appointed M/s P.C Jain & Co. (practising Company Secretaries) to conduct the Secretarial Audit for financial year 2016-17. The Secretarial Audit Report is annexed and forms part of this Annual Report in **Annexure D**.

The Secretarial Auditors had observed that the composition of the Board of the Directors is not in accordance with guidelines as issued by the Department of Public Enterprises as the Company does not have the number of Independent Directors as prescribed.

Your Directors would like to submit that your Company being a Government Company, the appointment of all Directors on the Board is made by the Government of India (through the Administrative Ministry.i.e., Ministry of Railways.

18. COMMENTS OF COMPTROLLER & AUDITOR GENERAL (C&AG) OF INDIA

The Comptroller & Auditor General of India has undertaken supplementary audit on the accounts of the Company for the year ended 31st March, 2017 under Section 139(5) of the Companies Act, 2013. The comments of the C & AG on the Annual Accounts of the Company for the year ended 31st March, 2017 shall also form part of this report.

19. ACKNOWLEDGEMENTS

At the outset, the Company would also like to place on record and express their appreciation of the special contribution of Mr. Mukul Jain, Director (Operations) who demitted office on 31st December, 2016. During his tenure of over 6 years as a Director of your Company, he made unstinted efforts to encourage the participation of private and government stakeholders in the forming of SPVs, and to resolve many outstanding issues. He has played a substantial role in taking the Company forward.

We also take this opportunity to gratefully acknowledge the cooperation, guidance and support received from Ministry of Railways (MoR), Ministry of Finance, Department of Public Enterprises, various banks, Asian Development Bank, the Zonal Railways, IRFC, RITES, IRCON and our equity partners in Joint Venture SPVs for their continued interest and support to the Company. The Directors would like to express their thanks for the devotion, commitment and dedication of each and every employee of the Company due to which your Company could face the new challenges and opportunities and create a niche for itself as a major provider of rail infrastructure in the country. The Directors also place on record their appreciation to the officials of Comptroller & Auditor General of India for their guidance during the year under review. Last but not the least, the Directors would like to express their deep appreciation and gratitude towards all their predecessors who have been associated with RVNL, for their invaluable contribution to the growth and development of the Company in attainment of the Company's aims and goals in all spheres.

For and on behalf of Board of Directors

Sd/-
(S. C. Agnihotri)
Chairman & Managing Director
DIN: 01637856

New Delhi
Dt: 11.08.2017

Annexure A

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Industry Structure and Development:

While addressing the Rail Vikas Shivir at Surajkund in November 2016, Shri Narendra Modi, the Hon'ble Prime Minister, declared his vision that the "Indian Railways will become the growth engine of the nations Vikas Yatra". He declared that this was a technology driven century and as innovation was essential, the Railways had to focus on both 'Gati' (speed) and 'Pragati' (progress).

The growth of Indian Railways network since 1950-51 has not been able to keep pace with the increased demand for freight and passenger traffic. This has resulted in a large scale congestion on the system. The sluggish pace of network expansion and modernization is a manifestation of significant under-investment which has resulted in sharp decline of the rail share of the overall freight and passenger traffic of the country. Thus, there is an acute need for infusing efficiency in operations of Indian Railways by means of removing capacity bottlenecks. At the same time there is a need to build new infrastructure to link unconnected parts of the country to the Railway network.

To address these issues, the focus of the strategy of Ministry of Railways has been to ensure the strengthening and fast pace development of rail infrastructure in the country. The Capital Expenditure budget of the Railways has been seeing a year on year increase, and innovative measures have been taken so that the necessary funds are made available. It is in this background that RVNL has a critical role to play in the fast paced development of Railway Infrastructure in the country, both for network decongestion (doubling and electrification etc.) and for network expansion (new lines etc.).

Role of Rail Vikas Nigam Limited:

RVNL was formed in 2002 as an outcome of an initiative taken for launching the National Rail Vikas Yojana (NRVY) for the creation and augmentation of rail infrastructure. Accordingly, it has played a significant role in the raising of funds for project implementation through the SPV route. RVNL has established six SPVs for the implementation of projects, mainly related to providing port connectivity, which have generated substantial revenues with only a limited contribution of equity by Indian Railways/RVNL. However, the company's role in raising Extra Budgetary Resources (EBR) from market borrowings has been limited to projects financed by IRFC, as decided by the Ministry of Railways. With the policy thrust of the Ministry for a major investment in rail infrastructure and fast track implementation of projects, RVNL anticipates that it will have a major role to play as per its original mandate in the leveraging of EBR for development of the rail network of the country.

RVNL functions as an executing arm of Indian Railways and works for and on behalf of the Ministry for projects assigned to it for execution. RVNL works on a turnkey basis and undertakes the full cycle of project development from concept to commissioning. Over the years, RVNL has successfully established its credentials for fast track delivery of Railway infrastructure projects. Initially RVNL had started with the execution of doubling, gauge conversion, new lines and Railway electrification projects. Having established itself in the area of execution of conventional type of projects, the Company has now diversified and is executing projects of varied types including construction of Metro lines and workshops. RVNL has also been assigned the execution of the technically challenging Rishikesh Karanprayag new line in Himalayas. The alignment has been finalised after detailed geo-technical and other studies. Recently another challenging project in Himachal Pradesh, namely Bhanupalli- Bilaspur new line, has also been assigned to RVNL for execution and the process of fixing the alignment is in progress. RVNL is also emerging as a major provider in increasing the Railway Electrification network.

RVNL has also recognised the vast potential for building a High Speed Rail Network in the country and with the approval of President of India has formed *High Speed Rail Corporation of India Ltd. (HSRC)*, as its subsidiary. It has been mandated to carry out feasibility studies for the Diamond Quadrilateral of high speed rail corridors across the country and Delhi-Chandigarh-Amritsar corridor. Accordingly, the feasibility studies for Delhi-Kolkata, Delhi-Mumbai, Mumbai-Chennai, Mumbai-Kolkata (upto Nagpur in 1st Phase), Delhi-Chennai and Delhi-Chandigarh-Amritsar are currently in progress.

Further, HSRC has also been entrusted with the work of conducting feasibility studies for upgradation of the existing track in the Chennai-Bengaluru-Mysore Section, to raise its maximum permissible speed for passenger trains. HSRC was also the project coordinator for raising the speed on New-Delhi Agra, New Delhi-Kanpur and New Delhi-Chandigarh sections upto 160 kmph. The work of New Delhi-Agra section has already been completed and a train running with maximum permissible speed of 160 kmph has been inaugurated.

Strengths/Weaknesses / Opportunities/Threats

Strengths

- RVNL has successfully mobilized funds for the construction of new lines by creating project specific SPVs with strategic stakeholders. Its large capital base can be leveraged to raise funds as per its original mandate.
- Ministry of Railways has delegated the authority to RVNL for sanctioning of estimates within prescribed limits and for awarding contracts of any value enabling RVNL to implement projects faster.
- As RVNL can award large value contracts, it has been able to attract the best infrastructure companies in India.
- It has developed expertise in undertaking all stages of project development - from concept to commissioning.
- RVNL has developed the requisite skills and experience to follow ADB procedures for contracting and ensure Resettlement and Rehabilitation of Project Affected Persons to implement socio-economic safeguards.
- It has introduced large-scale mechanisation in all aspects of construction to achieve high quality output.
- It has refined its tendering processes and introduced innovative concepts like multi-package tenders resulting in faster decision making and savings in overall costs
- It has a sound and robust financial management system, allowing for effective monitoring and control of expenditure.

Weaknesses

- RVNL is dependent on the Ministry of Railways for funding of projects which may prove detrimental for the future growth of the Company and for timely implementation of projects.
- RVNL has not been notified as a Zonal Railway and accordingly does not have the authority to approve drawings, designs etc.
- The progress of projects often gets impaired on account of delays in securing the necessary approvals for plans, granting of traffic blocks, etc. from Zonal Railways.
- Changes in approved plans by the Railways, during execution of projects, results in delays.
- RVNL has to depend on Railways for traffic blocks for execution of projects which causes delays.
- RVNL does not have the freedom to plan execution of projects and has to follow priorities set by Railways.
- RVNL is dependent on Ministry of Railways

for approval of projects to be taken up through SPV route and for the terms of the Concession Agreement.

Opportunities

- With the work of execution of Kolkata Metro projects, RVNL has developed expertise for implementation of metro projects in other cities across the country.
- RVNL has successfully constructed major workshops for Indian Railways in fast track mode. RVNL can thus undertake implementation of large buildings, factories, townships etc. for other agencies as well.
- With RVNL's growth as a major provider of a variety of rail infrastructure, there is an opportunity of securing rail infrastructure projects overseas.
- RVNL can play a significant role in raising extra-budgetary resources for project execution as this is a specific mandate of the company and has experience of implementation of projects in PPP mode.
- RVNL is implementing Rishikesh – Karnaprayag project in the Himalayan region and can also take up more such projects in hilly terrain.
- RVNL has formed a subsidiary company for the development and implementation of High Speed Rail projects - High Speed Rail Corporation of India Ltd. which can provide opportunities for:
  - -- Implementation of High Speed Corridors in the country
  - -- Upgradation of some routes for semi high speed operation as planned by MoR, e.g. Chennai -Bengaluru -Mysore (130 km) etc.

Threats

- The shortage of technical manpower, with required experience in the rail sector, is a major constraint in the delivery of projects.
- A large percentage of RVNL workforce is largely dependent on deputationists from Indian Railways. Any adverse policy decision may result in railway officers not being available for deputation.
- Land acquisition issues require to be resolved expeditiously so that the progress of projects is not hampered.
- Delays in clearances for project execution such as tree-cutting, removal of utilities from the construction of viaducts for metro rail projects etc.
- A number of projects are being executed along existing running lines, which makes safety a serious challenge.
- Projects are adversely affected due to poor law and order conditions such as those in Left Wing Extremists affected districts.

Industrial Relations

Industrial Relations remained harmonious and cordial.

Strategies

The Company is taking measures for ensuring cost control and timely delivery of projects, without any compromise on quality for the execution and delivery of rail infrastructure projects on a fast track basis. RVNL can play a significant role in Ministry of Railways efforts of raising extra-budgetary resources for project implementation, especially through the SPV route. Innovative models for project financing will also have to be explored. RVNL has also requested Ministry of Railways that it may be permitted to leverage its equity base to raise funds from the market as per its mandate.

RVNL has created a permanent cadre through absorption to provide institutional continuity and to reduce the dependence on seeking officers and staff on deputation from Railways. Most of the workforce consists of qualified technical staff with experience in Railways and/or its PSUs.

Wherever required, RVNL has also recruited specialists to provide expert guidance in its project implementation.

A comprehensive and appropriate training programme is being implemented to develop competent, suitably skilled and qualified manpower. Efforts are also being made to transfer skills and best practices from other infrastructure sectors and acquiring skills related to execution of Railway projects.

The Mission, Vision and Objectives of the Company as per the Memorandum of Understanding (MoU) are mentioned below:

Mission

To create state of the art Rail transport infrastructure to meet the growing demand.

Vision

To emerge as the most efficient provider of Rail infrastructure, with a sound financial base and global construction practices, for timely completion of projects.

Objectives

- To undertake and execute successfully project development, financing and implementation of projects relating to infrastructure, especially Rail infrastructure
- To mobilize financial and human resources for project implementation;
- Timely execution of projects with least cost escalation;
- To maintain a cost effective organizational set up;
- To encourage public private participation in Rail related projects managed by RVNL;
- To be an infrastructure Project Execution Company committed to sustainable development and environment friendly construction practices of Rail related projects in the country;
- To acquire, purchase, license, concession or assign Rail infrastructure assets including contractual rights and obligation with the approval of MoR whenever required.

Outlook

As per the MoU between RVNL and Ministry of Railways for the year 2017-18, RVNL has been assigned a target to achieve 400 km of Doubling/third line/GC/New Line and 400 km of Railway Electrification in comparison with 355 km and 325 km respectively in the previous year.

Concerns

Over the past few years RVNL has been augmenting its organisational capacity for project implementation and achieved a turnover of ₹5919 crore in 2016-17. The Company is in a position to further increase the turnover, which however, will be dependent on the continued availability of assured funding from the Ministry or directions with regard to raising of Extra Budgetary Resources. In the long term, as project development requires a lead time of approximately 18 months, the Ministry will have to consider the regular assigning of additional projects to RVNL for execution so that the momentum of growth can be sustained.

Delays in land acquisition, finalization of plans by users, timely clearance of permissions from other government departments (mainly Ministry of Environment and Forests), law and order problems, and the continued support from Ministry of Railways are main concern areas in project execution. The capacity constraints of agencies capable of delivery of large value rail infrastructure projects will also have to be addressed to ensure the successful and timely completion of projects.

The poor pace of supply of rails from SAIL has been a matter of concern for the last two years.

Internal Control Systems

Effective internal control systems have been put in place for monitoring the implementation of projects including periodic reviews of the physical and financial progress, evaluation of efficiency of cost control measures based on inputs of both the Technical and Finance Departments.

Reviews of the progress and nature of expenditure is regularly conducted by the Finance and Accounts Department and reports thereon are submitted to Management. Budgetary reviews are also conducted.

The Company has laid down and developed a framework of internal financial controls, with reference to financial statements and reporting and such controls are adequate and operating effectively. A system of internal audit by an external firm ensures the efficacy of control systems and also submission of comments on the appropriateness of incurrence of expenditure, and their accountal by the Company. The reports of the internal auditor are periodically reviewed by Audit Committee of the Board of Directors and implementation of recommendations are monitored. The Annual Accounts of the Company are also subject to scrutiny by the Statutory Auditor appointed by CAG and Audit by CAG.

Human Resource Development and Industrial Relations

Rail Vikas Nigam Limited endeavors at enhancing the capabilities of the organization in acquiring, developing, motivating and retaining its human resources in an environment in which team work and cooperation among employees contributes to the growth and wellbeing of individual employees as well as the organization as a whole. Emphasis is laid on employees maintaining work life balance.

To strengthen its position, the Company has formed a nucleus of its own permanent cadre through an Absorption Policy along with a Recruitment & Promotion Policy as approved by the Board of Directors of RVNL.

Cautionary Statement

Statements in the Management Discussion and Analysis Report describing the Company's strengths, strategies, projection and estimates are forward looking statements and progressive within the meaning of applicable laws and regulations. Actual results may vary from those expressed or implied, depending upon economic conditions, government policies and other incidental factors. Readers are cautioned and not to place undue reliance on the forward looking statements.

Annexure "B"

REPORT ON CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE & KEY VALUES

At RVNL, Corporate Governance is not solely restricted to regulatory or structural remedies. In your Company, it is a culture, which is based on trusteeship, transparency, empowerment, accountability and corporate ethics.

Your Company has always shown commitment towards its Code of Corporate Governance, which is, "***To act in accordance with the highest standards of professional integrity, honesty, ethical conduct and to be proficient, professional and profitable by upholding and promoting transparency and accountability.***"

RVNL has taken initiatives to strengthen the Corporate Governance framework internally by implementing policies viz., Code of Conduct for Board members and Senior Management and Whistle Blower Policy. To attain the set goals and targets, your Company has been guided by the following **key values**:

- Zeal to attain excellence in performance;
- To act as a team;
- Honesty and justice in dealings;
- Firm obedience to commitments undertaken;
- Timely completion of work;
- Respect for dignity and potential of individuals;
- Devotion and pride towards RVNL.

2. BOARD OF DIRECTORS

2.1 Composition of the Board of Directors:

The present strength of the Board of RVNL comprises of eight (8) Directors. The composition of the Board includes four (4) whole-time Directors including Chairman and Managing Director, and two (2) Government Nominees (on behalf of Ministry of Railways) as (part-time) (official) Director and two (2) Independent Directors.

During 2016-17, Mr. Mukul Jain, Director(Operations), superannuated on 31.12.2016. No appointment has been made vice him and the position of Director(Operations) is still vacant as on date of the report. Mr. S C Jain, ED/ Works ,Railway Board was appointed as Government Nominee Director on 18.01.2017 vice Mr. Anjum Pervez , the then ED/Project Monitoring, Railway Board.

2.2 The details of Directors as on the date of this report are given below:

Board of Directors and their Memberships of BOD/Committees
(As on the date of this report)

S. No	Name of Directors	Category of Directors(Whole-time/ Part-time(Official)/ Part-Time(Non-Official) or Independent	Number of Directorships/ Chairmanships in public limited companies excluding RVNL	Total No. of Committee Memberships/ Chairmanships in public limited companies including RVNL	
				As Chairman	As Member
1.	Mr. S.C. Agnihotri [DIN-01637856]	Chairman and Managing Director-Whole Time	1 {Chairman - HSRC}	Nil	Nil
2.	Mr. Ashok K. Ganju [DIN-01970462]	Director (Finance) -Whole Time	1 {Director - HSRC}	Nil	1
3.	Mrs. Gita Mishra [DIN-02382477]	Director (Personnel) -Whole Time	1 {Director - HSRC}	1	-
4.	Mr. Vijay Anand [DIN-01874842]	Director (Projects) -Whole Time	1 {Director - HSRC}	Nil	1
5.	Mr. K. K. Aggarwal [DIN-06589635]	Part-time(Official)	6 {Director-BMRCL} {Director-KMRCL} {Director-CMRL} {Director-NCRTC} {Director-LMRC} {Director-MMRC}	Nil	1
6.	Mr. Shiv Kumar Gupta [DIN-07391077]	Independent (Part – time Non-Official)	Nil	1	2
7.	Mr. Vinayak B. Karanjikar [DIN-06518026]	Independent (Part – time Non-Official)	1 {Director- TERAICON}	1	1
8.	Mr. S C Jain [DIN-07564584]	Part-time (Official)	5 {Director-Pipapav Railway Corp.Ltd.} {Director-Rail Infrastructure Development Co. Karnataka Ltd.} {Director-Kutch Railway Co. Ltd} {Director-Mumbai Rail Vikas Corp. Limited } {Director-IRCON International Ltd}	Nil	1

Directors who ceased to hold office
(During 2016-17 and thereafter till the date of this Report)

1.	Mr. Mukul Jain [DIN-03121180]	Director (Operations) -Whole Time	1 {Director - HSRC}	Nil	Nil
2.	Mr. Anjum Pervez [DIN-06682287]	Part-time(Official)	1 {Director - IRCON}	Nil	1

Notes:

1 The number of directorships is within the maximum limit of 10 Public Companies (within the overall maximum limit of 20 Companies) in accordance with the Companies Act, 2013 and it does not include Directorships of Foreign Companies, Section 8 Companies and Private Limited Companies.

2 The Committees covered under the last two Columns are Audit Committee, Nomination and Remuneration Committee and CSR Committee.

3 None of the Directors are member of more than 10 committees or Chairman of more than 5 committees as laid down in DPE's guidelines on Corporate Governance of May, 2010. Only Audit Committee has been counted for the said limit.

4 The term "whole time" indicates functional/executive Directors (in the whole time employment of the Company).

5 The term "part-time official" indicates the Directors nominated by Government (Ministry of Railways) on the Board of RVNL who are officials of the Ministry of Railways.

6 The term "part-time non-official" indicates the Directors who are Independent and do not hold any office in the Government, and are appointed by the Ministry of Railways.

7 The Directorships and Memberships/Chairmanships are based on the latest disclosure received.

8 Apart from the remuneration to Directors as per the terms and conditions of their appointment and sitting fee to Part- Time (Non Official) Directors, none of the Directors has any material or pecuniary relationship with the company which can affect their independence of judgement.

9 Full names of the referred companies:

i. HSRC – High Speed Rail Corporation of India Limited
ii. BMRCL – Bangalore Metro Rail Corporation Limited
iii. KMRCL- Kolkata Metro Rail Corporation Limited
iv. NCRTC- National Capital Region Transport Corporation
v. CMRL – Chennai Metro Rail Limited
vi. LMRC-Lucknow Metro Rail Corportion
vii. MMRC-Mumbai Metro Rail Corporation

3. DISCLOSURES ABOUT DIRECTORS

As per the disclosures made by the Directors in terms of Section 184 of the Companies Act, 2013 read with Companies (Meeting of Board and its Powers) Rules, 2014, no relationship exists between Directors inter-se. Two Directors (Part-Time Official) are officials from the Ministry of Railways, and thus related to the Promoter.

Since appointment of all the Directors including Part-Time Directors is done by the Government in the name of the President of India, it has not been possible to have an item in the notice of AGM for appointment of Directors as per Section 152 of the Companies Act, 2013, which requires determining not less than 2/3 of the Directors liable to retire by rotation at the General Meeting. Further, Government appoints (not the Company) the Part-Time Directors including Independent Directors with the fixed tenure due to which there is no scope for actually retiring any Director by rotation every year. Hence it is not possible to apply Section 152 of the Companies Act, 2013.

The performance evaluation of Functional Directors as well as the Board of your Company is done on the basis of the achievement against the targets set in the Memorandum of Understanding entered with Ministry of Railways and submitted to Department of Public Enterprises by the Administrative Ministry.

3.1 Brief Resume of Directors Who Joined the Company

Mr. SC Jain

Mr. S.C . Jain , IRSE (1988 exam), is presently working as Executive Director, Works in Ministry of Railways wherein he is handling the issues related to planning and monitoring implementation of New Lines, Gauge Conversion and Doubling Projects. He is B.Tech (Civil) from G.B.PANT

University/Pantnagar and M.Tech from I.I.T/Delhi. During his 27 years of career in Railways, he has served in various capacities including Sr DEN/Lucknow, Sr DEN/ Moradabad and Director/B&S, RDSO. He has also served as Chief Engineer/C/Spl, NR from 2010 to 2015. In this capacity, he has completed the work of commissioning of Abohar Fazilka new line Project.

He has participated in various trainings in India and abroad and has represented Indian Railways as a part of some delegations abroad.

4. REMUNERATION OF DIRECTORS

Being a Government Company, the whole-time Directors are appointed by the President of India through Ministry of Railways and draw remuneration as per Industrial Dearness Allowance (IDA) pay scales pre-determined by the Government as per the terms and conditions of their appointment issued by the Government.

The part-time official Directors nominated on the Board do not draw any remuneration from the Company for their roles as Director but draw their remuneration under Central Dearness Allowance (CDA) scales from the Government as government officials.

The Independent Directors are paid a sitting fee of ₹12,000/- for attending every meeting of the Board of Directors and Committee(s) thereof.

4.1 Disclosure on Remuneration package of Whole-Time Directors during 2016-17:

(in ₹)

S. No.	Name of Directors	Salary	Lease/ Licence Fees)	Perquisites	Performance Related Pay/Ex-Gratia Payment	Retirement Benefit (EPF or FSC)	Bonus/ Ex-gratia	Stock options	Total
1.	S.C Agnihotri	32,04,101	7,50,000	1,93,492	22,64,100	3,12,432	--	--	67,24,125
2.	A.K Ganju	28,40,340	6,00,000	1,69,622	15,05,175	2,76,960	--	--	53,92,097
3.	Gita Mishra	29,98,110	--	1,33,528	15,88,770	2,92,347	--	--	50,12,755
4.	Mukul Jain	21,29,279	5,51,666	1,58,600	15,12,180	2,07,459	--	--	45,59,184
5.	Vijay Anand	27,83,590	--	2,91,068	14,75,280	2,71,691	--	--	48,21,629

4.2 Details of Payment made to Independent Directors/ Part-Time (Non-Official) Directors during 2016-17:

(in ₹)

Sr. No.	Name of the Independent Directors / Part-Time (Non- Official) Directors	Sitting Fees		Total
		Board Meeting	Committee Meeting	
1.	Shiv Kumar Gupta	72000	108000	180000
2.	Vinayak B Karanjikar	60000	72000	132000

5. BOARD MEETINGS & PROCEDURES

5.1 Board Meeting

a. Scheduling and selection of agenda for Board/ Committee meetings

– The meetings are convened by giving appropriate advance notice after obtaining the approval of the Chairman of the Board/ Committee. Detailed agenda notes, along with other explanatory statements, are circulated in advance among the members for focused discussion and effective decision- making during the meeting. When urgent issues need to be addressed, meetings are called at shorter notice or resolutions are passed by circulation, which are put up in the next meeting of the Board of Directors for ratification.

– Wherever it is not practical to attach a document to the agenda item, being confidential in nature, the same is tabled at the meeting with approval of Chairman of the Board/Committee

– In special and exceptional circumstances, additional or supplementary items are placed on table during the meeting

– The agenda papers are prepared by the concerned officials, sponsored by the concerned Functional Director and approved by the Chairman and Managing Director.

– Duly approved Agenda papers are circulated amongst the members of the Board/Committee by the Company Secretary or the convener of the Committee.

– The meetings are usually held at the Company's registered office.

– The members of the Board have complete access to all information of the Company. The Board is also, free to recommend any issue that it may consider important for inclusion in the agenda.

– Presentations are made to the Board/Committee covering Finance, Operations, Human Resources, Joint Venture operations, whenever required.

b. Recording of minutes of the Board/Committee meeting

Minutes of the proceedings of each Board/Committee meeting are duly recorded. Draft minutes are circulated amongst all members of the Board/Committee for their suggestions and comments. The comments received by the members are incorporated in the minutes, which are finally approved by the Chairman of the Board/Committee. The finalized minutes are entered in the Minutes Book. The minutes of the Board meeting are confirmed in the next meeting. Minutes of the meetings of the committees are included in the agenda of the Board meeting for information of the Directors.

c. Compliance of laws

RVNL endeavours that all provisions of laws, rules and guidelines applicable to it are complied with. To ensure the same, a duly signed Statutory Compliance Certificate is obtained from all the Departments at Corporate Office level and all the Project Implementing Units which is consolidated by Company Secretary and put up to Board of Directors with the signature of Chairman and Managing Director on an annual basis.

5.2 Board Meeting & Attendance during 2016-17

The Board of Directors met six times during the Financial Year 2016-17 on:

24th May,2016, 11th August,2016, 31st August, 2016, 25th October,2016, 21st December, 2016 and 16th March, 2017.

In all cases of absence of a Director, Leave of Absence was granted under clause (b) of sub-section (1) of section 167 of the Companies Act, 2013.

Details of attendance of the Directors & Company Secretary during 2016-17.

S.No	Name of Directors	No. of Board meetings held		Last AGM attended
		Held (during their respective tenure)	Attended	
1.	Mr. S.C. Agnihotri	6	6	Yes
2.	Ms. Gita Mishra	6	6	Yes
3.	Mr. Ashok K. Ganju	6	6	Yes
4.	Mr. Mukul Jain	5	5	Yes
5.	Mr. Vijay Anand	6	6	Yes
6.	Mr. K.K. Aggarwal	6	6	Yes
7.	Mr. Anjum Pervez	4	3	No
8.	Mr. Shiv Kumar Gupta	6	6	Yes
9.	Mr. Vinayak B Karanjikar	6	5	No
10.	Mr. S C Jain	1	1	Yes
11.	Ms. Kalpana Dubey (Company Secretary)	6	6	Yes

6. COMMITTEES OF BOARD

6.1 Audit Committee

Terms of Reference

The Committee acts in accordance with the Terms of Reference as per Section 177 of Companies Act, 2013 and Guidelines of Corporate Governance laid down by Department of Public Enterprises in May, 2010. The scope of the Committee is:

- Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending to the Board the fixation of audit fees.
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
  - Matters required to be included in the "Directors' Responsibility Statement" to be included in the Board's report under section 134 (5) of the Companies Act, 2013;
  - Changes, if any, in accounting policies and practices and reasons for the same;
  - Major accounting entries involving estimates based on the exercise of judgment by management;
  - Significant adjustments made in the financial statements arising out of audit findings;
  - Compliance with legal requirements relating to financial statements;
  - Disclosure of any related party transactions; and
  - Qualifications in the draft audit report.
- Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.

- Reviewing, with the management, performance of internal auditors and adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- Discussion with internal auditors and/or auditors any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the internal auditors/auditors/agencies into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- To review the functioning of the Whistle Blower Mechanism.
- To review the follow up action on the audit observations of the C&AG audit.
- To review the follow up action taken on the recommendations of Committee on Public Undertaking (COPU) of the Parliament.
- Provide an open avenue of communication between the statutory auditor, internal auditor and the Board of Directors.
- Review all related party transactions in the company. For this purpose, the Audit Committee may designate a member who shall be responsible for reviewing related party transactions.
- Review with the statutory auditor the co-ordination of audit efforts to assure completeness of coverage, reduction of redundant efforts, and the effective use of all audit resources.
- Consider and review the following with the Statutory auditor and the management:
- The adequacy of internal controls including computerized information system controls and security, and
- Related findings and recommendations of the Statutory Auditor and Internal Auditor, together with the management response.
- Consider and review the following with the management, internal auditors and the Statutory auditor:
- Significant findings during the year, including the status of previous audit recommendations
- Any difficulties encountered during audit work including any restrictions on the activities or access to required information.
- Scrutiny of inter-corporate loans and investments;
- Valuation of undertakings or assets of the company, wherever it is necessary;
- Evaluation of internal financial controls and risk management systems;
- Monitoring the end use of funds raised through public offers and related matters.

Composition & Attendance

The Company has in place an Audit Committee of the Board of Directors pursuant to Section 177 of the Companies Act, 2013 and the Guidelines on Corporate Governance issued by the Department of Public Enterprises in May,

2010. The Committee is reconstituted as and when there has been change in the Independent or part time Directors of the Company.

Composition of Committee

The Composition of the Audit Committee is as under:

Name of the Director	Status
Mr. Shiv Kumar Gupta, Part-Time (Non-Official) Director	Chairman
Mr. K.K. Aggarwal, Part-Time (Official) Director	Member
Mr. Vinayak B. Karanjikar, Part-Time (Non-Official), Director	Member

The Company Secretary acts as Secretary to the Committee.

The Audit Committee met Five times during the Financial Year 2016-17 on:

24th May, 2016, 10th August,2016, 31st August, 2016, 6th December, 2016 and 8th March,2017.

The attendance details of *Meetings held during 2016-17 are as under:*

Name of the Member with Status	Meetings held during their respective tenure	Attendance
Mr. Shiv Kumar Gupta, Part-Time (Non-Official) Director, Chairman	5	5
Mr. K.K. Aggarwal, Part-Time (Official) Director, Member	5	3
Mr. Vinayak B. Karanjikar, Part-Time Non-Official Director, Member	5	4

Company Secretary RVNL acts as Secretary to this Committee and all meetings were attended by the Company Secretary.

6.2 Nomination and Remuneration Committee

Scope of the Committee:

The Remuneration Committee has been constituted pursuant to clause 5.1 of the guidelines on Corporate Governance issued by Department of Public Enterprises, to decide the annual bonus/PRP pay pool and policy for its distribution as per the recommendations of 2nd IDA Pay Revision Committee. The nomenclature of the Committee was changed to "Nomination and Remuneration Committee" pursuant to section 178 (1) of the Companies Act, 2013. The Company being a Government Company is exempted from compliance of the provisions of section 178(2)/ (3)/ (4) vide Notification No. F.No.1/2/2014-CL. V dated 5-6-2015 issued by the Ministry of Corporate Affairs.

Composition of the Committee:

In accordance with the DPE's guidelines on Corporate Governance released in May 2010, the Committee was constituted with an Independent Director as Chairman. As per Section 178(1) of the Companies Act, 2013 the Nomination and Remuneration Committee shall constitute of three or more non-executive Directors out of which not less than one half shall be independent directors. The existing composition of the committee is as under:

Name of the Director	Status
Mr. Vinayak B. Karanjikar, Part-Time Non-Official Director	Chairman
Mr.S C Jain, Part-time official Director	Member
Mr. Shiv Kumar Gupta, Part-Time Non-Official Director	Member

Mrs. Gita Mishra, Director (Personnel) and Mr. Ashok K Ganju, Director(Finance) are permanent invitees for the meetings of the Committee.

Mr. Ajay Kumar, ED (HR) is Secretary to the Committee.

Meetings and Attendance during the year:

During the year 2016-17, one meeting of the Committee was held on 20.07.2016 .

6.3 Corporate Social Responsibility Committee

The Committee on CSR was reconstituted pursuant to provisions of Section 135 (1) of the Companies Act, 2013 read with the Companies Social Responsibility Rules, 2014 and the DPE Guidelines on CSR and Sustainability issued on 01.04.2014.

The scope of the CSR Committee is as under:

(a) formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company specified in Schedule VII;

(b) recommend the amount of expenditure to be incurred on the activities referred to in clause(a); and

(c) monitor the Corporate Social Responsibility Policy and programmes of the company from time to time.

The Composition of the Committee is a s under:

Name of the Director	Status
Mrs. Gita Mishra, Director (Personnel)	Chairperson
Mr. Ashok K. Ganju, Director (Finance)	Member
Mr. Vijay Anand, Director (Projects)	Member
Mr. Shiv Kumar Gupta, Director Part-time (Non-Official)	Member

Meetings and attendance of the Committee

The Committee met two times during the year on:

20th July, 2016 and 13th January, 2017.

Name of the Member with Status	Meetings held during their respective tenure	Attendance
Mrs. Gita Mishra, Director (Personnel), Chairperson	2	2
Mr. Ashok K Ganju, Director (Finance), Member	2	2
Mr. Vijay Anand, Director (Projects), Member	2	2
Mr. Shiv Kumar Gupta, Director Part-Time (Non-Official), Member	2	2

Independent Directors Meeting

One Meeting of Independent Directors was held during the year on 21st December,2016.

Shareholders' Grievance Committee

The Company has not constituted a Shareholders Grievance Committee as the entire-paid up share capital is held by Ministry of Railways and its nominees.

7. CODE OF BUSINESS CONDUCT AND ETHICS

The Code of Business Conduct and Ethics as prepared in accordance with the guidelines on Corporate Governance

released by Department of Public Enterprises is posted on the website of the Company, www.rvnl.org.

The Compliance of the Code of Conduct has been affirmed on the basis of confirmation received from all the Board members and senior management personnel for the financial year 2016-17. A declaration to this effect, duly signed by the Chairman and Managing Director is placed at **Annexure B-1** and forms part of this report.

8. SUBSIDIARY INFORMATION

High Speed Rail Corporation of India Limited is a 100% wholly owned subsidiary company of RVNL. Chapter 6 of the guidelines issued by Department of Public Enterprises in May 2010 on Corporate Governance covers only those subsidiaries, whose turnover or net worth is not less than 20% of the turnover/networth of the Holding Company. Since, the turnover / networth of HSRC did not exceed 20% of the turnover or net worth of RVNL (Holding company) during 2016-17, HSRC is not a 'subsidiary' under the above-mentioned DPE's guidelines. Therefore, provisions relating to subsidiary companies are not applicable to RVNL. However, the minutes of the Board meetings of HSRC, subsidiary of RVNL are invariably placed before the Board of Directors of RVNL.

9. GENERAL BODY MEETINGS

The details relating to date, time, venue of the last three Annual General Meetings of the Company are placed below:

Year	AGM	Date	Time	Venue	Special Resolution passed
2015-16	13th	22.09.2016	1030hrs	Committee Room, Rail Bhawan	No
2014-15	12th	22.09.2015	1230 hrs.	Committee Room, Rail Bhawan	No
2013-14	11th	10.09.2014	1200 hrs	Committee Room, Rail Bhawan	No

10. DISCLOSURES

- The Company has not entered into any significant related party transactions with the Directors or their relatives (Disclosure made by Directors individually pursuant to section 188 of Companies Act, 2013) having potential interest with the Company at large.
- The Company has not been imposed a penalty by any statutory authority owing to non-compliance under any law, during the last three years.
- The Company has complied with the guidelines on Corporate Governance issued by Department of Public Enterprises (DPE) released in May 2010. RVNL has been including a Report on Corporate Governance and Management Discussion and Analysis Report in its Directors Report since 2007-08. The compliance to these Guidelines was also reflected in the Chairman's speech delivered at the last Annual General Meeting of the Company held on 22.09.2016.
- The Company has not received any Presidential directive during the financial year 2016-17.
- All items of expenditure debited in the Books of Accounts of RVNL are for the purpose of project execution entrusted to RVNL and are related to project expenditure.
- There are no personal expenses incurred for the Board of Directors except which are as per terms of appointment as contractual obligations.
- *Details of Administrative and office expenses as a percentage of total expenses vis-à-vis financial expenses* –The principles of allocation of administrative expenses in RVNL are approved by the Audit Committee. After excluding the turnover

from expenditure incurred by Zonal Railways, expenditure on PMC etc. the net management fee on direct expenditure is 8.12%. The percentage of administrative expenses to direct expenses in 2016-17 was 3.20%. This was on account of the increased availability of funds and achievement of higher turnover at the end of the year, without the commensurate growth in manpower.

- Your Company has filed the report on Corporate Governance with the Ministry of Railways and Department of Public Enterprises within the stipulated time.
- The Company has set up a Risk Management Committee under the chairmanship of a Functional Director. The Committee meets on a quarterly basis and the recommendations of the Committee are put up to Board of Directors at regular intervals.
- *Audit Qualifications*- The Company has been putting all efforts towards ensuring a regime of unqualified financial statements and there have been no significant qualifications.
- *Whistle Blower Policy*- RVNL, being a Government Company under Ministry of Railways, is covered by the Chief Vigilance Commission (CVC) and as per CVC guidelines, a mechanism is established for all its employees and clients to report on any unethical behaviour, actual or suspected fraud to the CVO or the Chairman and Managing Director directly. However, to encourage best Corporate Governance practices within the Company, a Whistle-blower Policy of RVNL has been prepared and after approval of the Board of Directors, is placed on the Company's website,www.rvnl. org.

No employee has been denied access to the Audit Committee of the Board of Directors.

11. CEO/CFO CERTIFICATION

The certificate duly signed by Mr. S.C. Agnihotri, Chairman and Managing Director {CEO} and Mr. Ashok K. Ganju, Director (Finance) {CFO}, as presented to Board of Directors, is annexed as **Annexure B-2** to the report.

Rating on Corporate Governance by Department of Public Enterprises

Department of Public Enterprises has rated RVNL as "Excellent" under the category of Corporate Governance during 2015-16. On the basis of self-evaluation of achievement of sector specific targets in the MoU, it is expected that RVNL will achieve an "Excellent" rating for 2016-17 also.

12. GENERAL INFORMATION FOR SHAREHOLDERS

12.1 Means of Communication

Apart from the Annual Reports which are sent to shareholders before the Annual General Meeting, the periodical information(s) on the physical and financial progress of the Company are regularly submitted to Ministry of Railways, the sole shareholder of RVNL.

The audited annual financial results and Annual Report are displayed on RVNL's website, www.rvnl.org. Tenders of various departments, details of tenders/contracts awarded, physical and financial Plan of RVNL along with other official news releases are also uploaded on the website of RVNL and the Central Public Procurement Portal of Government of India.

The policies and plans framed under Corporate Governance, viz., Code of Business Conduct, Whistle Blower Policy and CSR Policy are placed on the Company's website. The information uploaded on the website of RVNL is updated from time to time according to the information provided.

12.2 Annual General Meeting of the Current Year

Date : 22nd September, 2017

Time : 1100 hrs.

Venue : Committee Room (Room No. 237),
2nd Floor, Rail Bhawan,
New Delhi-110001

12.3 Record Date for payment of dividend

The record date for the payment of Dividend would be Date of Annual General Meeting. Dividend declared is paid within 5 days of declaration.

12.4 Distribution of Shareholding

Category	No. of shares held	% of shareholding
Central Government (Ministry of Railways) in the name of President of India and its nominees	2085020100	100
Total	**2085020100**	**100**

12.5 Plant Location/ Operation Units

RVNL does not have plant locations or operating units but has its Project Implementing Units in more than fifteen states across the Country. A list of the units has been mentioned in the Report.

12.6 Transfer of Shares

Transfer of shares is normally technical in nature from one Government nominee shareholder to another upon change in incumbency, as the entire paid-up share capital of the Company is held by Government of India (Ministry of Railways). To effect the transfer, Company Secretary has been authorized and no transfer is pending.

13. TRAINING OF BOARD MEMBERS

In this regard, pursuant to clause 3.7 of the guidelines released by Department of Public Enterprises on Corporate Governance, the Company has framed a Training Policy for Board of Directors of RVNL, duly approved by the Board of Directors. The Policy is also posted on the Company's website, www.rvnl.org.

RVNL also takes initiatives to train its Board members about RVNL's profile, business parameters, etc. All the relevant issues and significant developments related to the working of RVNL are imparted to part-time Directors {(official) and (non-official), as the case may be} by the management of RVNL from time to time. The documents related to the Company including Annual Reports, Memorandum and Articles of Association, MoU between RVNL and Ministry of Railways etc are provided to them as per requirement.

Director(s) are nominated on training programmes organized by DPE & SCOPE from time to time.

14. COMPLIANCE ON CORPORATE GOVERNANCE

This report duly complies with the legal requirements in respect of data to be disclosed in the Corporate Governance Report.

A Certificate obtained from a Practicing Company Secretary regarding compliance of the conditions of Corporate Governance in accordance with the guidelines issued by Department of Public Enterprises has been included as **Annexure- B-3** to the Report.

14th Annual General Meeting










Annexure "B-1"

Declaration by Chairman and Managing Director regarding compliance with the Code of Conduct by Board Members and Senior Management for the Financial Year 2016-17.

I, S.C. Agnihotri, Chairman and Managing Director, Rail Vikas Nigam Limited, do hereby declare that all the members of the Board of Directors and the Senior Management team of the Company have affirmed their compliance with the Code of Conduct and key values of the Company during 2016-17.

Place: New Delhi **(S.C. Agnihotri)**

Date: 27.07.2017 **Chairman and Managing Director**

Annexure "B-2"

Chairman and Managing Director and Chief Financial Officer Certification

We have reviewed financial statements and the cash flow statement for the financial year 2016-17 and to the best of our knowledge and belief:

i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

iii) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are illegal or violative of the Company's code of conduct.

iv) We accept responsibility for establishing and maintaining internal control for financial reporting and that we have disclosed, to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls of which we are aware and the steps we have taken or propose to take or rectify these deficiencies.

v) We have discussed with the auditors and the Audit Committee

(a) Significant changes in internal control over financial reporting during the year.

(b) Significant changes in accounting policies during the year, and that the same have bee disclosed in the notes to the financial statements and

vi) There was no instance of significant fraud of which we are not aware nor there has been involvement of management or an employee having significant role in the Company's under internal control system over financial reporting.

S.C. Agnihotri **Ashok K. Ganju**

Chairman and Managing Director **Director (Finance)/CFO**

Place: New Delhi

Date: 03.08.2017

Annexure "B-3"

VINOD KUMAR & CO.
Company Secretaries
CS VINOD KUMAR M.COM, FCS, LL.B
833, NINTH FLOOR, WEST END MALL, JANAKPURI, NEW DELHI-110058
CELL NO. 9212477250, 8800497844, vkaneja2001@gmail.com, fcsvinod@gmail.com
PAN: - AGEPA2325G
SERVICE TAX NO. AGEPA2325GSD001

CERTIFICATE OF COMPLIANCE
WITH THE CONDITIONS OF CORPORATE GOVERNANCE IN ACCORDANCE WITH GUIDELINES ON CORPORATE GOVERNANCE ISSUED BY DEPARTMENT OF PUBLIC ENTERPRISES

To,
The Members of
RAIL VIKAS NIGAM LIMITED
1st Floor, August Kranti Bhawan, Bhikaji Cama Place,
R.K. Puram, New Delhi-110066

The Certificate is in respect of the Compliance of the conditions of corporate governance as issued by the Department of Public Enterprises on 14th May 2010, RAIL VIKAS NIGAM LIMITED, a Government Company under the Companies act, 2013, for the year ended 31st March, 2017, as stipulated in the Company's code on corporate governance.

We have studied the Report on Corporate Governance of the said Company as approved by its Board of Directors. We have also examined the relevant records and documents maintained by the Company and furnished to us for our review in this regard.

The compliance of conditions of Corporate Governance is the responsibility for the management. Our examination was limited to a review of procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

We comment that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

In our opinion and to the best of our information and on the basis of our review and according to the information and explanations given to us, we certify that the Company has complied with the mandatory requirements of Corporate Governance as stipulated in Company's code of corporate governance in all material respects.

FOR VINOD KUMAR & CO.
COMPANY SECRETARIES

Sd/-
SC VINOD KUMAR
(CP 5740 FCS 5740)

Place: New Delhi
Dated: 10.05.2017

Annexure – "C"

Corporate Social Responsibility Report

CSR Policy

In accordance with *Section 135* of the *Companies Act, 2013* and guidelines issued by Department of Public Enterprises (DPE), RVNL has formulated its CSR Policy duly approved by the Board of Directors (BoD) of RVNL in October 2014. The CSR policy has been uploaded on RVNL's website.

Aims & objectives

CSR and Sustainability activities are being implemented to meet the following broad objectives underlined in the Policy:

- Implementation in project/ program mode
- Focus on periphery of project areas of RVNL
- Thrust areas of education, health care and sanitation
- Inclusive growth of society with emphasis on development of weaker sections of society and in the backward districts of the country

Strategic partners

RVNL has entered into a long term MoU with National CSR Hub, *Tata Institute of Social Sciences, Mumbai* (TISS) since 2011 for providing necessary professional support in implementation of CSR activities of RVNL.

RVNL is utilizing the services of National CSR Hub empaneled NGOs and specialized external agencies, like, Ramakrishna Mission, TERI and Sulabh International who have the necessary capability, expertise & established track record in undertaking CSR projects apart from involvement of the field level Committees for close monitoring, evaluation and feedback.

Reporting & disclosures

A comprehensive report on CSR & Sustainability activities of RVNL forms part of this report.

All information related to CSR are being uploaded on RVNL's website http://www.rvnl.org on regular basis under a separate head of CSR since 2013.

Organizational structure

As per the approved CSR Policy, RVNL has put in place a two tier organizational structure to steer the CSR agenda of RVNL.

Tier	Structure
I	CSR Committee of the Board
II	CSR Committee PIU Level

CSR Committee of the Board

The CSR Committee of the Board comprises of the following members:

1. Mrs. Gita Mishra, Director Personnel, Chairperson
2. Mr. Ashok K. Ganju, Director Finance, Member
3. Mr. Vijay Anand, Director Projects, Member
4. Mr. Shiv Kumar Gupta, Independent Director, Member

The Committee is assisted by Shri D Ghosh Roy, Executive Director (Mech) who is the Nodal Officer for implementation of CSR in RVNL.

CSR Committee PIU Level

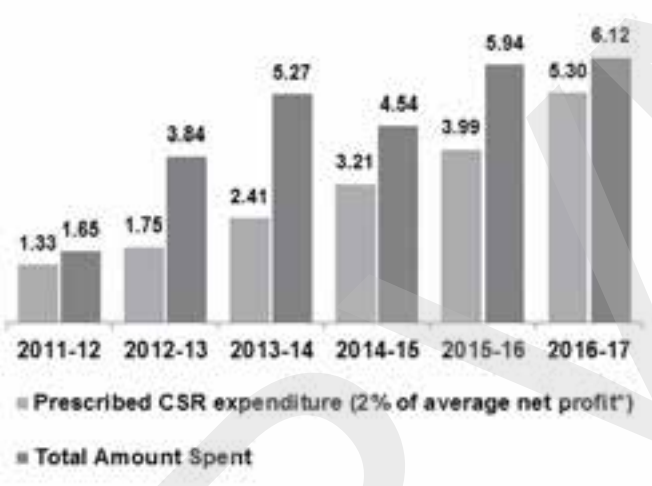
CSR Committees at the field level are headed by the respective Chief Project Manager (CPM) of the Project Implementation Units (PIU).

Committee meetings

During the year 2016-17, the CSR Committee of the Board held two meetings on 20.07.2016 and 13.01.2017.

Budget & expenditure

During the financial year 2016-17, ₹6.12 crore has been spent on CSR activities, which is 2.31% of *average net profit* made during the three immediately preceding financial years.



Out of a total CSR expenditure of ₹6.12 crore for the year 2016-17, 96.7% expenditure is on CSR projects and balance 3.3% expenditure is due to professional charges made to National CSR Hub (TISS).

During the last six-year period FY 2011-17, RVNL has spent ₹27.4 crore on CSR activities which is 3% of *average net profit*.

Capacity building

National CSR Hub (TISS) conducted a one-day training programme on Capacity building on CSR on 29th August 2016 at Ramakrishna Mission, Naora (WB). Participants included CMD along with other members of CSR Committee of the Board, Executive Directors, Group General Managers, General Managers. The training programme included site visit of CSR project and interaction with beneficiaries.

CSR projects

Status on the various CSR projects implemented during the year 2016-17 is briefly discussed hereunder.

Sector: Education

CSR project **"Education & development of under privileged differently abled children"** is being implemented in the backward District of South 24 Paraganas in the state of West Bengal by the *Institute for the Handicapped and Backward People (IHBP),* Kolkata.

A total amount of ₹1.28 crore has been spent during five-year period (FY 2012-17) and out of which, ₹24.2 lakhs was spent in the current year.

IHBP, a National CSR Hub empanelled NGO, is dedicated to the cause of education and development of underprivileged differently abled children. The CSR project is in the periphery of Joka-BBD Bagh new metro line construction project of RVNL being executed by PIU Kolkata.

National CSR Hub approved the project report, prepared by IHBP, on 29.02.2012. The CSR Committee sanctioned the project on 06.03.2012. Implementing agency was appointed on 28.03.2012 (date of signing of MoU). CSR project commenced on 01.04.2012. Project monitoring is being done by Kolkata PIU CSR Committee.

One hundred under privileged differently abled children (51 boys & 49 girls; 32% SC/ST, 1% OBC, 14% Minority community) having three types of disabilities, namely, 56 hearing impaired children (21 boys & 35 girls), 28 mentally challenged children (17 boys & 11 girls) and 16 children with cerebral palsy (13 boys & 3 girls) have been covered in the project.

Education and development of these children are done under the close supervision of well-qualified and trained teachers with student to teacher ratio of 10:1 for hearing impaired, 6:1 for mentally challenged, 3:1 for cerebral palsy and dedicated support staff.

CSR Activities

प्रधान मंत्री
Prime Minister

MESSAGE

I am happy to learn that the Ramakrishna Mission Sevashrama is inaugurating its new nursing hostel building in Vrindavan.

I am sure, this effort will go a long way in serving poor and meritorious nursing students, and will also contribute to the cause of women empowerment.

On this occasion, I extend my best wishes to Ramakrishna Mission Sevashrama.

(Narendra Modi)

New Delhi
29 July, 2016



CSR Activities















Children are provided with uniforms, books, stationary, educational kits, medical aid, nutritious meal, speech and occupational therapy. From the feedback obtained from parents, it is seen that parents are satisfied with the progress of the children and these children have immensely benefited with overall improvement in education, awareness and comprehension.

Extract of Mid-Term Social Audit Report of National CSR Hub (TISS) March 2017

"Under this special CSR initiative of RVNL, IHBP is providing quality education and training to 100 differently abled children from underprivileged, backward & weaker section of the society in a special school and thus, giving quality service to the differently abled children and society in general.

Teaching tools such as television, microphones, educational toys etc are being used to enhance focus of the beneficiaries enabling them to learn effectively.

Another important element of the project is the focus on training the beneficiaries in everyday living activities such as using toilet, eating, bathing, sitting still, other behavioural activities etc. Milestones such as using a spoon, holding a pencil or sitting in one place for 20 minutes may seem routine and simple aspects of our lives, but are important milestones for the beneficiaries of the project. One of the parents acknowledged the efforts and seen marked improvement in her ward; for example, her child after joining the institute now brings water for his father when asked, puts his plate away and has stopped fighting with his sibling.

The project is for socially and economically backward section of society, which leads to increased importance of the project. In view of special kind of work being performed by the institute, IHBP needs the support of RVNL for three more years.

During the interaction with parents, the importance of RVNL was realized the most. Each and every parent requested for continued support from RVNL, as they were very happy with the performance and progress of their child who are moving towards self-dependent stage. Audit team is of the opinion that RVNL should continue to support IHBP in order to get positive impact in the weaker section of the society from the project".

CSR project **"educational support to under privileged children & health support"** is being implemented in the backward District of South 24 Paraganas in the state of West Bengal by *Ramakrishna Math, Naora* and covers a population of about 85,000 people comprising 35% SC/ST and 56% minority community in three Gram Panchayats of Bhangar Block comprising 52 villages.

A total amount of ₹3.15 crore has been spent during five-year period (FY 2012-17), out of which ₹91.8 lakhs was spent in the current year.

The CSR project is in the periphery of Joka-BBD Bagh new metro line construction project of RVNL being executed by PIU Kolkata. NCSR Hub approved the project on 19.06.2012. The CSR Committee sanctioned the project on 22.08.2012. Implementing agency was appointed on 27.08.2012 (date of signing of MoU). CSR project commenced on 01.10.2012. Project monitoring is being done by Kolkata PIU CSR Committee.

419 under privileged children (188 boys & 231 girls; 67% SC/ST, 9% OBC & 20% minority community) are given free coaching, spoken english classes, computer and physical training, sports, yoga, music etc for 6 days in a week for overall development of the children at 4 centers, namely, Naora, Behulabari, Mulchutki and Ishwaripura. These children are provided with uniforms, school bags, books, stationary, nutritious meals etc. The teachers taking the tuition classes follow the same course pattern as followed in the school. A group of local women prepares the nutritious food provided to the children. From the feedback obtained from parents, it is seen that parents are extremely satisfied with the overall development of the children.

Health support is provided by a team of qualified doctors

and medical staff along with free medicines including homeopathy & ayurvedic at Naora dispensary, which is equipped with facilities for Dental, ENT, Ophthalmology, pathological tests. Medical service is also rendered through mobile medical van and health awareness camps at Behulabari, Gangacheri, Rajendrapur, Mulchutki & Ishwaripura.

During the year 2016-17, average 3,500 patients were treated in a month (1,050 Male, 1,880 Female & 570 children; 31% SC/ST, 10% OBC & 50% minority community). Needy people from the villages have immensely benefited from the health support provided to them.

Extract of Mid-Term Social Audit Report of National CSR Hub (TISS) February 2016

"At present RKM, Naora is imparting quality education for overall development and growth of 400 children belonging to underprivileged and backward, SC/ST communities in the backward District under CSR initiative of RVNL.

RKM is also providing free medical check-up, free medicines to the underprivileged people of three gram panchayats of Bhangar-I & Canning-II blocks in the backward district of South 24 Paraganas, West Bengal. Qualified Doctors and Para medical assistants/ nurses are looking after all these health centers. There is a great zeal and enthusiasm amongst the deprived and underprivileged people towards the CSR project.

The audit team noted that RVNL has been a very cooperating and supporting partner in this CSR project through close monitoring, periodical visits, and interactions and follow up. In view of positive feedback and impact the program has generated among the stakeholders, the audit team is of the opinion that RVNL should continue this CSR project for the betterment of the underprivileged children and people in the backward district and should continue this project for its sustainability on the long run".

CSR project **"hostel facilities for girl nursing students"** has been implemented at Ramakrishna Mission Sevashrama School of Nursing, Vrindaban, in Mathura District of Uttar Pradesh by Ramakrishna Mission Sevashrama, Vrindaban.

Out of total project cost of ₹5.56 crore (FY 2016-18), RVNL and Tata Trust's contributions are ₹3.98 crore and ₹1.17 crore respectively. An amount of ₹2 crore was spent in current year.

His Excellency, Governor of Uttar Pradesh Shri Ram Naik inaugurated the Hostel facilities on 24th September 2016.

The CSR project is in the periphery of Mathura-Jhansi third line project of RVNL being executed by PIU Delhi. CSR Committee of the Board sanctioned the project on 03.02.2016. Implementing agency was appointed on 26.02.2016 (date of signing of MoU). Project monitoring was done by Delhi PIU CSR Committee.

Ramakrishna Mission Sevashrama Charitable Hospital at Vrindaban is a 210-bedded multi-disciplinary general hospital treating about four lakh patients in a year from poor and under privileged background. Started in 1981, Ramakrishna Mission Sevashrama School of Nursing at Vrindaban, recognized by the UP State Medical faculty and the Indian Nursing Council, offers a diploma in General Nursing and Midwifery three year course to 40 girl students every year. The school provides free education, boarding and lodging to all students from poor and under privileged sections of society.

CSR project entailed construction of a 120-bedded fully furnished *Nivedita Nurses* Hostel and provided with modern amenities and facilities. At present 97 girl students (SC/ST-13, OBC-29 and Minority Community-4) are residing in the hostel.

Sector: Health care

CSR project **"operation theatre complex and additional 50 bedded post-operative care ward for the under privileged people"** from the backward Districts in the state of Uttarakhand has been implemented by *Ramakrishna Mission Sevashrama, Kankhal*.

A total amount of ₹7 crore has been spent during four-year period (FY 2013-17) and out of which, ₹2 crore was spent in the current year.

The CSR project is in the periphery of Rishikesh-Karnaprayag new line construction project of RVNL being executed by PIU Rishikesh. The CSR project was sanctioned by the Board Level Committee on 26.11.2013 based on project report prepared by TISS. CSR project commenced on 25.12.2013. Implementing agency was appointed on 20.12.2013 (date of signing of MoU). Project monitoring was done by Rishikesh PIU CSR Committee.

Ramakrishna Mission Sevashrama Hospital, Kankhal is a 150-bedded multi-specialty charitable hospital founded in 1901 to cater to medical need of this region. Due to non-availability of hospital/ medical facilities, the under privileged people from backward Districts of Pauri Garhwal, Tehri Garhwal, Chamoli, Champawat and Pithoragarh are availing the medical facilities of this hospital in addition to the people of Haridwar District.

The CSR project is augmentation of health facilities at its hospital, Kankhal to meet the increasing patient load. The CSR project entailed construction of fourth floor with a fully equipped operation theatre complex and fifth floor with fully furnished 50 bedded post-operative care ward. This CSR project augments the capacity of the hospital from 150 to 200 beds and facilitates in handling additional surgeries. Post-operative care unit will resolve the issue of transferring surgical cases to adjacent building. About 1,200 patients are treated daily belonging to poor and deprived section of society.

Extract of Mid-Term Social Audit Report by National CSR Hub (TISS) December 2014

"The RK Mission at Kankhal is working for the betterment of society & is working on a major issue that is health. Providing health facilities to the society at minimum cost is a matter of high investments, so for that RVNL is a supporting element in providing health facilities to the public.

The medical facilities at Haridwar is a major issue as it is a tourist place and people from all over India visit it every day. RK Mission with the support of RVNL is addressing the issue in a very effective manner which is leading to minimizing of health problems among the people".

Sector: Sanitation

CSR project **"community toilet blocks"** is being implemented in Ghazipur District in the state of Uttar Pradesh under "***Namami Gange & Swachh Bharat***" mission by *Sulabh International Social Service Organization*.

A total amount of ₹2.24 crore has been spent during two-year period (FY 2015-17) and out of which, ₹53.36 lakhs was spent in the current year.

Shri Manoj Sinha, Hon'ble Minister of State for Railways inaugurated the community toilet blocks at Collector Ghat, Steamer Ghat (Sarai Pokhta) and Shamshan Ghat on 26.03.2016; Lal Darwaja on 17.08.2016; Saidpur and Kargil Market on 09.10.2016.

The CSR project is in the periphery of railway electrification project of Allahabad- Varanasi- Ghazipur-Chhapra being executed by PIU Varanasi. The CSR project was sanctioned by the CSR Committee of the Board on 06.08.2015 based on project report prepared by Sulabh. CSR project commenced on 17.08.2015. Implementing agency was appointed on 04.08.2015 (date of signing of MoU). Project monitoring is being done by Varanasi PIU CSR Committee.

The project entails construction of community toilet blocks with modern amenities and facilities comprising gents and Ladies sections. Septic tanks, solar powered bore well, water tanks, LED lighting etc. along with upkeep and maintenance by Sulabh International for three years have been provided. About 12,000 persons inhabiting the banks of Ganges and belonging to poor strata of society are availing these toilet facilities daily.

CSR project **"toilet block"** under "***Swachh Bharat***"

mission has been implemented at Chennai Railway station by PIU/Chennai.

A total amount of ₹68.8 lakhs has been spent during two-year period (FY 2015-17) and out of which, ₹20.3 lakhs was spent in the current year.

Shri Suresh Prabhakar Prabhu, Hon'ble MR inaugurated the CSR project on 24th July 2016.

The CSR project entailed construction of a modern Toilet block at Chennai railway station equipped with modern amenities and facilities. The toilet block comprises 15 urinals, 9 toilets, 6 washbasins in Gents section and 9 toilets, 6 washbasins in Ladies section including one toilet in each section for disabled persons. A sanitary napkin dispenser and incinerator, LED illumination, air curtains, exhaust ducting system for stink free environment have been provided. About 5,000s persons are availing this facility daily.

RVNL

Annual Report on CSR Activities

SN	Item	Compliance
1	A brief outline of the RVNL's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs	Discussed in detail in the Report and related web-link references on RVNL's web-site: http://www.rvnl.org/content.php?id=8 1. CSR & Sustainability Policy of RVNL issued in October 2014 2. MoU with TISS dated 11.12.2014 3. Training on 'CSR and Sustainability' for RVNL Board of Directors and Ramakrishna Mission (Naora Math) team by National CSR Hub, Tata Institute of Social Sciences (TISS) at Naora, West Bengal on 29th August, 2016
2	The composition of the CSR Committee	Discussed in detail in the Report and related web-link reference on RVNL's web-site: http://www.rvnl.org/content.php?id=8 Reconstitution of the CSR Committee of the Board vide Item No 07/16A of 77th Meeting of the BoD of RVNL held on 24.05.2016
3	Average net profit (Profit Before Tax) of RVNL for last three financial years	**Year** / **Profit Before Tax in ₹** 2013-14: 1,95,17,21,555 2014-15: 2,36,34,91,828 2015-16: 3,63,65,47,312 **Average: 2,65,05,86,898**
4	Prescribed CSR expenditure (2% of the amount as in item #3 above)	**₹ 5,30,11,738**
5	Details of CSR spent during the financial year 2016-17	
(a)	Total amount to be spent for the financial year	**₹ 6,12,28,796**
(b)	Amount unspent, if any	Nil
(c)	Manner in which the amount spent during the financial year is detailed below	

Figures in ₹ crore

	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	Total	Avg.
Average net profit*	66.7	87.4	120.7	160.7	199.7	265.1	900.3	150
Prescribed CSR expenditure (2% of average net profit*)	1.33	1.75	2.41	3.21	3.99	5.30	18.00	3.00
Total Amount Spent	1.65	3.84	5.27	4.54	5.94	6.12	27.4	4.56
% Amount spent on CSR over average net profit*	2.47%	4.39%	4.37%	2.83%	2.98%	2.31%		3.0%

* Profit befor Tax (PBT) of three preceding financial years.

DETAILS OF EXPENDITURE ON CSR DURING THE FINANCIAL YEAR 2016-17

(Figure in ₹)

No.	CSR Project or Activity identified	Sector in which project is covered	Project or Program local Area, State, District where project was undertaken	Amount Qutlay Project or program-wise	Amount Spent on project or program-(1) Direct (2) overheads		Cumm Expenditure upto the reporting period	Amount Spent: Director or through Implementing agency
1	Education & Development of 100 under privileged differently abled children	Education	Backward District of South 24 paragans (West Bengal)	24,20,000	24,20,000	(1)	1,27,91,108	Institute for the Handicapped & Backward People, Kolkata
2	Educational Support to 400 under privileged children & Health support	Education & Health Care	Backward District of South 24 paragans (West Bengal)	91,76,150	91,76,150	(1)	3,14,97,316	Ramkrishna Math, Naora
3	Operation Theatre Complex & additional 50 bedded Post Operative Care Ward for under privileged people	Health Care	Backward District of Uttarakhand	2,00,00,000	2,00,00,000	(1)	7,00,00,000	Ramkrishna Mission Sevashrama, Kankhal
4	Community Toilet Blocks-Namami Gange & Swachh Bharat	Sanitation	District of Ghazipur (UP)	53,36,367	53,36,367	(1)	2,24,41,417	Sulabh International Social Service Organisation, Lucknow
5	Hostel facilities for 120 Girl Nursing Students at Ramkrishna Mission Sevashrama School of Nursing	Education	Vrindavan Mathura District (UP)	2,00,00,000	2,00,00,000	(1)	2,00,00,000	Ramkrishna Mission Sevashrama, Vrindavan
6	Balance payment for completed CSR Projects "Toilet-Block- Swachh Bharat"	Sanitation	Chennai Railway Station	20,33,379	20,33,379	(1)	68,81,796	FAMEC Tech Pvt. Ltd., Chennai
7	Balance payment for completed Sustainability Project "Providing Solar Home Lighting System"	Environmental Sustainability	Backward District of Mursidabad (West Bengal)	2,62,900	2,62,900	(1)	32,29,000	TERI, New Delhi & Ramkrishna Math, Naora
8	Professional charges to NCSR Hub (TISS)			20,00,000	20,00,000	(2)		Tata Institute of Social Science, Mumbai
	Total			**6,12,28,796**	**6,12,28,796**			

RESPONSIBILITY STATEMENT

The Responsibility Statement of the Corporate Social Responsibility of the Board of Directors of the Company is reproduced below:

"The implementation and monitoring of Corporate Social Responsibility (CSR) Policy, is in compliance with CSR objectives and Policy of the Company".

Sd/-
Gita Mishra
(Chairperson CSR Committee)

Sd/-
S.C. Agnihotri
(Chairman and Managing Director)

Dated: 01.08.2017

Annexure – "D"

P.C. JAIN & CO.
COMPANY SECRETARIES

Office: 2382, 1st Floor, Sector-16, Faridabad-121 002 (Delhi NCR)
Phone: 91-129-4043338, +91 9811078338
E-mail: fcspcjain@gmail.com, website: www.cspcjain.com
(Registered Insolvency Professional by IBBI)
Branch Office: New Delhi & Surat (Gujarat)

Form No. MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST March, 2017
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members
Rail Vikas Nigam Limited
1st Floor, August Kranti Bhawan,
Bhikaji Cama Place,
New Delhi- 110 066

Dear Sir(s),

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Rail Vikas Nigam Limited CIN: U74999DL2003GOI118633 (hereinafter called the Company).** Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period ended on 31st March, 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the period ended on 31st March, 2017 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made there under

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under **(Not applicable during the period under review.)**

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under **(Not applicable during the period under review.)**

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowings.

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') :- **(Not applicable during the period under review.)**

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities)Regulations, 2008;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations,2009; and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations,1998;

(vi) **The Company has provided the certificate from different projects units stating that all legal compliances in respect of project workers are being made fully and timely. Thus, the compliance observations related to applicable labour laws have been given on the basis of the certification.**

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India and notified by the Ministry of Corporate Affairs.

(ii) Being an unlisted company, no listing agreement is required to be entered with any Stock Exchange(s).

During the period under review the Company has complied with the provisions of the Act, Rules, regulations, Guidelines, Standards, etc. as stated above ***except to the extent as mentioned below:***

(i) ***The composition of the Board of the Directors is not in accordance with guidelines as issued by the Department of Public Enterprises as the Company does not have sufficient number of Independent Directors.***

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors ***except the requisite number of Independent Directors as per guidelines issued by Department of Public Enterprises, who are to be appointed by the Ministry of Railway, Govt. Of India***. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- The decision in the meeting was passed unanimously hence no dissenting member's view was recorded to be the part of minutes.
- There are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines ***except-***

(i) ***The Company has filed e-Form MR-1 (i.e. the return of appointment of KMP) in respect of Company Secretary under section 203 of the Companies Act, 2013 read with rule 3 of The Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 with additional fee on 21.07.2016.***

(ii) ***The Company has filed e-Form DIR-12 dated 31st August, 2015 regarding Appointment and Cessation of Directors, with additional fee on 27.04.2016.***

- We further report that during the audit period, no specific events/ actions were taken by the Company which have major bearing on the Company's affairs in pursuance of the act, rules, regulations, guidelines, standards etc. referred above.

For P. C. Jain & Co.
Company Secretaries
(FRN: P2016HR051300)
Sd/-
(P C Jain)
Partner
CP No. 3349

Date: 20th July, 2017
Place: Faridabad

Note: This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.

Annexure "A"

To,
The Members
Rail Vikas Nigam Limited
1st Floor, August Kranti Bhawan,
Bhikaji Cama Place,
New Delhi- 1100 66

Dear Sir(s),

Our Secretarial Audit Report for the financial year 2016-17 of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial laws, like direct tax laws, labour laws(unless specifically applicable to the Company), personal records of employee(s) and Books of Accounts of the Company as these do not fall under specific applicable laws.

4. Wherever required, we have obtained the Management representation about the compliances of laws, rules and regulations and happening of events.

5. The compliances of the provisions of Corporate and other specific laws, rules, regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For P. C. Jain & Co.
Company Secretaries
(FRN: P2016HR051300)
Sd/-
(P C Jain)
Partner
CP No. 3349

Date: 20th July, 2017
Place: Faridabad

Annexure "E"'

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2017
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	U74999DL2003GOI118633
ii	Registration Date	24.01.2003
iii	Name of the Company	RAIL VIKAS NIGAM LIMITED
iv	Category/Sub-category of the Company	GOVERNMENT COMPANY
v	"Address of the Registered office & contact details"	1st Floor, August Kranti Bhawan, Bhikaji Cama Place, R.K. Puram, New Delhi-110066.
vi	Whether listed company	Unlisted
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	To create vital rail infrastructure and provide vital port linkage including the corridors connecting the port of Hinterlands		100%

III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

Sl No	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% Of Shares Held (Of Paid Up Capital)	Applicable Section
1	Kutch Railway Company Limited	U45202DL2004PLC124267	Associate	50%	Section 2(6)
2	Bharuch Dahej Railway Company Ltd.	U45203DL2006PLC155511	Associate	35.46%	Section 2(6)
3	Krishnapatnam Railway Company Ltd.	U45200TG2006PLC051378	Associate	30%	Section 2(6)
4	Haridaspur Paradip Railway Company Ltd.	U45203OR2006PLC008959	Associate	35.23%	Section 2(6)
5	Angul Sukinda Railway Limited	U45203OR2009PLC010620	Associate	34.42%	Section 2(6)
6	Dighi Roha Rail Limited	U74140DL2015PLC285745	Associate	50%	Section 2(6)
7	High Speed Rail Corporation of India Ltd.	U45204DL2012GOI239289	Subsidiary	100%	Section 2(87)

IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoters										
(1) Indian										
a) Individual/HUF										
"b) Central Govt. or State Govt."		2085020100	2085020100	100%		2085020100	2085020100	100%	N.A.	N.A.
c) Bodies Corporates										
d) Bank/FI										
e) Any other										
SUB TOTAL:(A) (1)		**2085020100**	**2085020100**	**100%**		**2085020100**	**2085020100**	**100%**	**N.A.**	**N.A.**
(2) Foreign										
a) NRI- Individuals										
b) Other Individuals										
c) Bodies Corp.										
d) Banks/FI										
e) Any other…										
SUB TOTAL (A) (2)	0	0	0	0	0	0	0	0	0	0
"Total Shareholding of Promoter (A)= (A)(1)+(A)(2)"		2085020100	2085020100	100%		2085020100	2085020100	100%	N.A.	N.A.
B. PUBLIC SHAREHOLDING										
(1) Institutions										
a) Mutual Funds										
b) Banks/FI										
C) Cenntral govt										
d) State Govt.										
e) Venture Capital Fund										
f) Insurance Companies										
g) FIIS										
"h) Foreign Venture Capital Funds"										
i) Others (specify)										
SUB TOTAL (B)(1):	0	0	0	0	0	0	0	0	0	0
(2) Non Institutions										
a) Bodies corporates										
i) Indian										
ii) Overseas										
b) Individuals										
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs										
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs										
c) Others (specify)										
SUB TOTAL (B)(2):	0	0	0	0	0	0	0	0	0	0
"Total Public Shareholding (B)= (B)(1)+(B)(2)"	0	0	0	0	0	0	0	0	0	0
"C. Shares held by Custodian for GDRs & ADRs"	0	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)		**2085020100**	**2085020100**	**100%**		**2085020100**	**2085020100**	**100%**	**N.A.**	**N.A.**

(ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders Name	Shareholding at the begginning of the year (As on 01.04.2016)			Shareholding at the end of the year(As on 31.03.2017)			% change in share holding during the year
		No. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	President of India through ChairmanRailway Board	2085020100	100	0	2085020100	100	0	0
	Total	**2085020100**	**100**	**0**	**2085020100**	**100**	**0**	**0**

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year (As on 01.04.2016)		Cumulative Share holding during the year (2016-17)	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year(As on 01.04.2016)	2085020100	100	2085020100	100
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/de-crease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0	0	0
	At the end of the year(As on 31.03.2017)	2085020100	100	2085020100	100

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the end of the year (as on 31.03.2017)		Cumulative Shareholding during the year (2016-17)	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year (As on 01.04.2016)	0	0	0	0
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/sweat equity etc)	0	0	0	0
3	At the end of the year (or on the date of separation, if separated during the year)	0	0	0	0

(v) Shareholding of Directors & KMP

Sl. No	For Each of the Directors & KMP	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year(As on 01.04.2016)	0	0	0	0
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/sweat equity etc)	0	0	0	0
3	At the end of the year(As on 31.03.2017)	0	0	0	0

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtness at the beginning of the financial year(As on 01.04.2016)				
i) Principal Amount	0	2,30,880.83	0	2,30,880.83
ii) Interest due but not paid	0	0	0	-
iii) Interest accrued but not due	0	70,518.76	0	70,518.76
	0	-	0	-
Total (i+ii+iii)	0	3,01,399.59	0	3,01,399.59
Change in Indebtedness during the financial year				
Additions	0	28,430.45	0	28,430.45
Reduction	0	(39,609.70)	0	(39,609.70)
Net Change	0	(11,179.25)	0	(11,179.25)
Indebtedness at the end of the financial year (As on 31.03.2017)				
i) Principal Amount	0	2,16,403.00	0	2,16,403.00
ii) Interest due but not paid	0		0	-
iii) Interest accrued but not due	0	73,817.34	0	73,817.34
			0	
Total (i+ii+iii)	0	2,90,220.34	0	2,90,220.34

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

Sl. No	Particulars of Remuneration		Name of the MD/WTD/Manager			
1	Gross salary	S C Agnihotri (Chairman and Managing Director)/CEO	Ashok K Ganju (Director Finance/CFO)	Gita Mishra (Director Personnel)	Mukul Jain (Director Operations)	Vijay Anand (Director Projects)
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	65,30,633.00	52,22,475.00	48,79,227.00	44,00,584.00	45,30,561.00
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	1,93,492.00	1,69,622.00	1,33,528.00	1,58,600.00	2,91,068.00
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961					
2	Stock option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	-	-	-	-	-
	as % of profit	-	-	-	-	-
	others (specify)	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total (A)	67,24,125.00	53,92,097.00	50,12,755.00	45,59,184.00	48,21,629.00

B. Remuneration to other directors:

Sl. No	Particulars of Remuneration	Name of the Directors	
1	**Independent Directors**	Shiv Kumar Gupta	Vinayak Karanjikar
	(a) Fee for attending board committee meetings	1,80,000.00	1,32,000.00
	(b) Commission	-	-
	(c) Others, please specify	-	-
	Total (1)	1,80,000.00	1,32,000.00
2	**Other Non Executive Directors**		
	"(a) Fee for attending board committee meetings"	-	-
	(b) Commission	-	-
	(c) Others, please specify.	-	-
	Total (2)	0	0
	Total (B)=(1+2)	1,80,000.00	1,32,000.00
	Total Managerial Remuneration	**1,80,000.00**	**1,32,000.00**

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/ WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel	
1	Gross Salary	Company Secretary	Total
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	9,51,771.00	9,51,771.00
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	0	0
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0
2	Stock Option	0	0
3	Sweat Equity	0	0
4	Commission	0	0
	as % of profit	0	0
	others, specify	0	0
5	Others, please specify	0	0
	Total	**9,51,771.00**	**9,51,771.00**

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority (RD/ NCLT/Court)	Appeal made if any (give details)
A. COMPANY					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL	NIL
B. DIRECTORS					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL	NIL
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

Annexure "F"

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.
Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. **Details of contracts or arrangements or transactions not at Arm's length basis :- NIL**
2. **Details of contracts or arrangements or transactions at Arm's length basis:-**

S. No.	Name of the related party and nature of relationship	Nature of Contracts / arrangements / transactions	Duration of Contracts / arrangements/ transactions	Salient terms of contracts / arrangements / transactions, including the value, if any	Date of approval by the BoD, if any	Amount paid as advances, if any
1.	Angul Sukinda Railway Company Limited, Associate Company	**Execution of Engineering, Procurement and Construction (EPC) agency for execution of the new rail line works between Budhapank (Angul) and Baghuapal (Sukinda).**	**Date of Agreement/ MoU:** 24th day of April 2015 **Duration of Agreement/MoU:** The agreement is effective for the period beginning from the date of award of first contract related to execution of the project by RVNL and ending on the Commercial Operation date (COD)	RVNL has been appointed as an EPC Agency for execution of New Rail Line work. The contract is in terms of the construction agreement signed between ASRL and RVNL.	Not Applicable	Nil
2.	Haridaspur Paradip Railway Company Limited (HPRCL), Associate Company	**Execution of Engineering, Procurement and Construction (EPC) agency for execution of the new rail line works between Haridaspur and Paradip.**	**Date of Agreement/MoU:** 11th day of August 2009 **Duration of Agreement/MoU:** The agreement is effective for the period beginning from the date of award of first contract related to execution of the project by RVNL and ending on the Commercial Operation date (COD)	RVNL has been appointed as an EPC Agency for execution of New Rail Line work. The contract is in terms of the construction agreement signed between HPRCL and RVNL.	Not Applicable	Nil
3.	Bharuch Dahej Railway Company Limited (BDRCL), Associate Company	**Execution of Engineering, Procurement and Construction (EPC) agency for execution of the Gauge Conversion (from Narrow Gauge to Broad Gauge) works between Bharuch and Dahej.**	**Date of Agreement/MoU:** 1st day of July 2009 **Duration of Agreement/MoU:** The agreement is effective for the period beginning from the date of award of first contract related to execution of the project by RVNL and ending on the Commercial Operation date (COD)	RVNL has been appointed as an EPC Agency for execution of gauge conversion. The contract is in terms of the construction agreement signed between BDRCL and RVNL.	Not Applicable	Nil
4.	Krishnapatnam Railway Company Limited (KPRCL), Associate Company	**Execution of Engineering, Procurement and Construction (EPC) agency for execution of the new rail line works between Obulavaripalle to Krishnapatnam port limits and doubling of line between Vankatachalam Road station to Krishnapatnam port.**	**Date of Agreement/MoU:** 29th day of September 2011 **Duration of Agreement/MoU:** The agreement is effective for the period beginning from the date of award of first contract related to execution of the project by RVNL and ending on the Commercial Operation date (COD)	RVNL has been appointed as an EPC Agency for execution of New Rail Line work and Doubling. The contract is in terms of the construction agreement signed between KPRCL and RVNL.	Not Applicable	Nil
5.	Kutch Railway Company Limited (KRCL), Associate Company	**Execution of doubling of the Palanpur-Samkhali line**	Letter of award dated1.4.2013 have nominated RVNL as the client agency for doubling of the Palanpur-Samkhali line. Final Construction Agreement in this regard is under finalization.	RVNL has been appointed as an EPC Agency for execution of Doubling. Final Construction Agreement in this regard is under finalization.	Not Applicable	Nil

For and on behalf of the Board of Director
Sd/-
S.C. Agnihotri
Chairman & Managing Director
DIN: 01637856

Place: New Delhi
Date: 11.08.2017

RAIL VIKAS NIGAM LIMITED

Standalone Balance Sheet as at 31st March 2017

(₹ in Lakhs)

Particulars	Note No.	As at 31st March 2017		As at 31st March 2016		As at 31st March 2015	
I. ASSETS							
1 Non-current assets							
(a) Property, Plant and equipment	3	746.79		595.27		576.23	
(b) Capital work-in-progress	44	-		-		142.45	
(c) Other Intangible assets	5	0.51		1.30		2.60	
(d) Intangible assets under development	5	1,272.82		558.12		165.75	
(e) Financial Assets	6						
(i) Investments	6.1	61,484.74		60,515.74		59,510.74	
(ii) Lease Receivables	6.2	1,14,675.84		63,676.81		49,846.39	
(iii) Loans	6.3	70.38		77.84		96.12	
(iv) Others	6.4	49,728.45		50,129.65		46,356.37	
(f) Deferred tax assets (Net)	7	4,096.06		3,749.80		2,920.62	
(g) Other non-current assets	8	16,405.66	2,48,481.25	89.89	1,79,394.42	86.25	1,59,703.52
2 Current assets							
(a) Project-Work-in-Progress	9	74,076.97		14,81,150.05		11,56,475.73	
(b) Financial Assets	10						
(i) Trade Receivables	10.1	28,099.66		48,335.09		19,092.07	
(ii) Lease Receivables	10.2	20,043.23		10,898.33		7,521.71	
(iii) Cash and cash equivalents	10.3	1,24,943.43		1,37,593.70		80,478.81	
(iv) Bank Balances other than (iii) above	10.4	1,45,000.00		1,65,500.00		48,500.00	
(v) Loans	10.5	71.85		79.71		112.89	
(vi) Others	10.6	44,156.11		22,147.97		21,934.93	
(c) Other current assets	11	1,49,792.30		1,32,687.44		88,213.14	
(d) Current Tax Asset (Net)	12.1	1,069.33	5,87,252.88	763.27	19,99,155.56	1,682.12	14,24,011.40
Total Assets			**8,35,734.13**		**21,78,549.98**		**15,83,714.92**
II. EQUITY AND LIABILITIES							
1 Equity							
(a) Equity Share Capital	13	208,502.01		208,502.01		2,08,502.01	
(b) Other Equity	14	100,177.20	3,08,679.21	92,655.49	3,01,157.50	66,772.89	2,75,274.90
2 Liabilities							
Non-current liabilities							
(a) Financial Liabilities	15						
(i) Borrowing	15.1	2,43,688.06		262,408.34		2,51,397.08	
(b) Provisions	16	888.71	2,44,576.77	750.47	2,63,158.81	508.10	2,51,905.18
Current liabilities							
(a) Financial Liabilities	17						
(i) Short Term Borrowing	17.1	46,532.28		38,991.25		38,686.67	
(ii) Trade payables	17.2	10,989.21		9,049.53		4,499.60	
(ii) Other financial liabilities	17.3	44,674.85		37,625.78		29,057.46	
(b) Other current liabilities	18	1,76,196.57		15,26,170.89		9,81,911.90	
(c) Provisions	16	4,088.86		2,240.36		1,445.53	
(d) Current Tax liability (Net)	12.2	-	282,478.15	157.86	16,14,233.67	933.68	10,56,534.84
Total Equity and Liabilities			**8,35,734.13**		**21,78,549.98**		**15,83,714.92**

III Summary of significant accounting policies (Standalone) 1 & 2

IV See accompanying notes to the standalone financial statements from 3 to 49

This is the Balance sheet referred to in our report of even date

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	Sd/-	Sd/-	Sd/-
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 11.08.2017

RAIL VIKAS NIGAM LIMITED

Standalone Statement of Profit and Loss for the year ended 31st March 2017

(₹ in Lakhs)

	Particulars	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
	Revenue :			
I.	Revenue from operations	19	5,91,962.28	4,54,130.08
II.	Other income	20	25,112.16	18,023.13
III.	**Total Income (I + II)**		**6,17,074.44**	**4,72,153.21**
IV.	**Expenses:**			
	Expenses on Operations	21	5,47,520.50	4,18,893.61
	Employee benefits expenses	22	11,976.50	9,525.22
	Finance Costs	23	3,563.12	2,308.36
	Depreciation, amortization and impairment	24	499.19	466.93
	Other Expenses	25	4,423.39	3,178.51
	CSR and R&D Expenses	26	612.29	597.50
	Total Expenses (IV)		**5,68,594.99**	**4,34,970.13**
V.	Profit/(loss) before exceptional items and tax (III-IV)		48,479.45	37,183.08
VI.	Exceptional items		-	-
VII.	Profit/(Loss) before tax (V - VI)		48,479.45	37,183.08
VIII.	Tax expense:	27		
	(1) Current tax		10,318.54	7,606.43
	(2) Deferred tax (net)		(341.67)	(825.40)
	Total Tax Expense (VIII)		**9,976.87**	**6,781.03**
IX.	Profit/(loss) for the period from continuing operation (VII - VIII)		38,502.58	30,402.05
X.	Profit/(loss) from discontinued operations		-	-
XI.	Tax Expense of discontinued operations		-	-
XII.	Profit/(loss) from discontinued operations (after tax) (X-XI)		-	-
XIII.	**Profit/(loss) for the period (IX+XII)**		**38,502.58**	**30,402.05**
XIV.	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss	28		
	Remeasurement gains (losses) on defined benefit plans		(41.48)	(45.91)
	Income tax effect on Remeasurement gains (losses) on defined benefit plans		4.57	3.77
XV.	**Total Comprehensive Income for the period (XIII +XIV)**			
	(Comprehensive profit and other comprehensive income for the period)		**38,465.67**	**30,359.91**
XVI.	Earnings Per Equity Share: (For Continuing Operation)			
	(1) Basic	39	1.85	1.46
	(2) Diluted	39	1.85	1.46
XVII.	Earnings Per Equity Share:			
	(For discontinuing Operation)			
	(1) Basic		-	-
	(2) Diluted		-	-
XVIII.	Earnings Per Equity Share:			
	(For discontinued and continuing Operation)			
	(1) Basic	39	1.85	1.46
	(2) Diluted	39	1.85	1.46

This is the Balance sheet referred to in our report of even date

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 11.08.2017

RAIL VIKAS NIGAM LIMITED

Standalone Statement of Changes in Equity

Statement of changes in equity for the year ended 31st March 2017

A. Equity share capital **(₹ in Lakhs)**

Particulars			Amount
Balance at April 1, 2016			208,502.01
Changes in equity share capital during the year			
(a) issue of equity shares capital during the year			-
Balance at March 31, 2017			208,502.01

B. Other Equity **(₹ in Lakhs)**

Particulars	Reserve & Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the reporting period	7,100.00	85,560.53	92,660.53
Prior period errors (refer note-32)	-	(5.04)	(5.04)
Restated balance at the beginning of the reporting period	**7,100.00**	**85,555.49**	**92,655.49**
Profit for the year	-	38,502.58	38,502.58
Other Comprehensive Income for the year (net of income tax)	-	(36.91)	(36.91)
Total Comprehensive Income for the year	**-**	**38,465.67**	**38,465.67**
Dividends	-	(30,943.96)	(30,943.96)
Transfer to retained earning	-	-	-
Balance at the end of the reporting period	**7,100.00**	**93,077.20**	**100,177.20**

Statement of changes in equity for the year ended 31-March-2016

A. Equity share capital **(₹ in Lakhs)**

Particulars	Amount
Balance at April 1, 2015	208,502.01
Changes in equity share capital during the year	
(a) issue of equity shares capital during the year	-
Balance at March 31, 2016	**208,502.01**

B. Other Equity **(₹ in Lakhs)**

Particulars	Reserve & Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the reporting period	7,100.00	59,686.55	66,786.55
Prior period errors (refer note-32)	-	(13.66)	(13.66)
Restated balance at the beginning of the year	**7,100.00**	**59,672.89**	**66,772.89**
Profit for the year -	-	30,402.05	30,402.05
Other Comprehensive Income for the year (net of income tax)	-	(42.14)	(42.14)
Total Comprehensive Income for the year	**-**	**30,359.91**	**30,359.91**
Dividends -	-	(4,477.31)	(4,477.31)
Transfer to retained earning -	-	-	
Balance at the end of the reporting period	**7,100.00**	**85,555.49**	**92,655.49**

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 11.08.2017

RAIL VIKAS NIGAM LIMITED

Standalone Cash Flow Statement for the year ended 31st March 2017

(₹ in Lakhs)

	Particulars	"Figures for the year ended 31st March 2017"		"Figures for the year ended 31st March 2016"	
1	**(a) Cash Flow from Operating Activities**				
	Net Profit Before Taxation	48,479.45		37,183.08	
	Add: Adjustment for non cash items :				
	Depreciation, amortization and impairment	499.19		466.93	
	CWIP Written Off	-		162.07	
		48,978.64		37,812.08	
	Add: Adjustment for other items				
	Loss on sale of Fixed assets	9.29		0.37	
	Other Income	(20,080.07)		(14,151.98)	
	Dividend Received	(550.00)		(250.00)	
	Other Comprehensive Income	(41.48)		(45.91)	
	Operating Profit Before Working Capital Changes	28,316.38		23,364.56	
(b)	**Adjustments for Changes in Working Capital:**				
	Adjustments for (Increase)/Decrease in Operating Assets:				
	Trade Receivables (Current)	20,235.43		(29,243.02)	
	Lease Receivables (Non-Current)	(50,999.03)		(13,830.42)	
	Lease Receivables (Current)	(9,144.92)		(3,376.62)	
	Project work in progress (Inventory)	14,07,073.08		(3,24,674.32)	
	Bank Balances other than cash and cash equivalents	20,500.00		(1,17,000.00)	
	Other Financial Assets	(21,975.16)		(183.53)	
	Other Current Assets	(17,104.86)		(44,474.30)	
		13,48,584.54		**(532,782.21)**	
(c)	**Adjustments for (Increase)/Decrease in Operating Liabilities:**				
	Trade Payables	1,939.68		4,549.93	
	Other Financial Liabilities	7,047.45		8,566.32	
	Other Current Liabilities	(13,49,974.32)		5,44,258.99	
	Short Term Provisions	1,848.50		794.83	
	Long Term Provisions	138.24		242.37	
		(13,39,000.45)		5,58,412.44	
	Cash Generated from Operations	37,900.47		48,994.79	
	Direct Taxes Paid/Received	10,782.46		7,606.43	
	Cash Flow from Operating Activities (A)	**27,118.01**	**27,118.01**	**41,388.36**	**41,388.36**
2	**Cash from Investment Activities :-**				
	Capital Expenditure on Fixed Assets, Including Capital Advances	(17,014.80)		(495.67)	
	Capital Expenditure on CWIP	-		(19.62)	
	Capital Expenditure on Intangibles	(715.42)		(393.46)	
	Proceeds from Sale of Fixed Assets	15.42		11.72	
	Proceeds from Loan given	7.46		18.28	
	Other Non Current Financial Assets	401.20		(3,773.28)	
	Current Investments not Considered as Cash and Cash Equivalents:				
	- Purchased	-			
	Purchase of Long Term Investments:				
	- Joint Venture	(969.00)		(1,005.00)	
	Interest Income (Revenue)				
	- Others	20,080.07		14,151.98	
	Dividend Received				
	- Joint Venture	550.00		250.00	
	Net Cash Generated from / (used in) Investing Activities (B)	**2,354.93**	**2,354.93**	**8,744.95**	**8,744.95**

Standalone Cash Flow Statement for the year ended 31st March 2017

(₹ in Lakhs)

Particulars	Figures for the year ended 31st March 2017		Figures for the year ended 31st March 2016	
3 Cash Flow from Financing Activities :-				
Proceeds from issuance of share capital (including share application money)	-		-	
Proceeds from Long Term Borrowings	3,713.00		25,590.00	
Repayment of Short -Term Borrowings	(18,190.83)		(17,324.17)	
Dividend and Tax thereon	(30,943.96)		(4,477.31)	
Interest accrued during the year	24,717.45		30,879.29	
Repayment of interest accrued	(21,418.87)		(27,686.23)	
Utilisation of Reserve				
Net Cash Generated from / (used in) Financing Activities (C)	(42,123.21)	(42,123.21)	6,981.58	6,981.58
Net Increase/(Decrease) in Cash & Cash Equivalent (A+B+C)		(12,650.27)		**57,114.89**
Cash & Cash Equivalent at the beginning of the Year		**1,37,593.70**		**80,478.81**
Cash & Cash Equivalent at the end of year		**1,24,943.43**		**1,37,593.70**
Cash and Cash Equivalents				
- Cash and Cheques in Hand	-		746.25	
Balance with Scheduled Banks				
- On Current Account	13,643.43		5,847.45	
- On term Deposit Account	1,11,300.00		1,31,000.00	
		1,24,943.43		**1,37,593.70**

Notes :
The above Cash Flow Statement has been prepared under the indirect method setout as per Ind-AS-7 issued by The Institute of Chartered Accountants of India and notified u/s 133 of the Companies Act, 2013.

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 11.08.2017

RVNL

Notes to the Standalone Financial Statements
For the year ended March 31, 2017

Summary of Significant Accounting Policies

Note 1 :- Corporate Information

Rail Vikas Nigam Limited (RVNL) is a public limited company domiciled and incorporated in India,the registered office of the company is located at 1st floor August Kranti Bhawan Bhikaji Cama Place New Delhi-110066. RVNL is Public Sector Undertaking fully owned by Ministry of Railways (MOR), Government of India and was incorporated under the Companies Act, 1956 on 24th January, 2003 with an authorized share capital of ₹ 300000.00 lakhs. The objectives of the Company include:

(i) Fast track implementation of rail infrastructure projects

(ii) Raising extra budgetary resources for project execution.

The Company is implementing various types of Rail infrastructure projects assigned by MoR including doubling (including 3rd/4th lines), gauge conversion, new lines, railway electrification, major bridges, workshops, Production Units and extension of the Kolkata Metro Rail System.

The Company has also formed six SPVs with equity participant shareholders for port and last mile connectivity projects.

Note 2 :-

2.1 Basis of Preparation

a) Statement of Compliance

These financial statements are seperate financial statements and have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules 2016. For all periods up to and including the year ended 31 March 2016, the company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP). These financial statements for the year ended 31 March 2017 are company's first IND AS financial statements. Refer to note 49 for information how the company adopted Ind-AS.

b) Basis of Measurement

The financial statements have been prepared under the historical cost convention and on an accrual basis, except for the following items that have been measured at fair value as required by relevant Ind-AS.

i. Defined benefit Plan and other long term employee benefits

ii. Certain financial assets and liabilities measured at fair value.

c) Use of estimates and judgment

The preparation of financial statements is in conformity with Ind AS, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates include estimates of future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lacs rupees with two decimal points except where otherwise stated.

2.2 Cash Flow Statement

Cash flow statement is reported using the indirect method, whereby profit / (loss) before 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.

2.3 Exceptional Items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Company, is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the Notes to Accounts.

2.4 Property, plant and equipment

a) Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost of asset includes the following

   i. Cost directly attributable to the acquisition of the assets

   ii. Incidental expenditure during the construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is directly related to construction or is incidental thereto.

   iii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.

b) Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.

c) Upon sale of assets cost and accumulated depreciation are eliminated from the financial statements and the resultant gains or losses are recognized in the statement of profit and loss.

d) Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress

For transition to IND-AS, the company has elected to continue with the carrying value of all its property, plant and equipment's recognised as on April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Depreciation

a) Depreciation on Property, plant and Equipment is provided on Straight Line basis (SLM) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013 except in the case of (i) Furniture & Fixtures and (ii) Mobiles Phones & Tablets. In both the categories of these assets, Management has estimated the useful life after taking into consideration the economic benefits embodied in these assets and other factors such as technical obsolescence and wear and tear etc. The estimated useful life of assets for current and comparative period of significant items of property plant and equipment are as follows:

Particulars	Useful Life
Furniture and fixtures	4 year
Computers	3 year
Mobile phones	2 year
Office Equipment's (excluding Mobile Phones)	5 year

(b) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the

item and useful life of that part is different from the useful life of remaining asset.

(c) Leasehold improvements are amortized over the lower of estimated useful life and lease term.

(d) Depreciation methods, useful lives and residual values are reviewed at each reporting date.

(e) Depreciation on individual assets acquired for ₹5000/- or less is depreciated at the rate of 100% taking in to consideration the commercial life in the year of purchase itself.

2.5 Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at historical cost less accumulated amortization and impairment loss, if any.

Intangible assets comprise of license fees, other implementation costs for system software and other application software acquired for in-house use. The costs are capitalized in the year in which the relevant software is implemented for use. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes, and any directly attributable expenditure on making the asset ready for its intended use. intangible assets not ready for intended use as on reporting date is recognised as intangible assets under development.

For transition to IND-AS, the company has elected to continue with the carrying value of all its intangibles assets recognised as on April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Amortization of Intangible Assets

Intangible assets are amortized over their respective estimated useful lives on a straight-line basis from the date that they are available for use. The estimated useful life of acquired softwares are finite (3 years). Amortisation methods, useful lives and residual values are reviewed at each reporting date.

2.6 Impairment of non-financial assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. At each reporting date company assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.

2.7 Investments in subsidiaries, and Joint Arrangements

a) Investment in Subsidiaries

Investments in subsidiaries are accounted for at cost less impairment loss, if any, in seperate financial statements.

b) Joint Arrangement

Investment in joint arrangement are classified as either joint operation or joint ventures. The classification depends on the contractual rights and obligations of each investors rather than the legal structure of the joint arrangement. Company has both joint ventures and joint operations.

i) Joint Operations

Company recognises its direct right to the assets, liabilities, revenue and expenses of joint operations and its share of any jointly held or incurred assets, liabilities, revenue and expenses.

ii) Joint Venture

Investments in Joint Venture are accounted for

at cost less impairment loss, if any, in seperate financial statements.

For transition to IND-AS, the company has elected to continue with the carrying value of all its Investments in subsidiaries and Joint ventures recognised as on April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

2.8 Inventories & Project Accounting

(a) Project Work-in-Progress is valued at the contract rates and construction material at site is stated at cost. Payments made to Zonal Railways for acquiring land included in project Work-in-Progress is stated at cost.

(b) IRFC funded Projects completed and handed over to Railways for operations are being transferred from Project Work in Progress to the Railways. IRFC funded completed projects on transfer are shown as "Lease Receivable" under the heads Non-current/ Current assets in Compliance with Ind-AS 17.

(c) Financial transfers of IRFC funded projects have been carried out in the accounts after handing over / commissioning of the full project to the Zonal Railway and where the expenditure booked against the project at the end of the financial year is at least 95 % of the latest anticipated cost of the work.

(d) The value of projects which are transferred from the project Work in Progress (PWIP) is determined by adding direct expenditure plus management fee as agreed with MoR.

(e) **MoR Funded Projects:** In accordance with revised Procedure Order dt. 30.12.2016 of MoR, PWIP of MoR funded projects are adjusted against fund received from MoR. The amount of expenditure on MoR funded projects recognised during the year including opening balances of PWIP for MoR funded project are being adjusted as at 31.03.2017 from the fund received from MoR and from the subsequent financial year adjustments will be carried out periodically.

2.9 Revenue Recognition

Revenue is recognized based on the nature of activity, when consideration can be reasonably measured and there exists reasonable certainty of its recovery. Revenue from construction/project related activity is recognized as follows:

(a) Projects executed for Ministry of Railways (MOR): Revenue from project execution is determined by adding aggregate cost plus margin agreed with MOR and any subsequent clarifications received in this respect.

(b) Works Executed by Zonal Railways on behalf of RVNL - Revenue from works executed by Zonal Railways on RVNL projects is determined on the basis of statement of Expenditure submitted by the respective Zonal Railways

(c) Deposit works (cost plus contract) related to JCEs (Jointly Controlled Entities) in the form of Special Purpose Vehicles and others): Contract revenue is determined by adding the aggregate cost plus proportionate margin (Direction & General Charges) based on fixed percentage as agreed with the customer.

(d) In case of IRFC funded projects, interest component on instalments received from Ministry of Railway's in netted against the interest payable on IRFC borrowings

(e) Claims are accounted as income in the year of acceptance by client or evidence of acceptance received.

2.10 Other Revenue Recognition

i. Dividend income is recognized when the right to receive is established.

ii. Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable using Effective Interest Rate Method.

2.11 Employee Benefits

a) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits. Benefits such as salaries, wages, and short-term compensated absences, LTC etc. are recognized in the period in which the employee renders the related service.

b) Long Term Employee Benefits :

The obligation for long-term employee benefits such as long-term compensated absences & half pay leave is recognized in the same manner as in the case of defined benefit plans as mentioned in (c)(iii) below

c) Post Employment Benefits

i. *Defined contribution plans:* The Company makes defined contribution to the Regional Provident Fund Commissioner in respect of provident fund scheme, CGIS and employee state insurance scheme. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

ii. *Defined contribution plans:* The Company makes defined contribution to the RVNL Medical and Welfare Trust in respect of RVNL Medical and Welfare Scheme. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

iii. *Defined benefit plans:* Gratuity is a post employment defined benefit plan. The liability recognized in the balance sheet is the present value of the defined benefit obligation at the balance sheet date less fair value of plan assets. The defined benefit obligation is calculated by an independent actuary using projected unit credit (PUC) method. Actuarial gains and losses are recognised immediately in the Profit & Loss Account.

d) Retirement benefits of the 'staff on deputation' have been accounted for on the basis of the guidelines of the Ministry of Railways.

e) Actuarial gains or losses are recognized in Other Comprehensive Income.

f) Re-measurements recognised in Other Comprehensive Income are comprising actuarial gains or losses that are not reclassified to profit or loss from Other Comprehensive Income in subsequent periods.

2.12 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. (Functional Currency) The financial statements are presented in Indian rupees, which is the presentation currency of company

Foreign Currency Transactions

i. All foreign currency transactions are translated into functional Currency at the rate prevalent on the date of transaction

ii. Non-monetary items are translated at the rate on the date of initial transaction.

iii. Monetary items denominated in foreign currency are translated at the prevailing closing buying rate at each reporting date.

iv. Foreign exchange gain or losses in respect of monetary and non-monetary items is recognised in statement of profit and loss.

2.13 Borrowing Cost

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

2.14 Tax expenses represents the sum of current tax and deferred tax

a) Current Income Tax

i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.

ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.

iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities Liability for additional taxes, if any, is provided / paid as and when assessments are completed.

iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b) Deferred tax

i. Deferred income tax is recognized using balance sheet approach.

ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

2.15 Leases

a Company as a lessee

Finance Lease:-

(i) that transfers substantially all the risks and rewards incidental to ownership of an asset

(ii) are capitalised at lease inception at lower of fair value or present value of minimum lease payment

(iii) Payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability.

(iv) Finance charges are recognised in finance costs in the statement of profit and loss.

(v) Depreciated over the useful life of the asset. However, if there is no reasonable certainty to obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating Lease:-

i. is classified as operating lease when significant

portion of the risk and rewards are not transferred to the company.

ii. payment are charged to profit and loss on straight-line basis over the lease term except where lease payment are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increase

b) **Company as a lessor**

Finance Lease

i. is recognised when substantially all of the risks and rewards of ownership transfer from the company to the lessee.

ii. Payment due are recorded as receivables at the company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Operating Lease

i. are the leases in which the company does not transfer substantially all the risks and rewards of ownership to the lessee. ii. incomes are recognized as income in the statement of profit & loss on straight-line basis over the lease term except where lease payment are structured to increase in line with expected general inflation expected general inflation to compensate for the expected inflationary cost increase

2.16 Provisions

Provision is recognised when:

i) The Company has a present obligation as a result of a past event,

ii) A probable outflow of resources is expected to settle the obligation and

iii) A reliable estimate of the amount of the obligation can be made.

Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received

Provisions are reviewed at each Balance Sheet date.

a) Discounting of Provisions

Provision which expected to be settled beyond 12 months are measured at the present value by using pretax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

2.17 Contingent Liabilities and contingent Assets

(a) Contingent Liabilities are disclosed in either of the following cases:

i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or

ii) A reliable estimate of the present obligation cannot be made; or

iii) A possible obligation, unless the probability of outflow of resource is remote.

(b) Contingent assets is disclosed where an inflow of economic benefits is probable.

(c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.

(d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

2.18 Earnings Per Share

In determining earnings per share, the Company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The dilutive earning per share is not computed as there is no dilution involved during the year.

2.19 Liquidated Damages and Penalties

Credit items arising on account of Liquidated Damages and Penalties during execution of contract or due to termination of contract etc. are carried as "Retention Money" under "other Current Liabilities" until the final Closure of the Project. Thereafter, i.e. on financial closure of the Project, such leftover balances of liquidity Damages and Penalties are credited to the total cost of the concerned project.

2.20 Stale Cheques Policy

Cheques which have not been cleared within the validity period of 3 months are credited to the stale cheque account. Items which are more than 3 yrs.' old and could not be cleared in stale cheque account are credited to the head which was earlier debited while making payments except deductions made from salary of staff which are credited to misc income.

2.21 Operating Segment

Operating segments are reported in the manner consistent with the internal reporting provided by the Chief Operating Decision Maker (CODM). Chairman and Managing Director of the company has been identified as CODM. Company has identified only one reportable segment i.e. Development of Railway Infrastructure.

2.22 Fair Value Measurement

Company measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

2.23 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

2.24 Financial instruments:-

(A) Initial recognition and measurement

Financial Instruments are recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

(B) Subsequent measurement

(i) Financial Assets

Financial assets are classified in following categories:

a) At Amortised Cost

b) Fair value through Other Comprehensive Income.

c) Fair value through Profit and loss account.

a. Debt instrument at Amortised Cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

(a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

(b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets measured at amortised cost using effective interest rate method less impairment if any. The EIR amortisation is included in finance income in the statement of profit and loss.

b. Debt instrument at FVTOCI

A debt instrument is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the Other Comprehensive Income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned is recognised using the EIR method.

c. Debt instrument at FVTPL

FVTPL is a residual category for financial Assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. In addition, the company may elect to designate financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. If doing so reduces or eliminates a measurement or recognition inconsistency. The company has not designated any financial asset as at FVTPL. Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L. Investment in Equity instruments are measured through FVTPL.

(ii) Financial liabilities

a) Financial liabilities at Amortised Cost

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The company has not designated any financial liabilities at FVTPL.

b. Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

c. Impairment of financial assets:

Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows' simplified approach' for recognition of impairment loss allowance on trade receivable. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it

recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applies on whether there has been significant increase in credit risk.

2.25 Non-current Assets (or disposal groups) held for Sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortised once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position

If the criteria stated by IND AS 5 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.

2.26 Standard issued but not yet effective for the Financial Year 2016-17

IND AS 115 Revenue from Contracts with Customers

MCA had notified IND AS 115 on Revenue from Contracts with Customers in Feb 2015. The standard establishes a new five step model that will apply to revenue arising from Contracts with customers. Under IND AS 115, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IND AS 115 provide a more structured approach to measuring and recognizing revenue. The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IND AS.

The effective date of Ind-AS 115 is annual periods beginning on or after 1st January 2018, with early adoption permitted. The Company is required to adopt the standard by the Financial Year commencing 1st April 2018.

Note 3: Property, Plant and equipment

(₹ in Lakhs)

Particulars	Lease hold Improvements	Furniture and Fixtures	EDP Assets	Office Equipment's	Total
Cost or Deemed cost					
At 1 April 2015	**909.11**	**649.85**	**1,022.37**	**672.47**	**3,253.80**
Additions during the year	98.98	102.65	177.50	116.54	495.67
Disposals/Adjustments	-	12.22	37.11	21.53	70.86
At 31 March 2016	**1,008.09**	**740.28**	**1,162.76**	**767.48**	**3,678.61**
Additions during the year	114.30	159.67	254.30	145.64	673.91
Disposals/Adjustments	-	91.48	151.70	171.94	415.12
At 31 March 2017	**1,122.39**	**808.47**	**1,265.36**	**741.18**	**3,937.40**
Depreciation and impairment					
At 1 April 2015	**716.97**	**557.52**	**839.88**	**563.20**	**2,677.57**
Depreciation charge for the year	92.98	87.24	173.84	110.48	464.54
Impairment	-	-	-	-	-
Disposals/Adjustments	-	9.66	31.74	17.37	58.77
At 31 March 2016	**809.95**	**635.10**	**981.98**	**656.31**	**3,083.34**
Depreciation charge for the year	99.82	128.47	166.95	102.44	497.68
Impairment	-	-	-	-	-
Disposals/Adjustments	-	87.95	142.44	160.02	390.41
At 31 March 2017	**909.77**	**675.62**	**1,006.49**	**598.73**	**3,190.61**
Net book value					
At 31 March 2017	**212.62**	**132.85**	**258.87**	**142.45**	**746.79**
At 31 March 2016	**198.14**	**105.18**	**180.78**	**111.17**	**595.27**
At 1 April 2015	**192.14**	**92.33**	**182.49**	**109.27**	**576.23**

3.1 Assets with WDV less than ₹ 1,000/- have been written off in FY 2016-17 approximately to ₹ 7.74 Lakhs

Note 4: Capital Work in Progress

(₹ in Lakhs)

Particulars	Amount
At 1 April 2015	**142.45**
Additions during the year	19.62
Adjustments	162.07
At 31 March 2016	**-**
Additions during the year	-
Adjustments	-
At 31 March 2017	**-**
Net Book Value	
At 31 March 2017	**-**
At 31 March 2016	**-**
At 1 April 2015	**142.45**

4.1 Capital work in progress comprises the multi functional complex which has been constructed in accordance with the MOU entered with RLDA. During financial year 2015-16, it has been charged off to the administrative expenses.

RVNL

Note 5: Intangible Assets

(₹ in Lakhs)

Particulars	Intangible assets under development (ERP)	"Other Intangibles (Software)"	Total
Cost or deemed cost			
At 1 April 2015	**165.75**	**102.89**	**268.64**
Additions during the year	392.37	1.09	393.46
Disposals/Adjustments	-	98.93	98.93
At 31 March 2016	**558.12**	**5.05**	**563.17**
Additions during the year	714.70	0.72	715.42
Disposals/Adjustments	-	-	-
At 31 March 2017	**1,272.82**	**5.77**	**1,278.59**
Amortisation and Impairment			
At 1 April 2015	**-**	**100.29**	**100.29**
Amortisation for the year	-	2.39	2.39
Impairment	-	-	-
Disposals/Adjustments	-	98.93	98.93
At 31 March 2016	**-**	**3.75**	**3.75**
Amortisation for the year	-	1.51	1.51
Impairment	-	-	-
Disposals/Adjustments	-	-	-
At 31 March 2017	**-**	**5.26**	**5.26**
Net book value			
At 31 March 2017	**1,272.82**	**0.51**	**1,273.33**
At 31 March 2016	**558.12**	**1.30**	**559.42**
At 1 April 2015	**165.75**	**2.60**	**168.35**

RVNL

Note 6: Financial Assets Non Current

6.1 Investments

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
A. Investment in Equity instruments of joint ventures (fully paid-up) Unquoted-at-cost			
Kutch Railways Company Limited 10,00,00,000 Equity Share of ₹10 Each fully paid up & 2,50,00,000 Bonus Share of ₹10 Each fully paid up	10,000.00	10,000.00	10,000.00
Haridaspur Paradip Railways Company Limited 17,96,90,000 Equity Share of ₹10 Each fully paid up (As at March 31,2016 & as at April 1,2015 17,00,00,000 Equity Share of ₹10 Each fully paid up)	17,969.00	17,000.00	17,000.00
Krishnapatnam Railways Company Limited 8,10,00,000 Equity Share of ₹10 Each fully paid up	8,100.00	8,100.00	8,100.00
Bharuch Dahej Railways Company Limited 5,50,00,000 Equity Share of ₹10 Each fully paid up	5,500.00	5,500.00	5,500.00
Angul Sukinda Railways Company Limited 18,90,00,000 Equity Share of ₹10 Each fully paid up	18,900.00	18,900.00	18,900.00
Dighi Roha rail Limited 50,000 Equity Share of ₹10 Each fully paid up	5.00	5.00	-
Total (Equity instruments in joint ventures)	**60,474.00**	**59,505.00**	**59,500.00**
B. Investment in Equity instruments of subsidiaries (fully paid-up) Unquoted-at-cost			
High Speed Rail Corporation of India Limited	10.74	10.74	10.74
1,07,411 Equity share of ₹10 Each fully paid up			
Total (Equity instruments in subsidiaries)	**10.74**	**10.74**	**10.74**
C. Share Application Money pending Allotment			
Indian Port Rail Corporation Limited	-	1,000.00	-
Total (Share Application Money pending Allotment)	**-**	**1,000.00**	**-**
D. Investment in Equity instruments Others (Unquoted)			
Indian Port Rail Corporation Limited 1,00,00,000 Equity Share of ₹10 Each fully paid up	1,000.00	-	-
Total (Investment in equity instruments others)	**1,000.00**	**-**	**-**
Total Non current investments	61,484.74	60,515.74	59,510.74
Aggregate value of unquoted investments	61,484.74	60,515.74	59,510.74
Aggregate amount of impairment in value of investments	-	-	-

(i) Company has recognised investment in subsidiaries and joint ventures at cost in accordance with para 10 of Ind AS 27.

6.2 Lease Receivables

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
Unsecured, considered good						
Opening Balance	63,676.81		49,846.39		47,843.70	
Add: Transfer during the Period	1,05,550.37		43,637.30		17,561.36	
Add/(less): Adjustment during the year	(34,508.11)		(18,908.55)		(7,925.45)	
Less: Repayment to be made within 12 months	(20,043.23)	1,14,675.84	(10,898.33)	63,676.81	(7,633.22)	49,846.39
Total		**1,14,675.84**		**63,676.81**		**49,846.39**

(i) Lease receivable represents the amount receivable from Ministry of Railway in respect of the projects which was IRFC funded and has already been transferred to concerned zonal railways. (Refer Note 31(c))

(ii) Lease receivables are interest bearing equal to the amount which has been charged by IRFC in respect of the borrowings outstanding for completed projects.

6.3 Loans

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Loan to employees (refer note31(a))	70.38	77.84	96.12
Total	**70.38**	**77.84**	**96.12**

6.4 Other Financial Assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
(a) Recoverable from Ministry of Railways (Interest Accrued but not due)	49,142.56	49,718.34	46,106.25
(b) Security Deposit	585.89	411.31	250.12
Total	**49,728.45**	**50,129.65**	**46,356.37**

Note 7: Deferred Tax

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Deferred tax assets	4,096.06	3,749.80	2,920.62
Deferred tax liabilities	-	-	-
Deferred tax assets (net of deferred tax liabilities)	**4,096.06**	**3,749.80**	**2,920.62**
The balance comprises to temporary differences attributable to:			
Deferred Tax Assets			
(a) Depreciation and amortisation	237.71	194.71	139.41
(b) Employee Benefits	445.65	221.41	96.68
(c) MAT Credit Entitlement	3,412.70	3,333.68	2,684.53
	4,096.06	**3,749.80**	**2,920.62**

Movement in Deferred Tax Liability/(Asset)

Particulars	Property, Plant and Equipment Intangible Assets	Employee Benefits	MAT credit	Total
At 1 April 2015	**139.41**	**96.68**	**2,684.53**	**2,920.62**
Charged/(credited)				
To Profit & Loss	55.30	120.96	649.15	825.41
To other comprehensive income	-	3.77	-	3.77
At 31 March 2016	**194.71**	**221.41**	**3,333.68**	**3,749.80**
Charged/(credited)				
To Profit & Loss	43.00	219.67	79.02	341.69
To other comprehensive income	-	4.57	-	4.57
At 31 March 2017	**237.71**	**445.65**	**3,412.70**	**4,096.06**

Note 8: Other Non Current Assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Capital Advance*	16,340.89	-	-
Prepaid Expenditure (Arising onFair Value Adjustment on Financial Assets-Note no 30)"	64.77	89.89	86.25
	16,405.66	**89.89**	**86.25**

*The BoD in its 80th meeting has approved purchase of land at NOIDA to be used for Training Facility and for other purposes.

Note 9: Project Work-in-Progress

(₹ in Lakhs)

S. No.	Particulars	Balances as on 01.04.2015	Addition from 01-04-2015 to 31-03-2016	Project transferred from 01-04-2015 to 31-03-2016	Balances as on 31.03.2016	Addition from 01-04-2016 to 31-03-2017	Project transferred from 01-04-2016 to 31-03-2017	Balances as on 31.03.2017
		(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
1	**Civil Works**							
	Bridges	2,33,098.43	80,108.31	8,593.40	3,04,613.34	84,702.04	3,75,690.71	13,624.67
	Civil Works	11,944.55	(10,136.57)	(365.74)	2,173.72	(166.55)	1,417.35	589.82
	Preliminary Project Expenditure	9,761.48	1,777.92	424.78	11,114.63	2,353.82	13,411.28	57.17
	Equipments Plants and Machinery	1,857.89	5,104.85	211.19	6,751.55	14,406.92	21,152.66	5.81
	Formation	1,12,779.35	37,976.21	3,524.35	147,231.21	42,797.68	1,75,972.91	14,055.98
	Land	17,764.00	2,616.68	43.45	20,337.24	21,898.56	41,924.29	311.51
	Permanent Way	3,61,904.35	1,28,608.06	38,282.07	4,52,230.35	1,22,013.17	5,47,559.59	26,683.93
	Detailed Design & Engineering (Civil)	1,208.01	566.85	0.00	1,774.86	940.47	2,659.42	55.91
	Station Buildings	66,081.80	37,483.30	2,918.21	1,00,646.89	56,805.06	1,55,214.48	2,237.47
	Total Civil Work (A)	**8,16,399.86**	**2,84,105.61**	**53,631.71**	**10,46,873.79**	**3,45,751.17**	**13,35,002.69**	**57,622.27**
2	**S & T Work**							
	Detailed Design & Engineering	2,446.28	13.39	2.13	2,457.54	21.19	2,478.10	0.63
	Signaling Arrangement	36,968.90	20,404.68	6,100.87	51,272.71	25,361.01	72,238.92	4,394.80
	Telecommunication Arrangement	1,011.44	64.32	0.01	1,075.76	224.90	1,300.62	0.04
	Signaling & Telecom Works	52,275.05	6,533.07	1,345.82	57,462.30	10,686.45	67,750.20	398.55
	Total S & T Work (B)	**92,701.67**	**27,015.46**	**7,448.83**	**1,12,268.31**	**36,293.55**	**1,43,767.84**	**4,794.02**
3	**Electrical Works**							
	General Electrification	45,913.04	7,632.68	1,131.69	52,414.04	13,060.95	65,198.78	276.21
	Detailed Design & Engineering (Electrical)	491.80	187.57	0.74	678.62	15.15	693.77	-
	Overhead Electric Equipment	1,14,671.39	34,484.74	514.56	1,48,641.58	42,176.59	1,85,963.85	4,854.32
	Total Electrical Work (C)	**1,61,076.23**	**42,304.99**	**1,646.99**	**2,01,734.24**	**55,252.69**	**2,51,856.40**	**5,130.53**
4	**Incidental Expenditure during Construction Period**							
	Opening Balance	14,415.94		189.77	14,226.17	-	14,225.67	0.50
	Project related Direct Expenditure							-
	Project management Consultancy	6,050.27	9,162.25	28.96	15,183.56	11,740.30	25,489.43	1,434.43
	Direction & General Charges to Railways	352.01	1,032.26	22.50	1,361.77	597.13	1,876.90	82.00
	Total Incidental Expenditure During Construction Period	**20,818.22**	**10,194.51**	**241.23**	**30,771.50**	**12,337.43**	**41,592.00**	**1,516.93**
	Less: Interest on Mobilisation Advance	4,421.52	4,776.70	-	9,198.22	4,195.96	12,647.91	746.27
	Net Incidental expenditure Apportioned to Projects in the ratio of spending on individual projects to project expenditure (D)	**16,396.70**	**5,417.81**	**241.23**	**21,573.28**	**8,141.47**	**28,944.09**	**770.66**
5	**Others**							
	Expenditure Pending Allocation	5,308.37	(1,037.78)	-	4,270.59	(447.01)	3,823.57	0.00
	Management fees	65,268.19	30,219.38	273.60	95,213.97	36,685.06	126,221.06	5,677.97
	Total Others (E)	**70,576.56**	**29,181.60**	**273.60**	**99,484.56**	**36,238.05**	**130,044.63**	**5,677.97**
	Total Project Work in Progress	**1,157,151.02**	**3,88,025.47**	**63,242.36**	**14,81,934.18**	**4,81,676.93**	**18,89,615.65**	**73,995.45**

	Less: Credit from Release Material	3.51	-	0.27	3.24	-	3.24	-
	Less: Deposit (LD, Penalty & Misc Deposit)	671.78	-	123.35	795.13	1,932.30	2,727.43	-
	Net Project Work in Progress for MOR Projects	**11,56,475.73**	**3,88,025.47**	**63,365.98**	**14,81,135.81**	**4,79,744.63**	**18,86,884.98**	**73,995.45**
	Other Work in Progress	-	14.24	-	14.24	67.28	-	81.52
	Total work in progress (MOR + Others)	**11,56,475.73**	**3,88,039.71**	**63,365.98**	**14,81,150.05**	**4,79,811.91**	**18,86,884.98**	**74,076.97**

a. Land cost included in Project Work in Progress represents payments made through various Zonal Railways/ to concerned authority for the purpose of acquisition of land. The total payment made amounts to ₹42,235.80 lakhs (as on 31.03.2016 ₹20,337.24 lakhs).The land so acquired is in the name of the concerned Zonal Railway.

b. The Company is executing projects assigned by MOR. In some of the projects, initially transferred to the Company, work was already in progress and some of the Zonal Railways had incurred expenditure on those projects prior to their transfer to the Company. The expenditure made by the concerned Railways prior to the formation of the Company has not been taken into account.

c. In the opinion of the Management, the value of current assets, loans and advances on realization in the ordinary course of business, will not be less than the value at which these have been stated in the Balance Sheet.

d. "Interest on mobilization Advance, recovered from the Contractors as per the terms and conditions of the contract, is being credited to the project."

e. As per Ministry of Railway's letter no. 2004/W-1/RVNL/15 dated 24.4.2006, it was advised that "after physical completion of the work by RVNL, the asset should be straight away transferred to the concerned Zonal Railway who will add the value of the created asset in their block account." Further, as per Procedure Order issued by Ministry of Railways dated 17.12.2013 for Budgeting, Release/Accountal of funds to/by RVNL and financial transfer of completed projects by RVNL, it was directed that after handing over of the complete project by RVNL for operation and maintenance to Zonal Railways, RVNL would provide the complete details of booking of expenditure to Railway Board to facilitate the financial transfer of the project to the concerned railway. From 2007-08 onwards, Ministry of Railways was releasing funds to RVNL for execution of projects as a "Project Advance". Accordingly, it was not practical for the Zonal Railways to book the expenditure against projects as and when it occurred. However, from 2016-17 onwards,in terms of revised Procedure Order dated 30.12.2016, the Ministry of Railways decided that funds will be released to RVNL for project execution on "reimbursement" basis. At the time of reimbursement the Ministry of Railways is advising the Zonal Railways the project wise actual expenditure incurred by RVNL. This amount is to be accounted for by the Zonal Railways against the specific project directly. At the end of the Financial Year, RVNL is also intimating the total expenditure incurred against the project during the year. As the expenditure is to be accounted for in the Block Account of the respective railways in the same year, the expenditure incurred on projects and accounted for in the books of railways have been adjusted against the fund received from MoR.

f. Explaination of Change in Accounting policy: The PWIP was being accounted as per Procedure Order dt. 17.12.2013 for MoR funded projects. Accordingly, MoR funded projects were transferred when at least 95% of latest anticipated cost has been incurred. The new Procedure order dt. 30.12.2016 required to submit statement of expenditure on projects before completion of the projects and adjustment of the value against fund received for the projects. Therefore, the treatment of PWIP has been changed from retaining in the accounts of RVNL to adjust periodically against the funds received.

g. Impact of Change in Accounting Policy: The total value of Project Work in progress adjusted during the financial year are ₹1886,884.97 lakhs. Out of the same, the value of projects funded through MOR including State Governments sources are of ₹1781,334.60 lakhs (previous year ₹19,604.76 lakhs) and IRFC funded are of

₹105,550.37 lakhs (previous year ₹43,637.31 lakhs). Hence, there is decrease in assets as well as in liabilities of ₹18,86,884.97 lakhs. There is no impact of this change on Statement of Profit & Loss. Due to this change, the decrease in assets and liabilities is more by ₹15,16,795.91 lakhs.

Further with regard to IRFC funded projects, Project Work in Progress has been reduced by the amount of ₹1,05,550.37 lakhs (Previous Year ₹43,637.31 lakhs) and corresponding asset has been created Lease Receivable in accordance with the procedure order finalized by MoR and in accordance with Ind-AS 17 for lease.

Note: - 10 Financial Assets Current

10.1 Trade Receivables

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Receivables from related parties (Refer Note 41)	27,268.78	47,281.00	19,068.81
Other Trade receivables	830.88	1,054.09	23.26
Total Trade Receivables	**28,099.66**	**48,335.09**	**19,092.07**

(i) Receivables from related parties are interest bearing at BR+1%.

10.2 Lease Receivables

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Opening Balance	10,898.33	7,521.71	5,615.83
Add: Transfer during the Period	20,043.23	10,898.33	7,633.22
Less: Amount received	(10,898.33)	(7,521.71)	(5,727.34)
Total Lease Receivables	**20,043.23**	**10,898.33**	**7,521.71**

(i) Lease receivables-current represents receivable from railways within 12 months in respect of the completed projects which has been transferred to railways. For details refer note 6.2.(i)(ii).

10.3 Cash and Cash equivalent

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
(i) Balances with Bank			
-- Current Account	13,643.43	5,847.45	10,078.81
-- Fixed Deposits (Maturity less than 3 Months)	1,11,300.00	1,31,000.00	70,400.00
(ii) Cheque-in-Hand	-	746.25	-
Total	**1,24,943.43**	**1,37,593.70**	**80,478.81**

(i) There are no restrictions with regards to cash and cash equivalents as at the end of the reporting periods and prior periods.

10.4 Bank Balances other than Cash and Cash equivalent

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Other Bank Balances			
(i) Balances with Bank			
Term Deposit in Schedule Bank (Maturity more than 3 Months but less than 12 months)	1,45,000.00	1,65,500.00	48,500.00
Total	**1,45,000.00**	**1,65,500.00**	**48,500.00**

10.5 Loans

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Loan to employees {Refer Note 31 (a)}	71.85	78.63	112.43
Loan to Director	-	1.08	0.46
Total	**71.85**	**79.71**	**112.89**

10.6 Other Financial Assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
"Recoverable from Ministry of Railways (Interest Accrued but not due) Refer Note 6.2 (ii)"	24,674.78	20,800.42	21,362.50
Recoverable from Telangana State Govt.	18,645.10	-	-
Security Deposit	34.14	25.71	27.79
Other Receivables	521.15	419.72	175.64
Interest accrued on Fixed Deposit	280.94	902.12	369.00
Total	**44,156.11**	**22,147.97**	**21,934.93**

Note 11: Other current assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
(a) Advances Other than Capital Advances			
Advances to Zonal Railways	17,715.48	13,581.48	9,257.02
Advances for Sleepers	15,811.74	20,461.02	12,481.36
Mobilization Advances	18,905.61	26,315.31	26,668.04
Other Advances	96,826.08	71,691.46	39,054.59
(b) Others			
Interest accrued on Mobilization Advance	500.23	595.21	699.97
(c) Prepaid Expenditure (Arising on Fair Value Adjustment on Financial Assets-Note 30)"	33.16	42.96	52.16
Total	**1,49,792.30**	**1,32,687.44**	**88,213.14**

Note 12: Current Tax

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
12.1 Current Tax Asset			
Advance Tax and TDS	10,623.54	-	-
Less: Direct Tax Payable	(10,317.53)	-	-
Income Tax Refundable	763.32	763.27	1,682.12
Total	**1,069.33**	**763.27**	**1,682.12**

12.2 Current Tax Liabilties

Direct Tax Payable	-	7,771.62	5,063.45
Less : Advance Tax and TDS	-	7,613.76	4,129.77
Total	**-**	**157.86**	**933.68**

Note 13 : Equity Share capital

(₹ in Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	1 April 2015
Authorised share capital 3,00,00,00,000.00 Equity shares of ₹10 each	300,000.00	300,000.00	300,000.00
	3,00,000.00	3,00,000.00	3,00,000.00
Issued/Subscribed and Paid up Capital			
2,08,50,20,100.00 Equity shares of ₹10 each (100% shareholding with MOR)	2,08,502.01	2,08,502.01	2,08,502.01
	2,08,502.01	**2,08,502.01**	**2,08,502.01**

Details of shareholder holding more than 5% in the company

Name of the shareholder	As at 31 March 2017		As at 31 March 2016		As at 1 April 2015	
	No in Shares (₹ in Lakhs)	% holding in the class	No in Shares (₹ in Lakhs)	% holding in the class	No in Shares (₹in Lakhs)	% holding in the class
Equity shares of INR each fully paid						
Ministry of Railways (MoR)	20,850.20	100	20,850.20	100	20,850.20	100
Total	**20,850.20**	**100**	**20,850.20**	**100**	**20,850.20**	**100**

1. Rights, Preferences and Restrictions attaching to shares

Equity Shares: The Company has one class of Equity Shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Reconciliation of the number of equity shares and share capital

Particulars	As at 31 March 2017		As at 31 March 2016		As at 1 April 2015	
	No in Shares (₹ in Lakhs)	₹ in Lakhs	No in Shares (₹ in Lakhs)	₹ in Lakhs	No in Shares (₹ in Lakhs)	₹ in Lakhs
Issued/Subscribed and Paid up equity Capital outstanding at the beginning of the year	20,850.20	208,502.01	20,850.20	208,502.01	20,850.20	208,502.01
Add: Shares Issued during the year	-	-	-	-	-	-
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	**20,850.20**	**2,08,502.01**	**20,850.20**	**2,08,502.01**	**20,850.20**	**2,08,502.01**

Note 14: Other Equity

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
General Reserve	7,100.00	7,100.00	7,100.00
Retained Earnings	93,077.20	85,555.49	59,672.89
	100,177.20	92,655.49	66,772.89

Note 14.1

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016
(a) General Reserve		
As per last Balance sheet	7,100.00	7,100.00
Add: Transfer from retained earning	-	-
	7,100.00	**7,100.00**
(b) Retained Earnings		
As per last Balance Sheet	85,555.49	59,672.89

Add: Profit after Tax	38,502.58	30,402.05
Less: Dividend declared and paid during the year	(11,510.00)	(3,720.00)
Less: Dividend distribution tax (DDT) on dividend declared and paid	(2,343.17)	(757.31)
Less: Interim Dividend paid during the year	(14,200.00)	-
Less: Dividend distribution tax (DDT) on Interim dividend paid	(2,890.79)	-
Items of Other comprehensive income recognised directly in retained earnings		
Remeasurements of defined benefits plans, net of tax	(36.91)	(42.14)
	93,077.20	**85,555.49**

(i) On 22nd September 2015 a dividend of ₹0.17842 per share was paid to the holders of equity shares (total dividend ₹3,720.00 lakhs and DDT of ₹757.31 lakhs). On dated 22nd September 2016, the dividend of ₹0.55203 per share was paid to the holders of equity shares (total dividend of ₹11,510.00 lakhs and DDT of ₹2,343.17 lakhs).

(ii) In respect of the year ended 31 March 2017, the Board of Directors declared interim dividend of ₹0.6810 per share on equity shares as on 23-12-2016 and 16-03-2017 (total dividend of ₹14,200 lakhs and DDT of ₹2,890.79 lakhs).

(iii) Proposed dividend for the year ended 31 March 2017 is ₹15,450.00 lakhs (₹0.74 per share on 20,850.20 lakhs no. of equity shares) and DDT ₹3,145.26 lakhs

Note 15 : Financial Liability - Non Current

15.1 Borrowings

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
Unsecured						
(i) Indian Railway Finance Corporation						
Opening Balance	2,12,690.00		205,290.83		1,95,315.00	
Addition during the year	3,713.00		25,590.00		27,300.00	
Less Repayment made with in 12 months	(21,857.50)	**1,94,545.50**	(18,190.83)	**2,12,690.00**	(17,324.17)	**2,05,290.83**
(ii) Interest accrued but not due (IRFC Loan)						
Opening Balance	49,718.34		46,106.25		43,747.78	
Addition during the year	24,717.45		25,063.67		24,395.24	
Less Repayment made with in 12 months	(25,293.23)	**49,142.56**	(21,451.57)	**49,718.34**	(22,036.77)	**46,106.25**
Total		**2,43,688.06**		**2,62,408.34**		**251,397.08**

Terms of Repayment:

(iii) There is a moratorium period of 3 years for each year's loan. During the said moratorium period, no amount on account of interest and principal shall be payable. The interest shall be charged on yearly basis and repayment of loan shall be once in a year (for a period of 12 years) after the completion of moratorium period. Ministry of Railways would make available to RVNL the required funds thereafter, to enable them to do the debt servicing. The debt servicing will pass through RVNL books.

(iv) Company has borrowed funds ₹3,713.00 Lakhs (Financial year 2015-16: ₹25,590.00 Lakhs) during the period from Indian Railway Finance Corporation (IRFC). The outstanding borrowing is ₹216,403.00 lakhs (as at 31.03.2016 : ₹230,880.83 lakhs, as at 01.04.2015: ₹2,22,615.00 Lakhs), which includes current liability i.e. repayable in next twelve months ₹21,857.50 lakhs (as at 31.03.2016: ₹18,190.83 lakhs, as at 01.04.2015 : ₹17,324.17 Lakhs).

(v) The interest liability has been assessed on the amount disbursed in financial year 2016-17 at the rate of 8.19% (rates applicable for the amount disbursed in the year 2015-16 is 8.68 %). The interest accrued but not due on the IRFC loan amount has been shown in the Balance Sheet as recoverable from MOR under Current Assets & Non-Current assets (for the interest non recoverable in next 12 Months) and the interest payable but not due under the Current Liabilities and Non-Current Liabilities (for the interest not payable in next 12 Months) payable to IRFC.

Note 16 : Provisions

(₹ in Lakhs)

Particulars	Provisions for employee benefits							Total
	Provision for Foreign Service Contribution	Provision for PRP/PLI	Provision for Retirement Benefit	Provision for LTC	Provision for Ex Gratia	Provision for 7th Pay Commission	Provision for 3rd PRC	
At 1-April-2015	**632.16**	**431.48**	**573.72**	**16.24**	**300.03**	**-**	**-**	**1,953.63**
Current	632.16	431.48	65.62	16.24	300.03	-	-	1,445.53
Non Current	-	-	508.10	-	-	-	-	508.10
Provision made during the year	481.00	467.60	279.98	15.98	535.00	298.21	-	2,077.77
Utilization during the year	(594.51)	(89.76)	(40.41)	(14.96)	(300.93)	-	-	(1,040.57)
At 31-March-2016	**518.65**	**809.32**	**813.29**	**17.26**	**534.10**	**298.21**	**-**	**2,990.83**
Current	518.65	809.32	62.82	17.26	534.10	298.21	-	2,240.36
Non Current	-	-	750.47	-	-	-	-	750.47
Provision made during the year	1,253.51	544.65	195.42	61.08	615.25	635.60	140.21	3,445.72
Utilization during the year	(327.90)	(420.38)	(43.54)	(13.83)	(515.12)	(138.21)	-	(1,458.98)
At 31-March-2017	**1,444.26**	**933.59**	**965.17**	**64.51**	**634.23**	**795.60**	**140.21**	**4,977.57**
Current	1,444.26	933.59	76.46	64.51	634.23	795.60	140.21	4,088.86
Non Current	-	-	888.71	-	-	-	-	888.71

Foot Note

16.1 Foreign Service Contribution :

The majority of the officers / staff employed in RVNL are on deputation from Indian Railways. RVNL is paying Foreign Service Contribution to the Indian Railways towards retirement benefits.

16.2 For RVNL Employees

The disclosure required under Indian Accounting Standard-19 "Employee Benefit" in respect of defined benefit plan is:

Reconciliation of opening and closing balances of the present value of the defined benefit obligation:

Particulars	Gratuity		Leave Encashment		Half Pay Leave		LTC	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Opening Balance	316.15	192.53	425.87	334.51	71.27	46.68	17.26	16.24
Interest Cost	25.29	15.40	34.07	26.76	5.70	3.73	1.38	1.30
Current Service Cost	90.80	78.16	88.95	96.90	14.57	15.95	14.54	4.77
Benefit Paid	(17.41)	(5.94)	(26.12)	(34.47)	-	-	(13.83)	(14.96)
Actuarial (Gain)/ Loss on Obligation	(3.68)	35.99	(51.15)	2.17	(13.00)	4.90	45.16	9.91
Closing Balance	**411.15**	**316.15**	**471.62**	**425.87**	**78.54**	**71.27**	**64.51**	**17.26**

Amount Recognised in Statement of Profit and Loss

Particulars	Gratuity		Leave Encashment		Half Pay Leave		LTC	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Interest Cost	25.29	15.40	34.07	26.76	5.70	3.73	1.38	1.30
Current Service Cost	90.80	78.16	88.95	96.90	14.57	15.95	14.54	4.77
Actuarial (Gain)/ Loss on Obligation	-	-	(51.15)	2.17	(13.00)	4.90	-	-
	116.09	**93.57**	**71.87**	**125.83**	**7.27**	**24.59**	**15.92**	**6.07**

Amount Recognised in Other Comprehensive Income account

Particulars	Gratuity		Leave Encashment		"Half Pay Leave `"		LTC	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Actuarial (Gain)/ Loss on Obligation	(3.68)	35.99	-	-	-	-	45.16	9.91
	(3.68)	**35.99**	**-**	**-**	**-**	**-**	**45.16**	**9.91**

Leave Encashment including Half pay Leave is payable to employees on retirement. The amount of Leave Encashment payable is based on past service and salary at time of retirement.

There are no Investment held against the provision for gratuity and leave encashment.

ACTUARIAL ASSUMPTIONS	2016-17	2015-16
Method Of Valuation :	Project Unit Credit Method	Project Unit Credit Method
Discount Rate :	7.50%	8.00%
Salary Escalation Rate:	6.50%	6.50%
Retirement Age:	60 Years	60 Years
Withdrawal Rate:	3% at younger ages and reducing to 1% at older ages according to graduated scale.	3% at younger ages and reducing to 1% at older ages according to graduated scale.
Mortality Rate	India Assured Lives Mortality (2006-08) Ult.	India Assured Lives Mortality (2006-08) Ult.

Sensitivity analysis:

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the statement of financial position.

For the period ended 31st March 2017

Change in	Change in assumptions	Effect on Gratuity obligation	Effect on Leave Encashment	Effect on Half pay Leave	Effect on LTC
Discount Rate	+0.5%	(18.71)	(13.91)	(2.35)	(2.34)
	-0.5%	20.60	14.70	2.48	2.50
Salary Growth Rate	+0.5%	20.70	14.77	2.50	-
	-0.5%	(18.96)	(14.10)	(2.38)	-

Note: - 17 Financial Liability Current

17.1 Borrowings *

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
(i) Indian Railway Finance Corporation						
Opening balance	18,190.83		17,324.17		16,425.00	
Add: Addition during the Year	21,857.50		18,190.83		17,324.17	
Less: Repayment during the year	(18,190.83)	21,857.50	(17,324.17)	18,190.83	(16,425.00)	17,324.17
(ii) Interest accrued but not due (IRFC Loan)						
Opening balance	20,800.42		21,362.50		21,723.63	
Add: Addition during the Year	25,293.23		21,451.57		22,036.77	
Less: Repayment during the year	(21,418.87)	24,674.78	(22,013.66)	20,800.42	(22,397.90)	21,362.50
		46,532.28		**38,991.25**		**38,686.67**

*For terms and conditions refer note no 15.1 and 31(c)

17.2 Trade Payables

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
- Micro, Small and medium enterprises (Refer note-34)		-		-		-
- Others		10,989.21		9,049.53		4,499.60
Total		**10,989.21**		**9,049.53**		**4,499.60**

17.3 Other Financial Liability

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Earnest Money Deposits	5,440.08	3,550.87	4,873.25
Performance Security Deposit	28,059.92	23,614.89	17,074.31
Sundry creditors (Miscelaneous Services)	155.60	408.89	360.29
Sundry creditors Others	1,023.21	679.38	546.99
Miscellaneous Deposit	1,709.40	1,879.55	1,126.47
Retention money	6,726.59	6,604.36	4,292.22
Other Liabilities	1,193.95	766.98	753.13
Expenses Payable	362.48	118.86	30.80
Total other financial liability	**44,671.23**	**37,623.78**	**29,057.46**

Note 18 : Other current Liability

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
18.1 Other Advances						
i) Unsecured Project Advance Capital Ministry of Railways :						
Opening Balance	8,05,662.56		6,10,118.22		4,16,048.03	
Add: Addition during the year	91,297.00		1,96,516.00		2,28,312.00	
Less: Projects Transferred during the year	(8,05,387.52)	91,572.04	(971.66)	805,662.55	(34,241.81)	610,118.22
ii) Unsecured Project Advance (Capital Fund) Ministry of Railways :						
Opening Balance	84,868.18		85,429.59		85,876.47	
Add: Addition during the year	-		-		-	
Less: Projects Transferred during the year	(80,964.88)	3,903.31	(561.41)	84,868.18	(446.88)	85,429.59
iii) Unsecured Advance from MoR IRFC loan Repayment						
Opening Balance	27,662.76		36,768.68		33,996.47	
Add: Addition during the year	39,609.70		39,338.00		16,425.00	
Less: Projects Transferred during the year	(66,825.31)	447.15	(48,443.92)	27,662.76	(13,652.79)	36,768.68
iv) Unsecured: Misc. Advance Capital (Metro project)						
Opening Balance	2,03,083.00		1,56,350.00		1,16,550.00	
Add: Addition during the year	44,505.00		46,733.00		39,800.00	
Less: Projects Transferred during the year	(2,09,657.40)	37,930.60	-	2,03,083.00	-	156,350.00
v) Project Advance Capital Bonds						
Opening Balance	32,179.00		32,179.00		32,179.00	
Add: Addition during the year	-		-		-	
Less: Projects Transferred during the year	(30,644.24)	1,534.76	-	32,179.00	-	32,179.00
vi) Project Advance Safety Fund						
Opening Balance	8,652.00		7,255.00		4,054.00	

Add: Addition during the year	10,720.00		1,397.00		3,201.00	
Less: Projects Transferred during the year	(17,511.65)	1,860.35	-	8,652.00	-	7,255.00
vii)Development Fund-3						
Opening Balance	13,794.00		11,188.00		4,800.00	
Add: Addition during the year	440.00		2,606.00		6,388.00	
Less: Projects Transferred during the year	(11,791.10)	2,442.90	-	13,794.00	-	11,188.00
(viii) Project Advance EBR (IF)						
Opening Balance	3,04,164.00		-		-	
Add: Addition during the year	2,91,073.00		304164		-	
Less: Projects Transferred during the year	(5,85,993.44)	9,243.56	-	304,164.00	-	-
(ix) Depreciation Reserve Fund						
Opening Balance	3.00		-		-	
Add: Addition during the year	-		3.00		-	
Less: Projects Transferred during the year	-	3.00	-	3.00	-	-
x) HSR Studies under Demand-2						
Opening Balance	-		500.00		-	
Add: Addition during the year	1,312.45		746.25		500.00	
Less: Projects Transferred during the year	(1,312.45)	-	(1,246.25)		-	500.00
xi) Deposit Andhra Pradesh Govt.						
Opening Balance	20,600.00		8,600.00		8,600.00	
Add: Addition during the year	-		12,000.00		-	
Less: Projects Transferred during the year	(17,739.28)	2,860.72	-	20,600.00	-	8,600.00
xii) Deposit Telangana State Govt.						
Opening Balance	-		3,000.00		-	
Add: Addition during the year	-		-		3,000.00	
Less: Projects Transferred during the year	-	-	-	3,000.00	-	3,000.00
xiii) Deposit Tamil Nadu Govt.						
Opening Balance	-		17,780.37		11,850.40	

Add: Addition during the year	-		-		5,929.98	
Less: Projects Transferred during the year	-	-	(17,780.37)	-	-	17,780.37
xiv) Deposit Himachal Pradesh Govt.						
Opening Balance	-		-		-	
Add: Addition during the year	1,200.00		-		-	
Less: Projects Transferred during the year	-	1,200.00	-	-	-	-
xv) Advance received from Customers against Deposit Works		12,924.73		11,928.71		3,788.69
18.2 Others						
Duties & Taxes		3,626.66		2,090.36		838.55
Dividend Payable		-		-		-
RVNL Welfare Fund		35.76		29.09		22.91
RVNL Welfare Scheme#						
Opening Balance	1,000.00		500.00		-	
Add: Addition during the year	-		1,000.00		500.00	
Less: Projects Transferred during the year	(1,000.00)	-	(500.00)	1,000.00	-	500.00
RVNL Medical Scheme#						
Opening Balance	-		-			
Add: Addition during the Year	163.14		164.04			
Less: Adjustment during the Year	(163.14)	-	(164.04)	-		-
Deferred Income (Fair Value Adjustment)		6,611.03		7,454.24		7,592.89
Total		**1,76,196.57**		**15,26,170.89**		**9,81,911.90**

"# RVNL Medical and Welfare Scheme

Company has contributed ₹163.14 Lakhs (Previous year ₹164.07 Lakhs) in the RVNL Medical Scheme and ₹ Nil (Previous Year ₹1,000.00 Lakhs) in Capital Fund of RVNL Medical and Welfare Trust.

Note 19 : Revenue from operations

(₹ in Lakhs)

Particulars	For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
Revenue from Operation:		
(Turnover from Construction Work and Project related Activity)		
- From MoR Projects	423,466.43	339,516.63
- From MoR Metro Projects	48,897.75	46,981.44
- From MoR National Projects	-	-
- From MoR Projects (Executed by Zonal Railways)	9,312.74	1,527.41
- From Deposit Work - Projects (SPV)	91,221.54	58,253.97
- From Deposit Work - Project (Others)	19,063.82	7,850.63
Total	**591,962.28**	**454,130.08**

19.1 In accordance with Railway Board's letter No. 2004/W-1/RVNL/15 dated 04.01.2012 RVNL has accounted Consolidated Management fee @ 9.25% in case of Metro Projects and 8.5% in case of Other Plan Heads on the expenditure incurred by RVNL on MoR projects. As per the directions of MoR, all expenditure in the nature of consultancies related to Project Management are being charged directly to project. D&G charges payable to Railway up to 0.25 % of cost of projects are allocated to the projects on actual funds released to the respective Zonal Railway, Expenditure incurred on D&G (Supervision) are being charged to the Statement of Profit & Loss account. The miscellaneous receipts from sale proceeds of Tender and other income has been credited to the Statement Profit & Loss account.

19.2 In respect of SPV projects, construction work has been undertaken by RVNL as per the terms and conditions of the Model Construction agreement for execution of SPV Projects issued by MoR and Revenue Recognised accordingly. In respect of Kutch Railways Company Limited (KRCL), revenue is recognised based on bills raised and payments received although acceptance of Formal Construction Agreement by KRCL is pending.

Note 20 : Other Income

(₹ in Lakhs)

Particulars		For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
(a)	Interest income		
	- Banks - Gross	15,838.75	11,747.50
	- Others - Gross	4,241.32	2,404.48
(b)	Dividend income:	550.00	250.00

(c)	Misc. Income	439.44	493.99
(d)	Unwinding of interest income on security deposit	51.41	41.19
(e)	Amortisation of deferred revenue on financial liabilities		
	- Performance Deposit	2,433.02	2,068.95
	- Misc Deposit Deposit	187.05	134.89
	- Retention Money	705.52	570.00
	- Earnest Money	665.65	312.13
	Total	**25,112.16**	**18,023.13**

"Interest from others" includes interest from Special Purpose Vehicles (SPVs) against balances outstanding.

Note 21 : Expenses on Operations

(₹ in Lakhs)

Particulars	**For the year ended 31st March 2017**	**For the year ended 31st March 2016**
Expenses on Operation:		
(Direct Expenses on Construction and Project related Activity)		
- Incurred on MoR Projects	3,91,028.36	3,13,361.29
- Incurred on MoR Metro Projects	44,650.77	42,917.41
- Incurred on Projects (Zonal Railway)	9,312.74	1,527.41
- Incurred on Deposit Work - Projects (SPV)	84,879.35	53,801.43
- Incurred on Deposit Work - Projects (Others)	17,649.28	7,286.07
Total	**5,47,520.50**	**4,18,893.61**

21.1 Expenditure against contracts awarded by the Company is recognized on completion of measurements and testing certified by the Engineer.

21.2 Expenditure of execution of projects done by the Zonal Railways on behalf of the Company on MOR projects is accounted for on the basis of statement of estimated expenditure received from respective Zonal Railways and is adjusted allocation-wise as and when the final expenditure statement is received.

21.3 With the rationalisation of the revenue stream of RVNL, the expenses incurred on supervision and monitoring directly allocable to the projects have been reviewed in terms of Railway Board's letter no 2004/W-1/RVNL/15 dated 04/01/2012, the pattern of booking of expenditure on Zonal Railways and general accounting practices. The expenditure incurred on this account related to execution of Deposit Works (for SPV and others) have been charged to the Statement of Profit and Loss.

21.4 As per the policy decision taken by the management of RVNL to exclude project expenditure incurred on site from direct project cost, an amount of ₹735.80 Lakhs related to site facilities charged to Angul Sukinda and Kutch Railway since inception till 31-03-2016 has been reversed and refunded to these companies and the same has been booked to "Direct Expenses on Construction and Project related Activity - Incurred on Deposit Works Projects (SPV)".

Note 22 : Employee Benefit Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Salaries and Wages	10,888.15	7,781.12
(b) Contribution to Provident & Other Funds (Refer Note 16.2)	364.00	357.71
(c) Staff Welfare Expenses.	724.35	1,386.39
Total	**11,976.50**	**9,525.22**

Note 23 : Finance Costs

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Unwinding of Interest Cost performance deposit	2,189.71	1,585.87
(b) Unwinding of Interest Cost Misc Deposit	171.65	90.40
(c) Unwinding of Interest Cost Retention Money	628.46	412.63
(d) Unwinding of Interest Cost Earnest Money	573.30	219.46
(e) Interest on Loan from IRFC (Compete Project)(refer note 23.1)	7,752.22	5,815.62
Less: Interest receivable from MoR on loan from IRFC	(7,752.22)	(5,815.62)
Total	**3,563.12**	**2,308.36**

23.1 Interest payable on IRFC Loan for the above mentioned period and recoverable from MOR for completed/ transferred project has been disclosed.

Note 24 : Depreciation and Amortization

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Depreciation on Property Plant and equipment (Refer Note 3)	497.68	464.54
Amortisation on Intangible Assets (Refer Note 5)	1.51	2.39
Total	**499.19**	**466.93**

Note 25 : Other Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Power & Fuel	200.65	165.99
(b) Rent (Refer note-25.1)	769.77	541.64
(c) Rates & Taxes	1.63	-
(d) Miscellaneous Expenditure	149.57	60.92
(e) Payment to Auditors		
(i) As Auditor	11.57	7.20
(ii) For Taxation Matters	3.06	2.29
(iii) For Other Services	1.73	2.08
(iv) For Expenses	1.55	0.10
(f) Advertisement and Business Promotion	534.83	370.95
(g) Printing and Stationery	312.29	229.09
(h) Travelling & Local Conveyance	392.34	251.62
(i) Communication	335.00	218.44
(j) Books & Periodicals	4.34	4.47
(k) Legal and Professional Charges	372.29	275.39
(l) Consultant Fee	700.37	412.88
(m) Other expenses	627.69	473.38
(n) Expenditure of Multi Functional Complex	4.81	162.07
(o) Short & Excess due to rounding off	(0.10)	-
Total	**4,423.39**	**3,178.51**

25.1 The company has taken offices and residential premises under operating lease. The lease agreement are for period fom 11 months to 3 years and are cancellable & renweable by consent.Rent expenses includes ₹54.92 lakhs during the year ended 31.03.2017 and ₹50.72 lakhs during the year ended 31.03.2016 for amortisation of deferred expenes recognised due to fair valuation of security deposits.

25.2 The incidental expenditure aggregating to ₹405.71 lakhs claimed from HSRC till 31st March, 2016 has been reversed to respective expenditure as per directives issued by MoR.

Note 26 : CSR and R&D Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) CSR Expenses	612.29	597.50
(b) Research & Development Expenses	-	-
Total	**612.29**	**597.50**

26.1 As per the Companies Act, 2013 an amount equivalent to 2% of Average PBT of immediately preceding 3 Financial Year i.e. ₹530.12 Lakhs is required to be spent during the year on Corporate Social Responsibility (CSR) Activities.

26.2 Amount spent during the year

(₹ in Lakhs)

Particulars	In Cash	Yet to be paid in Cash	Total
Year ended 2017			
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above	612.29	-	612.29
Year ended 2016			
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above	597.32	0.18	597.50

Note 27 : Tax Expense

(₹ in Lakhs)

Particulars	For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
Current income tax:		
Current income tax charge	10,317.53	7,771.62
Adjustments in respect of current income tax of previous year	1.01	(165.19)
Deferred tax:		
Relating to origination and reversal of temporary differences	(341.67)	(825.40)
	9,976.87	**6,781.03**

27.1 Other Comprehensive Income section

Deferred tax related to items recognised in OCI during the year: **(₹ in Lakhs)**

Particulars	For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
Net loss/(gain) on remeasurements of defined benefit plans	4.57	3.77
Total	**4.57**	**3.77**

27.2 Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31 March 2016 and 31 March 2017:

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016
Accounting profit before tax from continuing operations	48,437.97	37,137.17
Profit/(loss) before tax from a discontinued operation	-	-
Accounting profit before income tax	**48,437.97**	**37,137.17**
Calculation as per MAT		
At India's statutory income tax rate of 21.3416%	10,337.41	7,925.67
Less: Ind-AS Adjustment	32.94	(164.69)
Less: Dividend Income (Exempt)	(117.38)	(53.36)
Add: Expenditure disallowed as per Rule 8D	64.56	63.51
Add: Interest on TDS	-	0.50
Tax payable as per MAT	**10,317.53**	**7,771.62**
Less: Reversal of excess provision made in prior years	1.01	(165.19)
Less: Deferred Tax Assets (Refer note no. 7)	(341.67)	(825.40)
Tax Expenses	**9,976.87**	**6,781.03**

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Note 28 : Components of Other Comprehensive Income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity is shown below

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Remeasurement of Defined benefit plans	(41.48)	(45.91)
Income Tax relating to Items that will not be reclassified to profit and loss	4.57	3.77
Total	**(36.91)**	**(42.14)**

Note 29: Capital management

The company objective to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stake holders. Company has paid dividend as per the guidelines issued by Department of Public Enterprises (DPE) as follows:-

Dividends

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Dividend Paid	25,710.00	3,720.00
Total	**25,710.00**	**3,720.00**

Further, company manages its capital structure to make adjustments in light of changes in economic conditions and the requirements of the financial covenants. Company has borrowed the funds form IRFC for railway projects, for repayment of IRFC loan Ministry of Railways would make available to RVNL the required funds thereafter, to enable them to do the debt servicing . The debt servicing will pass through RVNL books.

Debt Equity Ratio

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Borrowing (Note No. 15.1)	2,43,688.06	2,62,408.34	2,51,397.08
Long term debt	**2,43,688.06**	**2,62,408.34**	**2,51,397.08**
Equity (Note No.13)	2,08,502.01	2,08,502.01	2,08,502.01
Other equity (Note No.14)	1,00,177.20	92,655.49	66,772.89
Total equity	**3,08,679.21**	**3,01,157.50**	**2,75,274.90**
Debt equity Ratio	**44:56**	**47:53**	**48:52**

In order to achieve this overall objective, the Company capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2017.

Note 30 : Fair Value measurements

(i) Financial Instruments by Category

(₹ in Lakhs)

Particulars	31 March 2017			31 March 2016			01 April 2015		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets									
Loans	-	-	142.23	-	-	157.55	-	-	209.01
Trade Receivables	-	-	1,42,775.50	-	-	1,12,011.90	-	-	68,938.46
Investments	1,000.00	-	60,484.74	-	-	60,515.74	-	-	59,510.74
Cash and Cash Equivalents	-	-	1,24,943.43	-	-	1,37,593.70	-	-	80,478.81
Bank Balances other than Cash and Cash equivalent	-	-	1,45,000.00	-	-	1,65,500.00	-	-	48,500.00
Other Financial Assets									
Recoverable from MOR	-	-	49,142.56	-	-	49,718.34	-	-	46,106.25
Security Deposit	-	-	620.03	-	-	437.02	-	-	277.91
Other receivables	-	-	44,121.97	-	-	22,122.26	-	-	21,907.14
Total Financial Assets	**1,000.00**	**-**	**5,67,230.46**	**-**	**-**	**5,48,056.51**	**-**	**-**	**3,25,928.32**
Financial Liabilities									
Borrowings	-	-	2,90,220.34	-	-	3,01,399.59	-	-	2,90,083.75
Trade Payables	-	-	10,989.21	-	-	9,049.53	-	-	4,499.60
Other financial liabilities									
Earnest Money Deposits	-	-	5,440.08	-	-	3,550.87	-	-	4,873.25
Performance Security Deposit	-	-	28,059.92	-	-	23,614.89	-	-	17,074.31
Miscellaneous Deposit	-	-	1,709.40	-	-	1,879.55	-	-	1,126.47
Retention money	-	-	6,726.59	-	-	6,604.36	-	-	4,292.22
Other payables	-	-	2,735.24	-	-	1,974.11	-	-	1,691.21
Total Financial Liabilities	**-**	**-**	**3,45,880.78**	**-**	**-**	**3,48,072.90**	**-**	**-**	**3,23,640.81**

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(ii) Fair value of financial assets and liabilities that are measured at amortised cost:

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		01 April 2015	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
Financial Assets						
Security deposits	620.03	674.10	437.02	573.71	277.91	277.91
Total Assets	**620.03**	**674.10**	**437.02**	**573.71**	**277.91**	**277.91**
Financial Liabilities						
Other financial liabilities -						
Earnest Money Deposits	5,440.08	5,759.33	3,550.87	3,627.03	4,873.25	4,873.25
Performance Security Deposit	28,059.92	29,290.82	23,614.89	23,909.05	17,074.31	17,074.31
Miscellaneous Deposit	1,709.40	1,827.69	1,879.55	1,909.10	1,126.47	1,126.47
Retention money	6,726.59	7,140.46	6,604.36	6,699.28	4,292.22	4,292.22
Total Liabilities	**41,935.99**	**44,018.30**	**35,649.67**	**36,144.46**	**27,366.25**	**27,366.25**

i) The carrying amounts of trade receivables, trade payables, cash and cash equivalents and other short term trade receivables and payables which are due to be settled within 12 months are considered to the same as their fair values, due to short term nature.

ii) Long term variable rate borrowings and lease receivables are evaluated by company on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from their carrying amount.

iii) The fair value of Security Deposits and earnest money deposit, performance security deposit, miscellaneous deposit and retention money are calculated based on cash flows discounted using current market rate. They are classified as level 3 fair values in fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

iv) Investment in unquoted equity of subsidiaries and joint ventures are stated at cost as per exemption provided by para 10 of IND AS 27.

v) Staff loans and advances have been continued at carying value as measurement implications are immaterial.

Fair Value hierarchy

Level 1- Quoted prices (unadjusted) in active markets for identical assets or liabilties

Level 2- Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilty, either directly (i.e. as prices) or indirectly (i.e. derived form prices)

Level 3- Inputs for the assets or liabilties that are not based on abservable market data (unobservable inputs)

The following table presents the fair value measurement hierarchy of financial assets and liabilties measured at amortised cost:-

As at 31-03-2017 **(₹ in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Amortised Cost				
Security deposits	-	-	674.10	674.10
	-	**-**	**674.10**	**674.10**

As at 31-03-2017 **(₹ in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Earnest Money Deposits	-	-	5,759.33	5,759.33
Performance Security Deposit	-	-	29,290.82	29,290.82
Miscellaneous Deposit	-	-	1,827.69	1,827.69
Retention money	-	-	7,140.46	7,140.46
	-	**-**	**44,018.30**	**44,018.30**

As at 31-03-2017 **(₹ in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Amortised Cost				
Security deposits	-	-	573.71	573.71
	-	**-**	**573.71**	**573.71**

As at 31-03-2017 **(₹ in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Earnest Money Deposits	-	-	3,627.03	3,627.03
Performance Security Deposit	-	-	23,909.05	23,909.05
Miscellaneous Deposit	-	-	1,909.10	1,909.10
Retention money	-	-	6,699.28	6,699.28
	-	**-**	**36,144.46**	**36,144.46**

As at 31-03-2017 (₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Amortised Cost				
Security deposits	-	-	277.91	277.91
	-	**-**	**277.91**	**277.91**

As at 01-04-2017 (₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Earnest Money Deposits	-	-	4,873.25	4,873.25
Performance Security Deposit	-	-	17,074.31	17,074.31
Miscellaneous Deposit	-	-	1,126.47	1,126.47
Retention money	-	-	4,292.22	4,292.22
	-	**-**	**27,366.25**	**27,366.25**

(iii) Financial risk management

The Company's principal financial liabilities comprise Borrowings from IRFC, trade payables and other payables. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include trade and lease receivables and cash and cash equivalents that derive directly from its operations.

The Company's is expose to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the companies policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risk, which are summarised below:-

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises Interest rate risk and foreign currency risk. Financial instruments affected by market risk includes loans and borrowing, deposits and other non derivative financial instruments.

i) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate and in case of IRFC loan for payment of interest and principal Ministry of Railways would make available to RVNL the required funds therfore the risk related to IRFC loan is nil, debt servicing will pass through RVNL books only.

ii) Foreign Currency Risk

Company has take services from outside India for project expenses and is exposed to foreign currency risk arrising from such foreign currency transactions. due to immaterilty of foreign exchange amount company does not hedge any risk.

b) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The company is exposed to credit risk from its financial activities including deposits with banks, financial institutions and other financial instruments. There is negligiable risk for receivable from Ministry of railways also company does not have any history of bad debts.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approved with counterparty on the basis of the financial quotes received from the counterparty.

c) Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they become due.The company manages its liquidity risk by ensuring , as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the company's reputation.

The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations.The company has no bank borrowings. The company believes that the working capital is sufficient to meet its current operational requirements. Any short term- surplus cash generated, over and above the amount required for working capital management and other operational requirements, are retained as cash and investment in short term deposits with banks. The said investments are made in instruments with appropriate maturities and sufficient liquidity.

Note 31 Key sources of estimation uncertainty

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year

a) Fair valuation measurement and valuation process

Financial instruments are measured initially at fair value and subsequently at amortised cost on the basis of materiality, transaction value upto ` 12.00 lakhs are measured at fair value on initial recognition and subsequently at amortised cost on group basis by considering that the amount is recoverable or payable at a average period of 5 years and the transaction value of `12.00 lakhs or more are measured at fair value at initial recognition and subsequently at amortised cost on individual transaction basis. Such advances of transaction value of upto ` 12.00 Lakhs comprises less than 3% of total advances. Impact of fairvaluation of Staff loans and advances are immaterialty therfore it has been continuing at the carying value as per previous Indian GAAP.

The fair values of financial assets and financial liabilities is measured the valuation techniques including the DCF model. The inputs to these method are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 30 for further disclosures.

b) Taxes

Deferred tax assets are recognized for unused tax losses and unabsorbed depreciation to the extent that it is probable that taxable profit will be available against which losses can be utilised significant management judgment is required to determine the amount of deferred tax asset that can be recognised, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

c) Borrowings and Lease Receivables from Railway against Completed Projects

Company has borrowed funds from Indian Railway Finance Corporation for the purpose of construction of railway projects. There is a moratorium period of 3 years for each year's loan. During the said moratorium period, no amount on account of interest and principal shall be payable. The interest shall be charged on yearly basis and repayment of loan along with interest shall be once in a year (for a period of 12 years) after the completion of moratorium period. Ministry of Railways would make available to RVNL the required funds thereafter, to enable them to do the debt servicing. The debt servicing will pass through RVNL books. Accordingly, funds are received by RVNL on each year from MoR and the same is transferred to IRFC immediately. Therefore, there is no impact on Profit & Loss of RVNL ie. on the debit side of Profit & Loss finance cost is charged and by the same amount interest income is recognised in Statement of Profit and Loss.

Note 32 : Prior Period Errors

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Impact on equity (increase/(decrease) in equity)			
Sundry Creditors	-	8.82	(8.82)
Sundry Creditors (Others)	1.69	-	(1.69)
Employee Loan and Advances	0.02	-	(0.02)
Trade Payable	2.94	-	(2.94)
Sundry Creditors (Staff)	0.19	-	(0.19)
Sundry Debtors	0.20	(0.20)	-
Net Impact on Equity	**5.04**	**8.62**	**(13.66)**

Particulars	31 March 2017	31 March 2016
Impact on statement in profit and loss (increase/(decrease) in profit)		
Electricity Charges	-	8.82
Other Expenses	5.04	-0.20
Attributable to Equity Holders	**5.04**	**8.62**

Impact on basic and diluted earnings per share (EPS) (increase/(decrease) in EPS)

Particulars	31 March 2017	31 March 2016
Earnings per share for continuing operation		
Basic, profit from continuing operations attributable to equity holders	0.0002	0.0004
Diluted, profit from continuing operations attributable to equity holders	0.0002	0.0004

Note 33: Deposit Works (SPVs and others)

33.1 Works being executed for SPVs and others parties are treated as a Deposit Work. The corresponding current assets and liabilities in respect of such projects have been recognized on the basis of expenditure incurred plus supervision charges as agreed. The advance received is disclosed under Current Liabilities and the amount recoverable on account of project execution under Sundry Debtors.

33.2 Costs incurred on Deposit and SPV Works: **(₹ in Lakhs)**

Particulars	Year Ended March 31,2017	Year Ended March 31,2016
Costs incurred for Deposit Works	1,02,528.63	60,236.37
Recognized Profit/Loss	7,756.73	5,868.23
Advance received	12,924.73	11,122.50
Gross Amount due from Customers (as at 01-04-2015: ₹19,092.07 Lakhs)	28,099.66	48,335.29
Cumulative amount of costs incurred	3,48,744.93	2,46,216.31
Cumulative amount of recognized Profit/Loss	30,334.24	22,577.50

Note 34 : Disclosure as required by the Micro , Small and Medium Enterprises Development Act, 2006 are as under:-

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
a. the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year: • Principal amount due to Micro, small and Medium Enterprises • Interest due on above	Nil	Nil
b. the amount of interest paid by the Company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	Nil	Nil
c. the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil
d. the amount of interest accrued and remaining unpaid at the end of each accounting year;	Nil	Nil
e. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil

Note 35: Expenditure in Foreign Currency

(₹ in Lakhs)

Particulars	Year Ended March 31,2017	Year Ended March 31,2016
A- Profit or loss (except those recognised as financial instrument and measured at fair value)		
Travel expenses	63.30	40.71
Project Management Consultancy	373.99	419.41
B- Other Comprehensive Income	NIL	NIL

Note 36: Contingent Liabilities

36.1 In respect of claims by the contractor on account of Arbitration not acknowledged as debts by the Company is ₹3,19,352.17 Lakhs (as at 31.3.2016 : ₹3,28,430.21 Lakhs, as at 01.4.2015: ₹68,233.40 lakhs). A claim if any will be form part of the project cost and reimbursable by respective Clients.

36.2 In respect of Income Tax Demand as relected on the website of Income Tax Department is ₹70.61 (as at 31.3.2016: ₹70.56 Lakhs, as at 01.4.2015: ₹70.56 lakhs) Lakhs and company has not accepted the claim and submitted its representation to department as follows:-

(₹ in Lakhs)

Sr. No.	Authority	A.Y	As at March 31,2017	As at March 31,2016	As at April 1,2015
1	Income Tax	2008-09	15.17	15.17	15.17
2	Income Tax	2010-11	55.33	55.33	55.33
3	Income Tax	2012-13	0.06	0.06	0.06
4	Income Tax	2014-15	0.02	-	-
5	Income Tax	2015-16	0.03	-	-
		Total	**70.61**	**70.56**	**70.56**

Note 37: Capital Commitment

Capital commitment towards share capital in SPV's is as at 31.3.2017 ₹2,041.00 Lakhs (as at 31.3.2016: ₹3,010.00 lakhs and as at 01.04.2015: ₹112.00 lakhs) , towards implementation of ERP is ₹4352.15 Lakhs as at 31.03.2017 (as at 31.03.2016: ₹4962.77 Lakhs, as at 01.04.2015: ₹5302.00 Lakhs) and towards acquisition of Land is ₹1461.52 Lakhs as at 31.03.2017 (as at 31.03.2016: ₹ Nil , as at 01.04.2015: ₹ Nil).

37.1 Other Commitment

Commitment towards Contractual Payments of Project expenditure is ₹10,66,640.75 lakhs (as at 31.3.2016: ₹10,89,000.00 lakhs and as at 01.04.2015: ₹11,37,003.40 Lakhs).

Note 38. Managerial Remuneration

(₹ in Lakhs)

S.No.	Particulars	Year Ended March 31,2017	Year Ended March 31,2016
1	**Short Term Employee benefits**		
	Salary & allowances	260.32	165.14
2	**Post Employee benefits**		
	Gratuity	27.99	-
	Contribution to provident fund	14.30	13.20
	TOTAL	**302.61**	**178.34**

Note 39 : Earnings per Share

Particulars	Year Ended March 31,2017	Year Ended March 31,2016
	(₹ per share)	(₹ per share)
Basic EPS		
From continuing operation	1.85	1.46
From discontinuing operation	-	-
Diluted EPS		
From continuing operation	1.85	1.46
From discontinuing operation	-	-

39.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Profit attributable to equity holders of the company:		
Continuing operations	38,502.58	30,402.05
Discontinuing operations	-	-
Earnings used in calculation of Basic Earning Per Share	38,502.58	30,402.05
Weighted average number of shares for the purpose of basic earnings per share	20,850.20	20,850.20

39.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Profit attributable to equity holders of the company:		
Continuing operations	38,502.58	30,402.05
Discontinuing operations	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	38,502.58	30,402.05

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Weighted average number of Equity shares used in calculation of basic earnings per share	20,850.20	20,850.20
Effect of dilution:		
Share Options	-	-
Weighted average number of Equity shares used in calculation of diluted earnings per share	20,850.20	20,850.20

Note 40. Composition of Group

Name of Company	Principal Activity	Place of Incorporation and Operation	Proportion of Ownership interest and voting Power held by company		
			As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(i) Subsidiary company					
High Speed Rail Corporation of India Limited	Build operate and transfer of Railway line	INDIA	100%	100%	100%
(ii) Joint Ventures:					
Kutch Railway Company Limited	Build operate and transfer of Railway line	INDIA	50%	50%	50%
Haridaspur Paradip Railway Company Limited		INDIA	35.23%	33.33%	33.33%
Krishnapatnam Railway Company Limited		INDIA	30%	30%	30%
Bharuch Dahej Railway Company Limited		INDIA	33.33%	33.33%	33.33%
Angul Sukinda Railway Limited		INDIA	32%	32%	32%
Dighi Roha Rail Limited		INDIA	26.00%	26.00%	0.00%

Note 41. Related Party disclosures as required by Ind-AS 24 "Related party Disclosure"

41.1 KEY MANAGEMENT PERSONNEL:

SH. S.C. AGNIHOTRI : MANAGING DIRECTOR
SH. ASHOK KRISHNA GANJU: DIRECTOR FINANCE
MS. GITA MISHRA : DIRECTOR PERSONNEL
SH. MUKUL JAIN : DIRECTOR OPERATION (UP TO 31ST DEC. 2016)
SH. VIJAY ANAND : DIRECTOR PROJECTS
MS.KALPANA DUBEY : COMPANY SECRETARY

41.2 ENTERPRISES IN WHICH DIRECTORS INTEREST EXIST:

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

41.3 JOINT VENTURES

KUTCH RAILWAY COMPANY LIMITED
HARIDASPUR PARADIP RAILWAY COMPANY LIMITED
KRISHNAPATNAM RAILWAY COMPANY LIMITED
BHARUCH DAHEJ RAILWAY COMPANY LIMITED
ANGUL SUKINDA RAILWAY LIMITED
DIGHI ROHA RAIL LIMITED

41.4 SUBSIDIARY

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

41.5 SUPERANNUATION TRUST

RVNL MEDICAL AND WELFARE TRUST

41.6 DISCLOSURE OF TRANSACTIONS WITH RELATED PARTIES:

(₹ in Lakhs)

Particulars	Transactions		Outstanding Amount* (Unsecured, Considered Good)	
	Year Ended March 31,2017	Year ended March 31, 2016	As at March 31,2017	As at March 31,2016
Remuneration to Key Personnel	Refer Note no 38	Refer Note no 38		
Haridaspur Paradip Railway Company Limited				
Investment in Shares	969.00	-		
Interest paid/payable for the year	-	-		
Interest on Mob. Advance Payable	73.06	43.18		
Interest on outstanding balances	22.03	61.99		
Expenditure towards project	20,052.90	19,655.57	-3,534.36	1,007.79

Bharuch Dahej Railway Company Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on outstanding balances	-	-26.26		
Expenditure of Vadodara Office apportioned	-	-		
Expenditure towards project	40.04	369.31	30.79	-9.25
Krishnapatnam Railway Company Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on outstanding balances	4,219.29	2,368.75		
Interest on Mob. Advance Payable	206.61	420.30		
Expenditure towards project	42,016.81	30,217.27	26,736.66	45,486.78
Angul Sukinda Railway Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on Mob. Advance Payable	200.77	42.19		
Expenditure towards project	11,986.19	3,771.58	-622.46	-303.68
Kutch Railway Company Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on outstanding balances	-	-		
Interest on Mob. Advance Payable	51.13	-		
Expenditure towards project	17,125.59	4,240.24	224.73	500.07
Dighi Roha Rail Limited				
Investment in Shares	-	5.00		
Interest paid/payable for the year	-	-		
Interest on Mob. Advance Payable	-	-		
Expenditure towards project	-	-	73.80	72.80
High Speed Rail Corporation of India Limited				
Investment in Shares	-	-		
Payment towards expenses of company	-	156.60	205.04	213.75
RVNL Medical and Welfare Trust				
Subscription to Medical Fund	1.63	1.64		
Subscription to Welfare Fund	-	10.00		
Other reimburements	0.77	0.14	0.77	-10.00

* These represent amounts recoverable on account of expenditure incurred on various projects of Joint Ventures, misc. expenses of Subsidiary and Trust.

Note 42 : Disclosure in respect of Joint Venture/Subsidiary:

Name of the Joint Venture	Partner(s), Country of Origin	Proportion of Ownership Interest as at March 31, 2017	Proportion of Ownership Interest as at March 31, 2016	Proportion of Ownership Interest as at April 1, 2015
Kutch Railway Company Limited	Rail Vikas Nigam Limited, India	50%	50%	50%
	Kandla Port Trust, India	26%	26%	26%
	Mundra Port SEZ	20%	20%	20%
	Government of Gujarat, India	4%	4%	4%
Haridaspur Paradip Railway Company Limited (HPRCL)	Rail Vikas Nigam Limited, India	35.23%	33.33%	33.33%
	IDCO (Govt of Odisha)	0.37%	0.35%	0.35%
	Essel Mining and Industries Ltd., India	5.88%	5.88%	5.88%
	Paradeep Port Trust	10.57%	10.00%	10.00%
	Rungla Mines Ltd	5.88%	5.88%	5.88%
	Jindal Steel & Power Ltd	0.98%	0.98%	0.98%
	Steel Authority of India Limited	0.98%	0.98%	0.98%
	POSCO India Limited	0.00%	0.00%	5.40%
	MSPL LTD	2.94%	2.94%	2.94%
	OMC	14.66%	14.66%	14.70%
	Govt of Odisha	22.51%	19.60%	19.60%
	Equity Gap	0.00%	5.44%	
Krishnapatanam Railway Company Limited (KRCL)	Rail Vikas Nigam Limited, India	30%	30%	30%
	Krishnapatnam Port Corporation Limited, India	30%	30%	30%
	Bramhani Industries Limited	12%	12%	12%
	National Mineral Development Corporation	15%	15%	15%
	Government of Andhra Pradesh	13%	13%	13%
Bharuch Dahej Railway Company Limited (BDRCL)	Rail Vikas Nigam Limited, India	33.33%	33.33%	33.33%
	Adani Petronet (Dahej) Port Private Limited, India	10.50%	10.50%	10.50%
	Gujarat Maritime Board, India	10.82%	10.82%	10.82%
	Dahej SEZ Limited, India	6.06%	6.06%	6.06%
	GNFC	8.20%	8.20%	8.20%

	Hindalco Industries Limited, India	8.20%	8.20%	8.20%
	Jindal Rail Infrastructure Limited, India	6.06%	6.06%	6.06%
	Guj. Industrial Dev. Corp Ltd	10.82%	10.82%	10.82%
	Equity Gap	6.00%	6.00%	6.00%
Angul Sukinda Railway Limited (ASRL)	Rail Vikas Nigam Limited, India	32%	32%	32%
	Jindal Steel and Power Limited, India	10.00%	10.00%	10%
	Govt of Odisha	21.30%	21.30%	21%
	OMC	10.50%	10.50%	11%
	IDCO (Govt of Odisha)	0.70%	0.70%	1%
	CONCOR	26.00%	26.00%	26%
Dighi Roha Rail Limited	Rail Vikas Nigam Limited, India	26.00%	26.00%	-
	DPL	63.00%	63.00%	-
	Maharashtra Maritime Board	11.00%	11.00%	-
High Speed Rail Corporation of India Limited	Rail Vikas Nigam Limited, India	100%	100%	100%

Details of the aggregate amounts of the assets, liabilities, income and expenditure related to the interest in the Jointly Controlled Entities are as under:

a. Kutch Railway Company Limited

(₹ in Lakhs)

Particulars	**As at March 31, 2017 Provisional**	**As at March 31, 2016 Provisional**
Assets excluding preliminary expenditure	1,05,416.17	92,807.92
Liabilities	33,226.62	34,153.32
Income	32,589.25	41,503.03
Expenditure	15,293.57	25,426.85

Contingent liabilities: ₹ NIL (as at 31-03-2016: ₹ NIL, as at 01-04-2015: ₹ NIL)

Capital commitment: ₹ NIL (as at 31-03-2016: ₹ NIL, as at 01-04-2015: ₹ NIL)

b. Haridaspur Paradip Railway Company Limited

(₹ in Lakhs)

Particulars	"As at March 31, 2017 Provisional"	"As at March 31, 2016 Provisional"
Assets excluding preliminary expenditure	34,508.03	22,234.14
Liabilities	16,541.55	5,866.63
Income	7,990.98	6,545.79
Expenditure	7,990.39	6,547.20

Contingent liabilities: ₹ Nil (as at 31-03-2016: ₹31.78 Lakhs,as at 01-04-2015: ₹ NIL)

Capital commitment: ₹ 1,26,485.00 Lakhs (as at 31-03-2016: ₹154,470.00 Lakhs , as at 01-04-2015: ₹ NIL)

c. Krishnapatnam Railway Company Limited

(₹ in Lakhs)

Particulars	As at March 31, 2017 Provisional	As at March 31, 2016 Provisional
Assets excluding preliminary expenditure	41,811.31	28,238.70
Liabilities	34,393.67	20,779.55
Income	15,841.49	11,373.47
Expenditure	15,807.57	11,278.08

Contingent liabilities: ₹ NIL (F.Y.2015-16 : ₹515.00 Lakhs)

Capital commitment: ₹169.64 Lakhs (as at 31-03-2016: ₹121.42 Lakhs, as at 01.04.2015: ₹223.25 Lakhs)

d. Bharuch Dahej Railway Company Limited

(₹ in Lakhs)

Particulars	As at March 31, 2017 Provisional	As at March 31, 2016 Provisional
Assets excluding preliminary expenditure	15,600.14	15,938.03
Liabilities	9,337.69	9,386.27
Income	1,751.29	3,999.87
Expenditure	2,063.45	2,976.44

Contingent liabilities: ₹ Nil (as at 31-03-2016: ₹33.45 Lakhs, as at 01-04-2015: ₹27.82 Lakhs)

Capital commitment: ₹ Nil (as at 31-03-2016: ₹16.67 Lakhs, as at 01-04-2015: ₹200 Lakhs)

e. Angul Sukinda Railway Limited

(₹ in Lakhs)

Particulars	As at March 31, 2017 Provisional	As at March 31, 2016 Provisional
Assets excluding preliminary expenditure	21,264.02	20,633.04
Liabilities	230.49	287.78
Income	4,635.57	3,197.84
Expenditure	3,760.55	1,898.58

Contingent liabilities: ₹40.33 Lakhs (as at 31-03-2016: ₹40.33 Lakhs, as at 01-04-2015: ₹40.33 Lakhs)

Capital commitment: ₹282.25 Lakhs (as at 31-03-2016: ₹320.43 Lakhs, as at 01-04-2015: ₹ NIL)

f. High Speed Rail Corporation of India limited

(₹ in Lakhs)

Particulars	As at March 31, 2017 Provisional	As at March 31, 2016 Provisional
Assets excluding preliminary expenditure	3,066.29	1,829.38
Liabilities	3,067.17	1,843.28
Income	21.35	20.81
Expenditure	3.80	2.13

Contingent liabilities: ₹ Nil (Financial year 2015-16 ₹ Nil)

Capital commitment: ₹ Nil (as at 31-03-2016: ₹ Nil , as at 01-04-2015: ₹ NIL)

g. Dighi Roha Rail Limited

(₹ in Lakhs)

Particulars	As at March 31, 2017 Provisional	As at March 31, 2016 Provisional
Assets excluding preliminary expenditure	0.73	2.10
Liabilities	20.13	19.60
Income	0.00	0.00
Expenditure	1.90	20.10

Contingent liabilities: ₹ Nil (Financial year 2015-16 ₹ Nil)

Capital commitment: ₹ Nil (as at 31-03-2016: ₹ Nil , as at 01-04-2015: ₹ NIL)

Note 43 : Lease Arrangements

43.1 Financial Lease

The value of assets given on lease is reflected against contra liability payable to IRFC towards loan on completed projects as appearing in note 5, which is liquidated progressively through loan repayment to IRFC being arranged by MoR.

Future minimum lease payments of gross investment in the lease are as follow:

(₹ in Lakhs)

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Not later than one year	20,043.23	10,898.33
Later than one year and not later than five years	55,215.03	46,413.76
Later than five years	59,460.80	17,263.05
Total	**1,34,719.07**	**74,575.14**

Note 44 : Approval of financial statement

The financial statements were approved for issue by the Board of Directors on 11.08.2017.

Note 45 : Operating Cycle

The operating cycle of the Company is based on the time required from initiation of the project to completion of the project. The period required for completion varies from project to project. However, in general, the duration is more than 12 months and generally extends upto 5 to 6 years.

Note 46. Securities released to State Electricity Board/Public Companies

Securities paid to Electricity Boards/ Public Companies towards provision of High Tension Power Lines for electricity connections are booked as project expenditure being part of the project cost.

Note 47 : Disclosure of Operating Profit/Loss as per DPE Guideline

(₹ in Lakhs)

	Year ended 31st March, 2017	Year ended 31st March, 2016
CPSE with operating profit (Profit/Surplus before Tax excluding Other Income, Extraordinary and Exceptional Items and including Finance Cost)	26,930.41	21,468.31

Note 48 : Disclosure on Specified Bank Notes from 08-11-2016 to 30-12-2016 (SBN)

The company did not have any specified bank note or other denomination note as defined in the MCA notification G.S.R. 308 (E) dated 31.03.2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from 08-11-2016 to 30-12-2016. The denomination wise SBNs and other notes as per the notification is given below:

	SBNs	Other Denomination notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-

For the purpose of this clause, the term "Specified Bank Note" shall have the same meaning as provided in the notification of Government of India, in the Ministry of Finance, Department of Economic Affairs No. S.O. 3407 (E) dated 08-11-2016.

Note 49 : First-time adoption of Ind AS

These financial statements, for the year ended 31 March 2017, are the first the company has prepared in accordance with Ind-AS. For periods up to and including the year 31 Mach 2016, the company prepared its financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006 (as amended).

Accordingly the company has prepared financial statements which comply with Ind-AS applicable for the periods on or after the 31 March 2016, together with the comparative period data as at and for the year ended 31 March 2016, as described in the summary of the significant accounting policies. In preparing these financial statements, the company opening balance sheet was prepared as at 1 April 2015, the company date of transition to Ind-AS. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April 2015 and the financial statements as at and for the year ended 31 March 2016.

Exemptions applied

Ind-AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind-AS Company has applied the following exemptions:-

1. Estimates

The estimates at 1 April 2015 and at 31 March 2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

The estimates used by the Company to present these amounts in accordance with Ind AS, reflect conditions at 1 April 2015, the date of transition to Ind-AS and as of 31 March 2016.

2. Deemed Costs

Since there is no change in functional currency, the company has elected to continue with the previous GAAP carrying value of all property Plant and Equipment and intangibles assets as recognized in the previous GAAP financials as deemed cost at the transition date.

3. Investments in subsidiaries & Joint ventures

Since company recognised its investment in subsidiaries and joint ventures at cost in separate financial statements, company has elected to continue with the previous GAAP carrying amount as deemed cost at transition date.

4. Leases

Appendix C to Ind-AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind-AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the company has used Ind-AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition. Company does not have such type of arrangements on transition date.

5. Classification and measurement of financial assets

Financial assets are classified and measured on the basis of the conditions exiting on the date of the transition to Ind-AS

Reconciliation of Balance Sheet on 1st April 2015 (at the date of Transition)*

(₹ in Lakhs)

Particulars			Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I.	**ASSETS**					
1	**Non-current assets**					
	(a)	Property, Plant and equipment		576.23	-	576.23
	(b)	Capital work-in-progress		142.45	-	142.45
	(c)	Other Intangible assets		2.60	-	2.60
	(d)	Intangible assets under development		165.75	-	165.75
	(e)	Financial Assets			-	
		(i) Investments		59,510.74	-	59,510.74
		(ii) Lease Receivables		49,846.39	-	49,846.39
		(iii) Loans		96.12	-	96.12
		(iv) Others	7.1	46,442.62	(6.25)	46,356.37
	(f)	Deferred tax assets (Net)	5	-	2,920.62	2,920.62
	(g)	Other non-current assets	7.1	-	86.25	86.25
				1,56,782.90	**2,920.62**	**1,59,703.52**

2	**Current assets**					
	(a)	Project Work in Progress		11,56,475.73	-	11,56,475.73
	(b)	Financial Assets				
		(i) Trade Receivables		19,092.07	-	19,092.07
		(ii) Lease Receivables		7,521.71	-	7,521.71
		(iii) Cash and cash equivalents		80,478.81	-	80,478.81
		(iv) Bank Balances other than (iii) above		48,500.00	-	48,500.00
		(v) Loans		112.89	-	112.89
		(vi) Others	7.1	21,987.10	(52.17)	21,934.93
	(c)	Other current assets	7.1	88,160.97	52.17	88,213.14
	(d)	Current Tax Asset (Net)		1,682.12	-	1,682.12
				14,24,011.40	-	14,24,011.40
		Total Assets		**15,80,794.30**	**2,920.62**	**15,83,714.92**
II.	**EQUITY AND LIABILITIES**					
1	**Equity**					
	(a)	Equity Share Capital		2,08,502.01	-	2,08,502.01
	(b)	Other Equity	1, 3, 5	59,384.27	7,388.62	66,772.89
				2,67,886.28	**7,388.62**	**2,75,274.90**
2	**Liabilities**					
(i)	**Non-current liabilities**					
	(a)	Financial Liabilities				
		(i) Borrowing		2,51,397.08	-	2,51,397.08
	(b)	Provisions		508.10	-	508.10
				2,51,905.18	**-**	**2,51,905.18**
(ii)	**Current liabilities**					
	(a)	Financial Liabilities				
		(i) Short Term Borrowing		38,686.67	-	38,686.67
		(ii) Trade payables	3, 7.2	4,496.66	2.94	4,499.60
		(iii) Other financial liabilities	3, 7.2	36,639.63	(7,582.17)	29,057.46
	(b)	Other current liabilities	1, 2 & 7.2	9,74,580.67	7,331.23	9,81,911.90
	(c)	Provisions	1 & 2	5,665.53	(4,220.00)	1,445.53
	(d)	Current Tax liability (Net)		933.68	-	933.68
				10,61,002.84	(4,468.00)	10,56,534.84
		Total Equity and Liabilities		**15,80,794.30**	**2,920.62**	**15,83,714.92**

* The previous GAAP figures have been reclasified to conform to Ind-AS presentation requirements for the purpose of this note.

Reconciliation of Balance Sheet on 31st March 2016 *

(₹ in Lakhs)

Particulars			Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I.	**ASSETS**					
1	**Non-current assets**					
	(a)	Property, Plant and equipment		595.27	-	595.27
	(b)	Other Intangible assets		1.30	-	1.30
	(c)	Intangible assets under development	4	563.12	(5.00)	558.12
	(d)	Financial Assets				
		(i) Investments		60,515.74	-	60,515.74
		(ii) Lease Receivables		63,676.81	-	63,676.81
		(iii) Loans		77.84	-	77.84
		(iv) Others	7.1	50,227.38	(97.73)	50,129.65
	(e)	Deferred tax assets (Net)	5	-	3,749.80	3,749.80
	(f)	Other non-current assets	7.1	-	89.89	89.89
				1,75,657.46	**3,736.96**	**1,79,394.42**
2	**Current assets**					
	(a)	Project Work in Progress		14,81,150.05	-	14,81,150.05
	(b)	Financial Assets				
		(i) Trade Receivables	3	48,335.29	(0.20)	48,335.09
		(ii) Lease Receivables		10,898.33	-	10,898.33
		(iii) Cash and cash equivalents		1,37,593.70	-	1,37,593.70
		(iv) Bank Balances other than (iii) above		1,65,500.00	-	1,65,500.00
		(v) Loans		79.71	-	79.71
		(vi) Others	7.1	22,192.64	-44.67	22,147.97
	(c)	Other current assets	7.1	1,32,644.48	42.96	1,32,687.44
	(d)	Current Tax Asset (Net)		763.27	-	763.27
				19,99,157.47	-1.91	19,99,155.56
		Total Assets		**21,74,814.93**	**3,735.05**	**21,78,549.98**
II.	**EQUITY AND LIABILITIES**					
1	**Equity**					
	(a)	Equity Share Capital		2,08,502.01	-	2,08,502.01
	(b)	Other Equity	1, 3, 4, 5, 7.1 & 7.2	74,281.02	18,374.47	92,655.49
2	**Liabilities**					
(i)	**Non-current liabilities**					
	(a)	Financial Liabilities				
		(i) Borrowing		2,62,408.34	-	2,62,408.34
	(b)	Provisions		750.47	-	750.47
				2,63,158.81	**-**	**2,63,158.81**

(ii)	**Current liabilities**					
	(a)	Financial Liabilities				
		(i) Short Term Borrowing		38,991.25	-	38,991.25
		(ii) Trade payables	3, 7.2	9,046.59	2.94	9,049.53
		(ii) Other financial liabilities	3, 7.2	45,853.75	(8,229.97)	37,623.78
	(b)	Other current liabilities	1, 2 & 7.2	15,18,716.64	7,454.25	15,26,170.89
	(c)	Provisions	1 & 2	16,107.00	(13,866.64)	2,240.36
	(d)	Current Tax liability (Net)		157.86	-	157.86
				1,628,873.09	(14,639.42)	1,614,233.67
Total Equity and Liabilities				**21,74,814.93**	**3,735.05**	**21,78,549.98**

* The previous GAAP figures have been reclasified to conform to Ind-AS presentation requirements for the purpose of this note.

Reconciliation of Statement of Profit and Loss for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars		**Foot Notes**	**INDIAN (GAAP)**	**Adjustments**	**IND AS**
I.	**Revenue :**				
	Revenue from operations		4,54,130.08	-	454,130.08
II.	Other income	7	14,895.97	3,127.16	18,023.13
III.	**Total Income (I + II)**		**4,69,026.05**	**3,127.16**	**472,153.21**
IV.	**Expenses:**				
	Expenses on Operations		4,18,893.61	-	4,18,893.61
	Employee benefits expenses	6	9,571.13	(45.91)	9,525.22
	Finance Cost	7	-	2,308.36	2,308.36
	Depreciation, amortization and impairment		466.93	-	466.93
	Other Expenses	3, 4 & 7.1	3,131.41	47.11	3,178.51
	CSR and R&D Expenses		597.50	-	597.50
	Total Expenses (IV)		**4,32,660.58**	**2,309.56**	**4,34,970.13**
V.	**Profit/loss Before exceptional items and Tax (I - IV)**		36,365.47	817.61	37,183.08
VI.	**Exceptional items**		-	-	-
VII.	Profit/(Loss) before tax (V - VI)		36,365.47	817.61	37,183.08

VIII.	**Tax expense:**				
	(1) Current tax		7,606.43	-	7,606.43
	(2) Deferred tax (net)	5	-	(825.40)	-825.40
	Total Tax Expense (VIII)		7,606.43	(825.40)	6,781.03
IX	**Profit/(loss) for the period from continuing operation (VII - VIII)**		28,759.04	1,643.01	30,402.05
X	Profit/(loss) from discontinued operations		-	-	-
XI	Tax Expense of discontinued operations		-	-	-
XII	Profit/(loss) from discontinued operations (after tax) (X-XI)		-	-	-
XIII	**Profit/(loss) for the period (IX+XII)**		**28,759.04**	**1,643.01**	**30,402.05**
XIV	**Other Comprehensive Income Items that will not be reclassified to profit and loss**				
	Remeasurement gains (losses) on defined benefit plans	6	-	(45.91)	(45.91)
	Income tax effect on Remeasurement gains (losses) on defined benefit plans	5	-	3.77	3.77
XI.	**Total Comprehensive Income for the period (XIII +XIV) (Comprehensive profit and other comprehensive income for the period)**		**28,759.04**	**1,600.87**	**30,359.91**
XII.	Earnings Per Equity Share:				
	(For Continuing Operation)				
	(1) Basic		1.38	0.08	1.46
	(2) Diluted		1.38	0.08	1.46
XIII.	Earnings Per Equity Share:				
	(For discontinuing Operation)				
	(1) Basic		-		-
	(2) Diluted		-		-
XIV.	Earnings Per Equity Share:				
	(For discontinued and continuing Operation)				
	(1) Basic		1.38	0.08	1.46
	(2) Diluted		1.38	0.08	1.46

* The previous GAAP figures have been reclasified to conform to Ind-AS presentation requirements for the purpose of this note.

RAIL VIKAS NIGAM LIMITED

Reconciliation of Total Equity as at 31st March 2016 and 1st April 2015*

(₹ in Lakhs)

Particulars	Foot Notes	31 March 2016	01 April 2015
Total Equity (shareholder's fund) as per previous GAAP		**2,82,783.03**	**2,67,886.28**
Adjustments			
Proposed dividend and dividend tax	1	13,866.64	4,481.66
Prior Period Adjustments	3	(5.04)	(13.66)
Intangible assets written off (Website charges)	4	(5.00)	-
Deferred tax assets	5	3,749.80	2,920.62
Unwinding of interest cost on financial liabilities	7.2	(2,308.36)	-
Deferred income on financial liabilities	7.2	3,085.97	-
Unwinding of interest income on financial assets	7.1	41.19	-
Rent expenses on financial assets	7.1	(50.73)	-
Total Equity (shareholder's fund) as per Ind-AS		**3,01,157.50**	**2,75,274.90**

Reconciliation of Total Comprehensive Income for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars	Foot Notes	31 March 2016
Profit after tax as per previous GAAP		28,759.04
Prior Period adjustment	3	8.62
Deferred tax assets	5	829.18
Intangible assets written off (Website charges)	4	(5.00)
Unwinding of interest cost on financial liabilities	7.2	(2,308.36)
Deferred income on financial liabilities	7.2	3,085.97
Unwinding of interest income on financial assets	7.1	41.19
Rent expenses on financial assets	7.1	(50.73)
Profit after tax as per Ind-AS		**30,359.91**

Impact of Ind-AS on the Cash flow for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
Net Cash From Operating Activities	8	(3,76,830.65)	4,18,219.01	41,388.36
Net Cash From Investing Activities	8	(1,04,342.62)	1,13,087.57	8,744.95
Net Cash From Financing Activities	8	5,38,288.16	(5,31,306.58)	6,981.58
Net Decrease In Cash & Cash Equivalent		**57,114.89**	**-**	**57,114.89**
Cash & Cash Equivalent as at 1st April 2015		80,478.81	-	80,478.81
Cash & Cash Equivalent as at 31st March 2016		**1,37,593.70**	**-**	**1,37,593.70**

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for the purpose of this note.

Foot Notes:-

1. Proposed Dividend

As per Ind AS 10: Company will recognise a liability for final dividend (including dividend distribution tax) in the period when the dividend are approved by the shareholders. Therefore provision made for proposed dividend as per GAAP has been reversed and booked in the year in which it was declared by shareholder in AGM as at 31-3-2016 of ₹ 11,510.00 lakhs, DDT of ₹ 2,356.64 lakhs and as at 1-April 2015 of ₹ 3,720.00 lakhs, DDT of ₹ 761.66 lakhs. Therefore, there is decrease in short term provisions by ₹ 11510.00 lakhs as at 31.03.2016 and by ₹ 3720.00 lakhs as at 01.04.2015 and and current liabilities by ₹ 2356.64 lakhs as at 31.03.2016 and by ₹ 761.66 lakhs as at 01.04.2015 respectively with corresponding increase in retained earnings by ₹13,866.64 as at 31.03.2016 and by ₹ 4481.66 as at 01.04.2015.

2. Short Term provision and Current Liability

Provision for welfare scheme has been transferred to current liabilities from short term provision of ₹ 500.00 lakhs as at 1 April 2015, therefore there is decrease in short term provisions by ` 500.00 lakhs and increase in current liabilities by ₹ 500.00 lakhs as at 01.04.2015.

3. Prior Period

Prior period expenses of ₹ 8.82 lakhs for the period ended 31 March 2016 have been adjusted in opening balance of retained earning as at 1 April 2015.

Prior period expenses of ₹ 5.04 lakhs for the period ended 31 March 2017 has been reversed and ₹ 4.84 Lakhs adjusted in retained earning in opening balance sheet and ₹ 0.20 Lakhs have been adjusted in FY 2015-16, therefore there is increase in profit by ₹ 5.04 lakhs for the period ended 31 March 2017 and decrease in retained earning as at 01 April 2015 of ₹ 4.84 Lakhs and profit during FY 2015-16 of ₹ 0.20 Lakhs. For details refer note-32.

4. Intangible Assets

During F.Y. 2015-16 company has capitalised the website charges in intangibles under development of ₹ 5.00 lakhs, As per Ind-AS it has been charged off to the expenses, therefore there is decrease in profit during FY 2015-16 by ₹ 5.00 lakhs with correspondingly increase in intangibles assets by ₹ 5.00 lakhs.

5. Deferred Tax

As per Ind-AS company has recognised the deferred tax assets of ₹ 3,749.80 Lakhs as at 31-March 2016 and of ₹ 2,920.62 Lakhs

as at 1 April 2015, therefore there is increase in retained earning by ₹ 3,749.80 Lakhs as at 31-March 2016 and of ₹ 2,920.62 Lakhs as at 1 April 2015 and increase in profit after tax for the year ended 31 March 2016 by ₹ 829.18 Lakhs.

6. Other Comprehensive Income

Actuarial gain & (loss) and its tax component are recognised in other comprehensive income of ₹ (45.91) Lakhs and ₹ 2.31 Lakhs respectively, therefore there is decrease in employee benefit expenses by ₹ 45.91 Lakhs and increase in deferred tax by ₹ 3.77 Lakhs.

7. Financial Instruments*

7.1. Financial Assets

Security deposits and other receivables has been recognised at amortised cost of ₹ 437.02 Lakhs & ₹ 125.72 Lakhs respectively as at 31-03-2016 (at fair value of ₹ 277.91 Lakhs & ₹ 113.21 Lakhs respectively as at 01-04-2015) and the difference of ₹132.85 Lakhs as at 31-03-2016 (₹138.42 Lakhs as at 01-04-2015) as prepaid expenditure.

During financial year 2015-16, company recognised interest income of ₹ 41.18 Lakhs on security deposits and amortised ₹ 50.72 lakhs from prepaid expenditure as rent expenses.

7.2. Financial Liabilities

Financial liabilities have been recognised at amortised cost of ₹35,649.67 Lakhs as at 31-03-2016 (at fair value of ₹27,366.25 Lakhs as at 01-04-2015) and the difference of ₹7,454.24 Lakhs as at 31-03-2016 (₹7,592.89 Lakhs as at 01-04-2015) as deferred income. Net impact in financial liabilities for prior period and security deposits payable is ₹8229.97 as at 31.03.2016 Lakhs and ₹7582.17 Lakhs as at 01-04-2015 with corresponding increase in Trade payables by ₹2.94 lakhs as at 31.03.2016 and as at 01.04.2015 each. (Refer Note 32 for Prior Period)

During financial year 2015-16, company recognised interest cost of ₹2,308.41 Lakhs on financial liabilities and recognised deferred income ₹3,085.97 Lakhs. Net impact of these adjustments is increase in profit by ₹777.61 lakhs in Statement of Profit and Loss.

*Refer note no. 31(a)

8. Cash Flow Statement

There is no difference in net cash flow during the financial year 2015-16 as per GAAP and Ind AS, difference arising in operating, investing and financing activities due to reclassification of balance sheet items from GAAP to Ind AS.

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 11.08.2017

KUMAR CHOPRA & ASSOCIATES
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To
The Members of
Rail Vikas Nigam Limited

1. Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of **RAIL VIKAS NIGAM LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone Ind AS financial statements")

2. Management's Responsibility for the Standalone Ind AS 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 of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards(Ind AS) specified under Section 133 of the Act.

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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS 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 of the standalone Ind AS financial statements 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 standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS 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 standalone Ind AS 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 standalone Ind AS 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 Ind AS financial statements.

4. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 including the Ind AS, of the state of affairs of the Company as at 31st March, 2017, and its PROFIT (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

5. Emphasis of Matter

Without qualifying our opinion:

We draw attention to ***Note 9(f) & (g)*** *to the standalone Ind AS financial statements which describes the change and impact of change in accounting policy of Project Work in Progress as per Revised Procedure Order dt. 30/12/2016 issued by Ministry of Railways. Due to this change, additional PWIP of ₹1516,795.91 lakhs stands transferred to MoR resulting in decrease in assets to that extent and consequential decrease in liability of MoR.However, there is no impact of this change on Statement of Profit and Loss.*

6. Report on Other Legal and Regulatory Requirements

I. As required by the Companies (Auditor's Report) Order, 2016 (" the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in **Annexure 'A'** a statement on the matters specified in paragraphs 3 and 4 of the order.

II. As required by the directions issued by the Comptroller and Auditor-General of India, in terms of section 143(5) of the Act, we give the compliance in **Annexure 'B'**.

III. 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, the Statement of Profit and Loss including Other Comprehensive Income, the Cash flow statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act.

e. In terms of Ministry of Company Affairs notification no. GSR 463 (E) dated 5th June 2015, Government Companies are exempt from applicability of provisions of section 164 (2) of Companies Act 2013.

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 C"**. Our report expresses an unqualified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.

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 has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No 36 to the financial statement.

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.

iv. The company has provided requisite disclosures in the standalone Ind AS Financial statements as regards its holding and dealings in Specified Bank Notes as defined in the notification S. O. 3407(E) dated November 8, 2016 of the Ministry of Finance, during the period from November 8, 2016 to December 30, 2016[as envisaged in the notification G.S.R. 308(E) dated March 30, 2017]. Based on audit procedures performed and the representation provided to us by the management, we report that the disclosures are in accordance with the books of account maintained by the company and as produced to us by the Management.

For Kumar Chopra & Associates
Chartered Accountants
(FRN: 000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M. No 081510)

Place of signature: New Delhi
Date: 11.08.2017

ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 6(I) of our report of even date on the standalone Ind AS Financial Statementsof **RAIL VIKAS NIGAM LIMITED** for the Year ended 31st March, 2017

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

   b) The fixed assets have been physically verified by the management during the year at reasonable interval. No material discrepancies were noticed on such verification.

   c) The company does not own any immovable property and as such this sub-para is not applicable.

2. The company is in business of implementing railway infrastructure projects and the inventory primarily consists of project work in progress. The inventories are physically verified during the year and the same is recorded in the measurement book. Keeping in view the nature of business and inventory, the frequency of physical verification in our opinion is reasonable.

3. In our opinion and according to the information and explanations given to us, the company has not granted any 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.

4. In our opinion and according to the information and explanations given to us, the company has not granted any loans, made investments or provided guarantees requiring compliance under the provisions of section 185 or 186 of Company Act, 2013.

5. According to the information and explanation given to us, the company has not accepted any deposit during the year from the public

6. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013.

7. a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanation given to us, no undisputed amount payable in respect of any statutory dues were outstanding as at 31-03-2017 for a period of more than six months from the date they become payable.

   b) According to the information and explanation given to us, there are disputed dues of income tax amounting to ₹15.28 lakhs and no dues of sales tax or wealth tax or service tax or custom duty or excise duty or value added tax or cess which have not been deposited on account of any dispute. The detail of unpaid disputed income tax liability is as under:

Assessment Year	Amount (₹ in lakhs)	Forum where pending
2008-09	15.17	Assessing Officer u/s 154
2012-13	0.06	CPC u/s 220(2)
2014-15	0.02	Assessing Officer u/s 143(3)
2015-16	0.03	CPC u/s 143(1a)

8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, government or bank or debenture holders.

9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). Term loans have been applied by the company for the purpose for which they were raised.

10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no fraud on the company by its officers or employees has been noticed or reported during the year.

11. The provisions of section 197 of the Companies Act, 2013 are not applicable since the company is a government company.

12. The Company is not a Nidhi Company and hence Para (xii) is not applicable.

13. In our opinion and according to the information and explanations given to us,the transactions with related parties are in compliance with provisions of section 177 and 188 of the Companies Act, 2013 as applicable and adequate disclosures have been made in the financial statements as required by the applicable accounting standards.

14. The Company has not made any preferential allotment or private placement of share or fully or partly convertible debentures during the year.

15. In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with the directors or persons connected with them under the provisions of section 192 of the Companies Act, 2013.

16. In our opinion and as per the information and explanation given to us, the company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

For Kumar Chopra & Associates
Chartered Accountants
(FRN: 000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M. No 081510)

Place of signature: New Delhi
Date: 11.08.2017

ANNEXURE "B" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 6(II) of our report of even date on the standalone Ind AS financial statements of **RAIL VIKAS NIGAM LIMITED** for the Year ended 31st March, 2017

S.No.	CAG's Directions	Our Report	Action Taken thereon	Impact on financial statements
1.	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.	Company only has leasehold commercial space for which lease deed has been executed with the owner. The company does not own any freehold/leasehold land.	No action required	NIL
2	Please report whether there are any cases of waiver/write off of debts/loans/interest etc., if any, the reasons there for and the amount involved.	a) During the year, the incidental expenditure aggregating to ₹405.71 lakhs claimed from High Speed Rail Company Ltd. till 31st March, 2016 has been reversed to respective expenditure as per directives issued by MoR. b) Site facilities expenses aggregating to ₹735.80 Lakhs charged to Angul Sukinda and Kutch Railway since inception to 31-03-2016 have been reversed and refunded by debit to "Expenses on Operation" as per the policy decision taken by the management.	No action required	a) Profit is decreased by ₹405.71 lakhs. b) Profit is decreased by ₹735.80 Lakhs.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gifts from Govt. or other authorities.	No inventory is lying with third parties and no asset has been received as gifts from Government or any other authorities by RVNL.	No action required	NIL

For Kumar Chopra & Associates
Chartered Accountants
(FRN: 000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M. No 081510)

Place of signature: New Delhi
Date: 11.08.2017

ANNEXURE "C" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 6(III)(f) of our report of even date on the standalone Ind AS financial statements of **RAIL VIKAS NIGAM LIMITED** for the Year ended 31st March, 2017

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 **Rail Vikas Nigam Limited ("the Company")** as of March 31, 2017 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility 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 FinancialReporting

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; (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, 2017, 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.

For Kumar Chopra & Associates
Chartered Accountants
(FRN: 000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M. No 081510)

Place of signature: New Delhi
Date: 11.08.2017

CONFIDENTIAL/गोपनिय

भारतीय लेखा एवमं लेखा परीक्षा विभाग
प्रधान निदेशक लेखा परीक्षक, रेलवे–वाणिज्यिक का कार्यालय
काफमो, भारतीय रेल, तिलक ब्रिज, नई दिल्ली – 1100 002
INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL DIRECTOR OF AUDIT,
RLY- COMMERCIAL
COFMOW, INDIAN RAILWAYS, TILAK BRIDGE, NEW DELHI-110002

No: PDA/RC/RPSU/32-64/RVNL/2017-18/80 दिनांक : 19/09/17

सेवामें

अध्यक्ष एवं प्रबंध निदेशक,
रेल विकास निगम लिमिटेड,
नई दिल्ली

विषयः **31मार्च 2017 को समाप्त वर्ष के लिए रेल विकास निगम लिमिटेड के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(b) के अन्तर्गत भारत के नियंत्रक–महालेखापरीक्षक की टिप्पणियॉ।**

महोदय

मैं, **रेल विकास निगम लिमिटेड** के 31 मार्च 2017 को समाप्त वर्ष के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक–महालेखापरीक्षक की टिप्पणियाँ अग्रेषित कर रहा हूँ।

कृपया इस पत्र की संलग्नकों सहित प्राप्ति की पावती भेजी जाए।

संलग्न : यथोपरि।

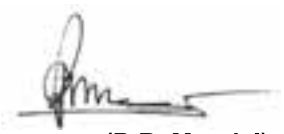
भवदीय
ह/–
(बी. आर मोण्डल)
प्रधाननिदेशक/आर.सी.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF RAIL VIKAS NIGAM LIMITED FOR THE YEAR ENDED 31 MARCH 2017

The preparation of financial statements of **Rail Vikas Nigam Limited** for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 11 August, 2017.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) of the Act of the financial statements of **Rail Vikas Nigam Limited** for the year ended 31 March, 2017. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on the behalf of the
Comptroller & Auditor General of India



(B.R. Mondal)
Principal Director of Audit
Railway Commercial, New Delhi

Place : New Delhi
Date : 19, September, 2017

RAIL VIKAS NIGAM LIMITED

Consolidated Balance Sheet as at 31st March 2017

(₹ in Lakhs)

Particulars	Note No.	As at 31st March 2017		As at 31st March 2016		As at 31st March 2015	
I. ASSETS							
1 Non-current assets							
(a) Property, Plant and equipment	3	746.93		595.45		576.23	
(b) Capital work-in-progress	4	-		-		142.45	
(c) Other Intangible assets	5	0.51		1.30		2.60	
(d) Intangible assets under development	5	1,272.82		558.12		165.75	
(e) Financial Assets	6						
(i) Investments	6.1	1,09,432.35		1,02,765.02		88,536.55	
(ii) Lease Receivables	6.2	1,14,675.84		63,676.81		49,846.39	
(iii) Loans	6.3	70.38		77.84		96.12	
(iv) Others	6.4	49,728.45		50,129.65		46,356.37	
(f) Deferred tax assets (Net)		4,096.06		3,749.79		2,920.62	
(g) Other non-current assets	8	16,405.66	2,96,429.00	89.89	2,21,643.87	86.25	1,88,729.33
2 Current assets							
(a) Project-Work-in-Progress	9	76,626.12		1,482,810.85		11,56,738.13	
(b) Financial Assets	10						
(i) Trade Receivables	10.1	27,895.05		48,121.34		18,811.73	
(ii) Lease Receivables	10.2	20,043.23		10,898.33		7,521.71	
(iii) Cash and cash equivalents	10.3	1,25,459.62		137,761.77		80,806.95	
(iv) Bank Balances other than (iii) above	10.4	1,45,000.00		165,500.00		48,500.00	
(v) Loans	10.5	71.85		79.71		112.89	
(vi) Others	10.6	44,156.11		22,147.97		21,934.93	
(c) Other current assets	11	1,49,792.71		132,687.77		88,213.25	
(d) Current Tax Asset (Net)	12.1	1,069.73	5,90,114.42	763.27	20,00,771.01	1,682.12	14,24,321.71
Total Assets			**8,86,543.42**		**22,22,414.88**		**16,13,051.04**
II. EQUITY AND LIABILITIES							
1 Equity							
(a) Equity Share Capital	13	2,08,502.01		208,502.01		2,08,502.01	
(b) Other Equity	14	1,48,123.94	3,56,625.95	134,890.86	3,43,392.87	95,770.92	3,04,272.93
2 Liabilities							
Non-current liabilities							
(a) Financial Liabilities	15						
(i) Borrowing	15.1	2,43,688.06		262,408.34		2,51,397.08	
(b) Provisions	16	888.71	2,44,576.77	750.47	2,63,158.81	508.10	2,51,905.18
Current liabilities							
(a) Financial Liabilities	17						
(i) Short Term Borrowing	17.1	46,532.28		38,991.25		38,686.67	
(ii) Trade payables	17.2	10,989.21		9,049.53		4,499.60	
(ii) Other financial liabilities	17.3	44,674.85		37,625.78		29,095.36	
(b) Other current liabilities	18	1,79,055.50		1,527,797.78		9,82,212.38	
(c) Provisions	16	4,088.86		2,240.36		1,445.53	
(d) Current Tax liability (Net)	12.2	-	2,85,340.70	158.50	16,15,863.20	933.39	10,56,872.93
Total Equity and Liabilities			**8,86,543.42**		**22,22,414.88**		**16,13,051.04**
III Summary of significant accounting policies (Standalone)	1 & 2						
IV See accompanying notes to the standalone financial statements	from 3 to 49						

This is the Balance sheet referred to in our report of even date

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	Sd/-	Sd/-	Sd/-
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 07.09.2017

RAIL VIKAS NIGAM LIMITED

Consolidated Statement of Profit and Loss for the year ended 31st March 2017

(₹ in Lakhs)

	Particulars	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
	Revenue :			
I.	Revenue from operations	19	5,91,962.28	4,54,130.08
II.	Other income	20	25,133.51	18,043.94
III.	**Total Income (I + II)**		**6,17,095.79**	**4,72,174.02**
IV.	**Expenses:**			
	Expenses on Operations	21	5,47,520.50	4,18,893.61
	Employee benefits expenses	22	11,976.50	9,525.22
	Finance Costs	23	3,563.12	2,308.36
	Depreciation, amortization and impairment	24	499.23	466.97
	Other Expenses	25	4,427.13	3,180.60
	CSR and R&D Expenses	26	612.29	597.50
	Total Expenses (IV)		**5,68,598.77**	**4,34,972.26**
V.	Profit/(loss) before share of profit/(loss) of joint venture and exceptional exceptional items and tax (III-IV)		48,497.02	37,201.76
VI.	Exceptional items		-	-
VII.	Share in Profit/(Loss) of Joint Ventures		5,699.86	12,964.23
VIII.	Profit/(Loss) before tax (V - VI)		54,196.88	50,165.99
Ix.	Tax expense:	27		
	(1) Current tax		10,323.07	7,611.23
	(2) Deferred tax (net)		(341.67)	(825.39)
	Total Tax Expense (VIII)		9,981.40	6,785.84
X.	**Profit/(loss) for the period from continuing operation (VII - VIII)**		**44,215.49**	**43,380.15**
XI.	Profit/(loss) from discontinued operations		-	-
XII.	Tax Expense of discontinued operations		-	-
XIII.	Profit/(loss) from discontinued operations (after tax) (X-XI)		-	-
XIV.	**Profit/(loss) for the period (IX+XII)**		**44,215.49**	**43,380.15**
XV.	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss	28		
	Remeasurement gains (losses) on defined benefit plans		(41.76)	(44.83)
	Income tax effect on Remeasurement gains (losses) on defined benefit plans		4.66	3.40
XVI.	**Total Comprehensive Income for the period (XIII +XIV)**			
	(Comprehensive profit and other comprehensive income for the period)		**44,178.39**	**43,338.72**
XVII.	Earnings Per Equity Share: (For Continuing Operation)			
	(1) Basic	39	2.12	2.08
	(2) Diluted	39	2.12	2.08
XVIII.	Earnings Per Equity Share:			
	(For discontinuing Operation)			
	(1) Basic		-	-
	(2) Diluted		-	-
XIX.	Earnings Per Equity Share:			
	(For discontinued and continuing Operation)			
	(1) Basic	39	2.12	2.08
	(2) Diluted	39	2.12	2.08

This is the Balance sheet referred to in our report of even date

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	Sd/-	Sd/-	Sd/-
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 07.09.2017

RAIL VIKAS NIGAM LIMITED

Consolidated Statement of Changes in Equity

Statement of changes in equity for the year ended 31st March 2017

A. Equity share capital (₹ in Lakhs)

Particulars	Amount
Balance at April 1, 2016	**2,08,502.01**
Changes in equity share capital during the year	
(a) issue of equity shares capital during the year	-
Balance at March 31, 2017	**2,08,502.01**

B. Other Equity (₹ in Lakhs)

Particulars	Reserve & Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the reporting period	7,100.00	1,27,785.82	1,34,885.82
Prior period errors (refer note-32)	-	5.04	5.04
Restated balance at the beginning of the reporting period	**7,100.00**	**1,27,790.86**	**1,34,890.86**
Profit for the year	-	44,215.49	44,215.49
Other Comprehensive Income for the year (net of income tax)	-	(37.10)	(37.10)
Total Comprehensive Income for the year	**-**	**44,178.39**	**44,178.39**
Dividends	-	(30,943.96)	(30,943.96)
Transfer to retained earning	-	-	-
Changes in value of investments in Joint Ventures other than share in their Profit and loss account		(1.34)	(1.34)
Balance at the end of the reporting period	**7,100.00**	**1,41,023.94**	**1,48,123.94**

Statement of changes in equity for the year ended 31-March-2016

A. Equity share capital (₹ in Lakhs)

Particulars	Amount
Balance at April 1, 2015	2,08,502.01
Changes in equity share capital during the year	
(a) issue of equity shares capital during the year	-
Balance at March 31, 2016	2,08,502.01

B. Other Equity (₹ in Lakhs)

Particulars	Reserve & Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the reporting period	7,100.00	88,662.30	95,762.30
Prior period errors (refer note-32)	-	8.62	8.62
Restated balance at the beginning of the year	**7,100.00**	**88,670.92**	**95,770.92**
Profit for the year -	-	43,380.15	43,380.15
Other Comprehensive Income for the year (net of income tax)	-	(41.43)	(41.43)
Total Comprehensive Income for the year	**-**	**43,338.72**	**43,338.72**
Dividends -	-	(4,477.31)	(4,477.31)
Transfer to retained earning -	-	-	-
Changes in value of investments in Joint Ventures other than share in their Profit and loss account		258.53	258.53
Balance at the end of the reporting period	**7,100.00**	**1,27,790.86**	**1,34,890.86**

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 07.09.2017

RAIL VIKAS NIGAM LIMITED

Consolidated Cash Flow Statement for the year ended 31st March 2017

(₹ in Lakhs)

	Particulars	"Figures for the year ended 31st March 2017"		"Figures for the year ended 31st March 2016"	
1	**(a) Cash Flow from Operating Activities**				
	Profit/(loss) before Tax	54,196.88		50,165.99	
	Add/(Less): Adjustment for non cash items :				
	Depreciation, amortization and impairment	499.23		466.97	
	Share in (Profit)/Loss of Joint Ventures	(5,699.86)		(12,964.23)	
	CWIP Written Off	-		162.07	
		48,996.25		37,830.80	
	Add: Adjustment for other items				
	Loss on sale of Fixed assets	9.29		0.37	
	Other Income	(20,101.42)		(14,172.79)	
	Dividend Received	(550.00)		(250.00)	
	Other Comprehensive Income	(41.48)		(45.91)	
	Operating Profit Before Working Capital Changes	28,312.64		23,362.47	
(b)	**Adjustments for Changes in Working Capital:**				
	Adjustments for (Increase)/Decrease in Operating Assets:				
	Trade Receivables (Current)	20,226.29		(29,309.61)	
	Lease Receivables (Non-Current)	(50,999.03)		(13,830.42)	
	Lease Receivables (Current)	(9,144.92)		(3,376.62)	
	Project work in progress (Inventory)	14,06,184.73		(3,26,072.72)	
	Bank Balances other than cash and cash equivalents	20,500.00		(1,17,000.00)	
	Other Financial Assets	(21,975.16)		(183.53)	
	Other Current Assets	(17,104.94)		(44,474.52)	
		13,47,686.97		**(5,34,247.42)**	
(c)	**Adjustments for (Increase)/Decrease in Operating Liabilities:**				
	Trade Payables	1,939.68		4,549.93	
	Other Financial Liabilities	7,049.07		8,530.42	
	Other Current Liabilities	(13,48,742.28)		5,45,585.40	
	Short Term Provisions	1,848.50		794.83	
	Long Term Provisions	138.24		242.37	
		(13,37,766.79)		5,59,702.95	
	Cash Generated from Operations	38,232.82		48,818.00	
	Direct Taxes Paid/Received	10,788.03		7,610.30	
	Cash Flow from Operating Activities (A)	**27,444.79**	**27,444.79**	**41,207.70**	**41,207.70**
2	**Cash from Investment Activities :-**				
	Capital Expenditure on Fixed Assets, Including Capital Advances	(17,014.80)		(495.89)	
	Capital Expenditure on CWIP	-		(19.62)	
	Capital Expenditure on Intangibles	(715.42)		(393.46)	
	Proceeds from Sale of Fixed Assets	15.42		11.72	
	Proceeds from Loan given	7.46		18.28	
	Other Non Current Financial Assets	401.20		(3,773.28)	
	Current Investments not Considered as Cash and Cash Equivalents:				
	- Purchased	-			
	Purchase of Long Term Investments:				
	- Joint Venture	(969.00)		(1,005.00)	
	Interest Income (Revenue)				
	- Others	20,101.42		14,172.79	
	Dividend Received				
	- Joint Venture	550.00		250.00	
	Net Cash Generated from / (used in) Investing Activities (B)	**2,376.28**	**2,376.28**	**8,765.54**	**8,765.54**

Consolidated Cash Flow Statement for the year ended 31st March 2017

(₹ in Lakhs)

Particulars	"Figures for the year ended 31st March 2017"		"Figures for the year ended 31st March 2016"	
3 Cash Flow from Financing Activities :-				
Proceeds from issuance of share capital (including share application money)	-		-	
Proceeds from Long Term Borrowings	3,713.00		25,590.00	
Repayment of Short -Term Borrowings	(18,190.83)		(17,324.17)	
Dividend and Tax thereon	(30,943.96)		(4,477.31)	
Interest accrued during the year	24,717.45		30,879.29	
Repayment of interest accrued	(21,418.87)		(27,686.23)	
Utilisation of Reserve				
Net Cash Generated from / (used in) Financing Activities (C)	**(42,123.21)**	**(42,123.21)**	**6,981.58**	**6,981.58**
Net Increase/(Decrease) in Cash & Cash Equivalent (A+B+C)		(12,302.13)		**56,954.82**
Cash & Cash Equivalent at the beginning of the Year		**137,761.77**		**80,806.95**
Cash & Cash Equivalent at the end of year		**125,459.62**		**1,37,761.77**
Cash and Cash Equivalents				
- Cash and Cheques in Hand	-		746.25	
Balance with Scheduled Banks				
- On Current Account	14,159.62		6,015.52	
- On term Deposit Account	1,11,300.00		1,31,000.00	
		1,25,459.62		**1,37,761.77**

Notes :

The above Cash Flow Statement has been prepared under the indirect method setout as per Ind-AS-7 issued by The Institute of Chartered Accountants of India and notified u/s 133 of the Companies Act, 2013.

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

Sd/-
R.K. Aggarwal
Partner
M.No. 081510

Place : New Delhi
Date: 07.09.2017

For and on behalf of the board

Sd/-
S.C. Agnihotri
Chairman and Managing Director
DIN: 01637856

Sd/-
Ashok K. Ganju
Director Finance
DIN: 01970462

Sd/-
Kalpana Dubey
Company Secretary

Notes to the Consolidated financial statements
For the year ended March 31, 2017

Summary of Significant Consolidated Accounting Policies

Note 1 : Corporate Information

Rail Vikas Nigam Limited ("the Parent Company") and its subsidiary and Joint Ventures (collectively referred to as the "Group") are engaged in the business of implementing various types of Rail infrastructure projects assigned by MoR including doubling (including 3rd/4th lines), gauge conversion, new lines, railway electrification, major bridges, workshops, Production Units and sharing of freight revenue with Railways as per the concession agreement entered into with Ministry of Railway.

Note 2 :

2.1 Basis of Preparation

a) Statement of Compliance

These consolidated financial statements have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016. For all periods up to and including the year ended 31 March 2016, the group prepared its consolidated financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP). These consolidated financial statements for the year ended 31 March 2017 are group's first IND AS consolidated financial statements. The figures for the previous periods have been restated and reclassified wherever required to comply with the requirement of Ind AS and Schedule III.

b) Basis of Measurement

The consolidated financial statements have been prepared under the historical cost convention and on an accrual basis, except for the following item that have been measured at fair value as required by relevant Ind-AS.

i. Defined benefit Plan and other long term employee benefits

ii. Certain financial assets and liabilities measured at fair value.

c) Use of estimates and judgment

The preparation of consolidated financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of consolidated financial statements and the reported amount of income and expenses. Examples of such estimates include estimates of future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lacs rupees with two decimal points except where otherwise stated.

d) Basis of Consolidation

(i) Consolidation of subsidiary

The consolidated financial statements of the Group combines Standalone financial statements of the Parent Company and its subsidiary line-by-line by adding together the like items of assets, liabilities, income and expenses.

All intra-group assets, liabilities, income, expenses and

unrealised profits/losses on intra-group transactions are eliminated on consolidation. The accounting policies of subsidiary have been harmonised to ensure the consistency with the policies adopted by the Parent Company.

The consolidated financial statements have been presented in the same manner as Parent Company's standalone financial statements.

ii) Investments in Joint Ventures

Investment in Joint Ventures has been accounted under the equity method as per Ind AS 28 - Investments in Associates and Joint Ventures. The Company accounts for its share of post acquisition changes in net assets of joint ventures, after eliminating unrealised profits and losses resulting from transactions between the Company and its joint ventures to the extent of its share, through its Consolidated Statement of Profit and Loss, to the extent such change is attributable to the associates' Statement of Profit and Loss and through its reserves for the balance based on available information. When the Group's share of losses of joint venture exceeds the Group's interest in that joint venture (which includes any long term interests that, in substance, form part of the Group's net investment joint venture), the Group discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the joint venture.

2.2 Cash Flow Statement

Consolidated Cash flow statement is reported using the indirect method, whereby profit / (loss) before 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 group are segregated based on the available information.

2.3 Exceptional Items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the group, is such that its disclosure improves an understanding of the performance of the group. Such income or expense is classified as an exceptional item and accordingly disclosed in the Notes to Accounts.

2.4 Property, plant and equipment

a) Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost of asset includes the fol

i. Cost directly attributable to the acquisition of the assets

ii. Incidental expenditure during the construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is directly related to construction or is incidental thereto.

iii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.

b) Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.

c) Upon sale of assets cost and accumulated depreciation are eliminated from the consolidated financial statements and the resultant gains or losses are recognized in the statement of profit and loss.

d) Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress.

For transition to IND-AS, the group has elected to continue with the carrying value of all its property, plant

and equipment's recognised as on April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Depreciation

a) Depreciation on Property, plant and Equipment is provided on Straight Line basis (SLM) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013 except in the case of (i) Furniture & Fixtures and (ii) Mobiles Phones & Tablets. In both the categories of these assets, Management has estimated the useful life after taking into consideration the economic benefits embodied in these assets and other factors such as technical obsolescence and wear and tear etc. The estimated useful life of assets for current and comparative period of significant items of property plant and equipment are as follows:

Particulars	Useful Life
Furniture and fixtures	4 year
Computers	3 year
Mobile phones	2 year
Office Equipment's (excluding Mobile Phones)	5 year

(b) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of remaining asset.

(c) Leasehold improvements are amortized over the lower of estimated useful life and lease term.

(d) Depreciation methods, useful lives and residual values are reviewed at each reporting date.

(e) Depreciation on individual assets acquired for ₹5000/- or less is depreciated at the rate of 100% taking in to consideration the commercial life in the year of purchase itself.

2.5 Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at historical cost less accumulated amortization and impairment loss, if any.

Intangible assets comprise of license fees, other implementation costs for system software and other application software acquired for in-house use. The costs are capitalized in the year in which the relevant software is implemented for use. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes, and any directly attributable expenditure on making the asset ready for its intended use. intangible assets not ready for intended use as on reporting date is recognised as intangible assets under development.

For transition to IND-AS, the group has elected to continue with the carrying value of all its intangibles assets recognised as on April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as on the transition date.

Amortization of Intangible Assets

Intangible assets are amortized over their respective estimated useful lives on a straight- line basis from the date that they are available for use. The estimated useful life of acquired softwares are finite (3 years). Amortisation methods, useful lives and residual values are reviewed at each reporting date.

2.6 Impairment of non-financial assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. At each reporting date group assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting

periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.

2.7 Inventories & Project Accounting

(a) Project Work-in-Progress is valued at the contract rates and construction material at site is stated at cost. Payments made to Zonal Railways for acquiring land included in project Work-in-Progress is stated at cost.

(b) IRFC funded Projects completed and handed over to Railways for operations are being transferred from Project Work in Progress to the Railways. IRFC funded completed projects on transfer are shown as "Lease Receivable" under the heads Non-current/ Current assets in Compliance with Ind-AS 17.

(c) Financial transfers of IRFC funded projects have been carried out in the accounts after handing over / commissioning of the full project to the Zonal Railway and where the expenditure booked against the project at the end of the financial year is at least 95 % of the latest anticipated cost of the work.

(d) The value of projects which are transferred from the project Work in Progress (PWIP) is determined by adding direct expenditure plus management fee as agreed with MoR.

(e) MoR Funded Projects: In accordance with revised Procedure Order dt. 30.12.2016 of MoR, PWIP of MoR funded projects are adjusted against fund received from MoR in compliance with this revised accounting policy. The amount of expenditure on MoR funded projects recognised during the year including opening balances of PWIP for MoR funded project are being adjusted as at 31.03.2017 from the fund received from MoR and from the subsequent financial year adjustments will be carried out periodically.

2.8 Revenue Recognition

Revenue is recognized based on the nature of activity, when consideration can be reasonably measured and there exists reasonable certainty of its recovery. Revenue from construction/project related activity is recognized as follows:

(a) Projects executed for Ministry of Railways (MOR): Revenue from project execution is determined by adding aggregate cost plus margin agreed with MOR and any subsequent clarifications received in this respect.

(b) Works Executed by Zonal Railways on behalf of RVNL - Revenue from works executed by Zonal Railways on RVNL projects is determined on the basis of statement of Expenditure submitted by the respective Zonal Railways

(c) Deposit works (cost plus contract) related to JCEs (Jointly Controlled Entities) in the form of Special Purpose Vehicles and others): Contract revenue is determined by adding the aggregate cost plus proportionate margin (Direction & General Charges) based on fixed percentage as agreed with the customer.

(d) In case of IRFC funded projects, interest component on instalments received from Ministry of Railway's in netted against the interest payable on IRFC borrowings

(e) Claims are accounted as income in the year of acceptance by client or evidence of acceptance received.

2.9 Other Revenue Recognition

i. Dividend income is recognized when the right to receive is established.

ii. Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable using Effective Interest Rate Method.

2.10 Employee Benefits

a) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits. Benefits such as salaries, wages, and short- term compensated absences, LTC etc. are recognized in the period in which the employee renders the related service.

b) Long Term Employee Benefits :

The obligation for long-term employee benefits such as long-term compensated absences& half pay leave is recognized in the same manner as in the case of defined benefit plans as mentioned in (c)(iii) below

c) Post Employment Benefits

i. Defined contribution plans: The group makes defined contribution to the Regional Provident Fund Commissioner in respect of provident fund scheme, CGIS and employee state insurance scheme. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

ii. Defined contribution plans: The group makes defined contribution to the RVNL Medical and Welfare Trust in respect of RVNL Medical and Welfare Scheme. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

iii. Defined benefit plans: Gratuity is a post employment defined benefit plan. The liability recognized in the balance sheet is the present value of the defined benefit obligation at the balance sheet date less fair value of plan assets. The defined benefit obligation is calculated by an independent actuary using projected unit credit (PUC) method. Actuarial gains and losses are recognised immediately in the Profit & Loss Account.

d) Retirement benefits of the 'staff on deputation' have been accounted for on the basis of the guidelines of the Ministry of Railways.

e) Actuarial gains or losses are recognized in Other Comprehensive Income.

f) Re-measurements recognised in Other Comprehensive Income are comprising actuarial gains or losses that are not reclassified to profit or loss from Other Comprehensive Income in subsequent periods.

2.11 Functional and presentation currency

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the group operates. (Functional Currency) The consolidated financial statements are presented in Indian rupees, which is the presentation currency of group.

Foreign Currency Transactions

i. All foreign currency transactions are translated into functional Currency at the rate prevalent on the date of transaction.

ii. Non-monetary items are translated at the rate on the date of initial transaction.

iii. Monetary items denominated in foreign currency are translated at the prevailing closing buying rate at each reporting date.

iv. Foreign exchange gain or losses in respect of monetary and non-monetary items is recognised in statement of profit and loss.

2.12 Borrowing Cost

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of cost of such asset till such time as the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of

time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

2.13 Tax expenses represents the sum of current tax and deferred tax

a) Current Income Tax

i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.

ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the group operates and generates taxable income.

iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities Liability for additional taxes, if any, is provided / paid as and when assessments are completed.

iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b) Deferred tax

i. Deferred income tax is recognized using balance sheet approach.

ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

vi. Deferred Tax is recognised for all temporary differences including the temporary differences associated with investment in Subsidiary and Joint Ventures except where the group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. If temporary differences were to reverse through dividends, deferred tax liability is Nil.

2.14 Leases

a) group as a lessee

Finance Lease

(i) that transfers substantially all the risks and rewards incidental to ownership of an asset

(ii) are capitalised at lease inception at lower of fair value or present value of minimum lease payment

(iii) Payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability.

(iv) Finance charges are recognised in finance costs in the statement of profit and loss.

(v) Depreciated over the useful life of the asset. However, if there is no reasonable certainty to obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating Lease

i. is classified as operating lease when significant portion of the risk and rewards are not transferred to the group.

ii. payment are charged to profit and loss on straight-line basis over the lease term except where lease payment are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increase

b) group as a lessor

Finance Lease

i. is recognised when substantially all of the risks and rewards of ownership transfer from the group to the lessee.

ii. Payment due are recorded as receivables at the group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Operating Lease

i. are the leases in which the group does not transfer substantially all the risks and rewards of ownership to the lessee.

ii. incomes are recognized as income in the statement of profit & loss on straight-line basis over the lease term except where lease payment are structured to increase in line with expected general inflation expected general inflation to compensate for the expected inflationary cost increase

2.15 Provisions

Provision is recognised when:

i) The group has a present obligation as a result of a past event,

ii) A probable outflow of resources is expected to settle the obligation and

iii) A reliable estimate of the amount of the obligation can be made. Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received.

Provisions are reviewed at each Balance Sheet date.

a) Discounting of Provisions

Provision which expected to be settled beyond 12 months are measured at the present value by using pretax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

2.16 Contingent Liabilities and contingent Assets

(a) Contingent Liabilities are disclosed in either of the following cases:

i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or

ii) A reliable estimate of the present obligation cannot be made; or

iii) A possible obligation, unless the probability of outflow of resource is remote.

(b) Contingent assets is disclosed where an inflow of economic benefits is probable.

(c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.

(d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

2.17 Earnings Per Share

In determining earnings per share, the group considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding

during the year. The dilutive earning per share is not computed as there is no dilution involved during the year.

2.18 Liquidated Damages and Penalties

Credit items arising on account of Liquidated Damages and Penalties during execution of contract or due to termination of contract etc. are carried as ""Retention Money"" under "other Current Liabilities"" until the final Closure of the Project. Thereafter,i.e. on financial closure of the Project, such leftover balances of liquidity Damages and Penalties are credited to the total cost of the concerned project.

2.19 Stale Cheques Policy

Cheques which have not been cleared within the validity period of 3 months are credited to the stale Cheques account. Items which are more than 3 yrs.' old and could not be cleared in stale Cheques account are credited to the head which was earlier debited while making payments except deductions made from salary of staff which are credited to misc income.

2.20 Operating Segment

Operating segments are reported in the manner consistent with the internal reporting provided by the Chief Operating Decision Maker (CODM). Chairman and Managing Director of the group has been identified as CODM. group has identified only one reportable segment i.e. "Development of Railway Infrastructure". Joint Ventures, being engaged in the sector of Operation and maintenance of Railway Assets are not considered as segment for reporting purpose as joint ventures are consolidated using Equity method of consolidation.

2.21 Fair Value Measurement

Group measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

2.22 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

2.23 Financial instruments

(A) Initial recognition and measurement

Financial Instruments are recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

(B) Subsequent measurement

(i) Financial Assets

financial assets are classified in following categories:

a) At Amortised Cost

b) Fair value through Other Comprehensive Income.

c) Fair value through Profit and loss account.

a. Debt instrument at Amortised Cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

(a) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

(b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets measured at amortised cost using effective interest rate method less impairment if any. The EIR amortisation is included in finance income in the statement of profit and loss.

b. Debt instrument at FVTOCI

A debt instrument is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the Other Comprehensive Income (OCI). However, the group recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned is recognised using the EIR method.

c. Debt instrument at FVTPL

FVTPL is a residual category for financial Assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. In addition, the group may elect to designate financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. If doing so reduces or eliminates a measurement or recognition inconsistency. The group has not designated any financial asset as at FVTPL. Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L. Investment in Equity instruments are measured through FVTPL.

(ii) Financial liabilities

a) Financial liabilities at Amortised Cost

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The group has not designated any financial liabilities at FVTPL.

b. Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks s and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

c. Impairment of financial assets

Group applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The

group follows' simplified approach' for recognition of impairment loss allowance on trade receivable. The application of simplified approach does not require the group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition Group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applies on whether there has been significant increase in credit risk.

2.24 Non-current Assets (or disposal groups) held for Sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortised once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.

If the criteria stated by IND AS 5 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.

2.25 Standard issued but not yet effective for the Financial Year 2016-17

IND AS 115 Revenue from Contracts with Customers MCA had notified IND AS 115 on Revenue from Contracts with Customers in Feb 2015. The standard establishes a new five step model that will apply to revenue arising from Contracts with customers. Under IND AS 115, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IND AS 115 provide a more structured approach to measuring and recognizing revenue. The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IND AS.

The effective date of IND AS 115 is annual periods beginning on or after 1st January 2018, with early adoption permitted. The group is required to adopt the standard by the Financial Year commencing 1st April 2018.

Note 3: Property, Plant and equipment

(₹ in Lakhs)

Particulars	Lease hold Improvements	Furniture and Fixtures	EDP Assets	Office Equipment's	Total
Cost or Deemed cost					
At 1 April 2015	909.11	649.85	1,022.37	672.47	3,253.80
Additions during the year	98.98	102.65	177.50	116.76	495.89
Disposals/Adjustments	-	12.22	37.11	21.53	70.86
At 31 March 2016	**1,008.09**	**740.28**	**1,162.76**	**767.70**	**3,678.83**
Additions during the year	114.30	159.67	254.30	145.64	673.91
Disposals/Adjustments	-	91.48	151.70	171.94	415.12
At 31 March 2017	**1,122.39**	**808.47**	**1,265.36**	**741.40**	**3,937.62**
Depreciation and impairment					
At 1 April 2015	716.97	557.52	839.88	563.20	2,677.57
Depreciation charge for the year	92.98	87.24	173.84	110.52	464.58
Impairment	-	-	-	-	-
Disposals/Adjustments	-	9.66	31.74	17.37	58.77
At 31 March 2016	**809.95**	**635.10**	**981.98**	**656.35**	**3,083.38**
Depreciation charge for the year	99.82	128.47	166.95	102.48	497.72
Impairment	-	-	-	-	-
Disposals/Adjustments	-	87.95	142.44	160.02	390.41
At 31 March 2017	**909.77**	**675.62**	**1,006.49**	**598.81**	**3,190.69**
Net book value					
At 31 March 2017	**212.62**	**132.85**	**258.87**	**142.59**	**746.93**
At 31 March 2016	**198.14**	**105.18**	**180.78**	**111.35**	**595.45**
At 1 April 2015	**192.14**	**92.33**	**182.49**	**109.27**	**576.23**

3.1 Assets with WDV less than ₹ 1,000/- have been written off in FY 2016-17 approximately to ₹ 7.74 Lakhs

Note 4: Capital Work in Progress

(₹ in Lakhs)

Particulars	Amount
At 1 April 2015	**142.45**
Additions during the year	19.62
Adjustments	162.07
At 31 March 2016	**-**
Additions during the year	-
Adjustments	-
At 31 March 2017	**-**
Net Book Value	
At 31 March 2017	**-**
At 31 March 2016	**-**
At 1 April 2015	**142.45**

4.1 Capital work in progress comprises the multi functional complex which has been constructed in accordance with the MOU entered with RLDA. During financial year 2015-16, it has been charged off to the administrative expenses.

RVNL

Note 5: Intangible Assets

(₹ in Lakhs)

Particulars	Intangible assets under development (ERP)	Other Intangibles (Software)	Total
Cost or deemed cost			
At 1 April 2015	**165.75**	**102.89**	**268.64**
Additions during the year	392.37	1.09	393.46
Disposals/Adjustments	-	98.93	98.93
At 31 March 2016	**558.12**	**5.05**	**563.17**
Additions during the year	714.70	0.72	715.42
Disposals/Adjustments	-	-	-
At 31 March 2017	**1,272.82**	**5.77**	**1,278.59**
Amortisation and Impairment			
At 1 April 2015	**-**	**100.29**	**100.29**
Amortisation for the year	-	2.39	2.39
Impairment	-	-	-
Disposals/Adjustments	-	98.93	98.93
At 31 March 2016	**-**	**3.75**	**3.75**
Amortisation for the year	-	1.51	1.51
Impairment	-	-	-
Disposals/Adjustments	-	-	-
At 31 March 2017	**-**	**5.26**	**5.26**
Net book value			
At 31 March 2017	**1,272.82**	**0.51**	**1,273.33**
At 31 March 2016	**558.12**	**1.30**	**559.42**
At 1 April 2015	**165.75**	**2.60**	**168.35**

RVNL

Note 6: Financial Assets Non Current

6.1 Investments

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
A. Investment in Equity instruments of joint ventures (fully paid-up) Unquoted and measured as per Equity method of Consolidation			
Kutch Railways Company Limited 10,00,00,000 Equity Share of ₹10 Each fully paid up & 2,50,00,000 Bonus Share of ₹10 Each fully paid up	56,102.96	50,389.32	38,936.30
Haridaspur Paradip Railways Company Limited 17,96,90,000 Equity Share of ₹10 Each fully paid up (As at March 31,2016 & as at April 1,2015 17,00,00,000 Equity Share of ₹10 Each fully paid up)	17,966.91	16,998.89	17,000.00
Krishnapatnam Railways Company Limited 8,10,00,000 Equity Share of ₹10 Each fully paid up	7,450.86	7,448.77	7,397.73
Bharuch Dahej Railways Company Limited 5,50,00,000 Equity Share of ₹10 Each fully paid up	6,238.96	6,827.24	6,208.57
Angul Sukinda Railways Company Limited 18,90,00,000 Equity Share of ₹10 Each fully paid up	20,672.66	20,100.81	18,993.95
Dighi Roha rail Limited 50,000 Equity Share of ₹10 Each fully paid up	-	-	-
Total (Equity instruments in joint ventures)	**1,08,432.35**	**1,01,765.02**	**88,536.55**
B. Share Application Money pending Allotment			
Indian Port Rail Corporation Limited	-	1,000.00	-
Total (Share Application Money pending Allotment)	**-**	**1,000.00**	**-**
C. Investment in Equity instruments Others (Unquoted)			
Indian Port Rail Corporation Limited 1,00,00,000 Equity Share of ₹ 10 Each fully paid up	1,000.00	-	-
Total (Investment in equity instruments others)	**1,000.00**	**-**	**-**
Total Non current investments	1,09,432.35	1,02,765.02	88,536.55
Aggregate value of unquoted investments	1,09,432.35	1,02,765.02	88,536.55
Aggregate amount of impairment in value of investments	-	-	-

6.2 Lease Receivables

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
Unsecured, considered good						
Opening Balance	63,676.81		49,846.39		47,843.70	
Add: Transfer during the Period	1,05,550.37		43,637.30		17,561.36	
Add/(less): Adjustment during the year	(34,508.11)		(18,908.55)		(7,925.45)	
Less: Repayment to be made within 12 months	(20,043.23)	1,14,675.84	(10,898.33)	63,676.81	(7,633.22)	49,846.39
Total		**1,14,675.84**		**63,676.81**		**49,846.39**

(i) Lease receivable represents the amount receivable from Ministry of Railway in respect of the projects which was IRFC funded and has already been transferred to concerned zonal railways. (Refer Note 31(c))

(ii) Lease receivables are interest bearing equal to the amount which has been charged by IRFC in respect of the borrowings outstanding for completed projects.

6.3 Loans

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Loan to employees (refer note31(a))	70.38	77.84	96.12
Total	**70.38**	**77.84**	**96.12**

6.4 Other Financial Assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
(a) Recoverable from Ministry of Railways (Interest Accrued but not due)	49,142.56	49,718.34	46,106.25
(b) Security Deposit	585.89	411.31	250.12
Total	**49,728.45**	**50,129.65**	**46,356.37**

Note 7: Deferred Tax

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Deferred tax assets	4,096.06	3,749.79	2,920.62
Deferred tax liabilities	-	-	-
Deferred tax assets /(Liabilities)	**4,096.06**	**3,749.79**	**2,920.62**
The balance comprises to temporary differences attributable to			
Deferred Tax Assets			
(a) Depreciation and amortisation	237.71	194.70	139.41
(b) Employee Benefits	445.65	221.41	96.68
(c) MAT Credit Entitlement	3,412.70	3,333.68	2,684.53
	4,096.06	**3,749.79**	**2,920.62**

Movement in Deferred Tax Liability/(Asset)

Particulars	Property, Plant and Equipment Intangible Assets	Employee Benefits	MAT credit	Total
At 1 April 2015	**139.41**	**96.68**	**2,684.53**	**2,920.62**
Charged/(credited)				
To Profit & Loss	55.29	121.34	649.15	825.78
To other comprehensive income	-	3.40	-	3.40
At 31 March 2016	**194.70**	**221.41**	**3,333.68**	**3,749.79**
Charged/(credited)				
To Profit & Loss	43.01	219.58	79.02	341.61
To other comprehensive income	-	4.66	-	4.66
At 31 March 2017	**237.71**	**445.65**	**3,412.70**	**4,096.06**

i) No deferred tax liability is recognized on temporary differences associated with investments in joint ventures as company expect to recover carrying amount through dividends and dividend income to parent is not taxable.

Note 8: Other Non Current Assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Capital Advance*	16,340.89	-	-
Prepaid Expenditure (Arising onFair Value Adjustment on Financial Assets-Note no 30)	64.77	89.89	86.25
	16,405.66	**89.89**	**86.25**

*The BoD in its 80th meeting has approved purchase of land at NOIDA to be used for Training Facility and for other purposes.

Note 9: Project Work-in-Progress

(₹ in Lakhs)

S. No.	Particulars	Balances as on 01.04.2015	Addition from 01-04-2015 to 31-03-2016	Project transferred from 01-04-2015 to 31-03-2016	Balances as on 31.03.2016	Addition from 01-04-2016 to 31-03-2017	Project transferred from 01-04-2016 to 31-03-2017	Balances as on 31.03.2017
		(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
1	**Civil Works**							
	Bridges	2,33,098.43	80,108.31	8,593.40	3,04,613.34	84,702.04	3,75,690.71	13,624.67
	Civil Works	11,944.55	(10,136.57)	(365.74)	2,173.72	(166.55)	1,417.35	589.82
	Preliminary Project Expenditure	9,769.61	3,018.81	424.78	12,363.65	3,685.23	13,411.28	2,637.60
	Equipments Plants and Machinery	1,857.89	5,104.85	211.19	6,751.55	14,406.92	21,152.66	5.81
	Formation	1,12,779.35	37,976.21	3,524.35	1,47,231.21	42,797.68	1,75,972.91	14,055.98
	Land	17,764.00	2,616.68	43.45	20,337.24	21,898.56	41,924.29	311.51
	Permanent Way	3,61,904.35	1,28,608.06	38,282.07	4,52,230.35	1,22,013.17	5,47,559.59	26,683.93
	Detailed Design & Engineering (Civil)	1,208.01	566.85	0.00	1,774.86	940.47	2,659.42	55.91
	Station Buildings	66,081.80	37,483.30	2,918.21	100,646.89	56,805.06	155,214.48	2,237.47
	Total Civil Work (A)	**8,16,407.99**	**2,85,346.50**	**53,631.71**	**10,48,122.81**	**3,47,082.58**	**13,35,002.69**	**60,202.70**
2	**S & T Work**							
	Detailed Design & Engineering	2,446.28	13.39	2.13	2,457.54	21.19	2,478.10	0.63
	Signaling Arrangement	36,968.90	20,404.68	6,100.87	51,272.71	25,361.01	72,238.92	4,394.80
	Telecommunication Arrangement	1,011.44	64.32	0.01	1,075.76	224.90	1,300.62	0.04
	Signaling & Telecom Works	52,275.05	6,533.07	1,345.82	57,462.30	10,686.45	67,750.20	398.55
	Total S & T Work (B)	**92,701.67**	**27,015.46**	**7,448.83**	**1,12,268.31**	**36,293.55**	**1,43,767.84**	**4,794.02**
3	**Electrical Works**							
	General Electrification	45,913.04	7,632.68	1,131.69	52,414.04	13,060.95	65,198.78	276.21
	Detailed Design & Engineering (Electrical)	491.80	187.57	0.74	678.62	15.15	693.77	-
	Overhead Electric Equipment	1,14,671.39	34,484.74	514.56	1,48,641.58	42,176.59	1,85,963.85	4,854.32
	Total Electrical Work (C)	**1,61,076.23**	**42,304.99**	**1,646.99**	**2,01,734.24**	**55,252.69**	**2,51,856.40**	**5,130.53**
4	**Incidental Expenditure during Construction Period**							
	Opening Balance	14,673.01	157.51	189.77	14,640.75	-	14,631.38	9.37
	Project related Direct Expenditure							-
	Project management Consultancy	6,050.27	9,319.76	28.96	15,183.56	11,740.30	25,489.43	1,434.43
	Direction & General Charges to Railways	352.01	1,032.26	22.50	1,361.77	597.13	1,876.90	82.00
	Total Incidental Expenditure During Construction Period	**21,075.29**	**10,509.53**	**241.23**	**31,186.08**	**12,337.43**	**41,997.71**	**1,525.80**
	Less: Interest on Mobilisation Advance	4,421.52	4,776.70	-	9,198.22	4,195.96	12,647.91	746.27
	Net Incidental expenditure Apportioned to Projects in the ratio of spending on individual projects to project expenditure (D)	**16,653.77**	**5,732.83**	**241.23**	**21,987.86**	**8,141.47**	**29,349.80**	**779.53**
5	**Others**							
	Expenditure Pending Allocation	5,308.37	(1,037.78)	-	4,270.59	(447.01)	3,823.57	0.00
	Management fees	65,268.19	30,219.38	273.60	95,213.97	36,685.06	1,26,221.06	5,677.97
	Total Others (E)	**70,576.56**	**29,181.60**	**273.60**	**99,484.56**	**36,238.05**	**1,30,044.63**	**5,677.97**
	Total Project Work in Progress	**11,57,416.22**	**3,89,581.38**	**63,242.36**	**14,83,597.78**	**4,83,008.34**	**18,90,021.36**	**76,584.75**

	Less: Credit from Release Material	3.51	-	0.27	3.24	-	3.24	-
	Less: Sale of Tender	2.80	-	-	2.80	-	-	2.80
	Less: Deposit (LD, Penalty & Misc Deposit)	671.78	-	123.35	795.13	1,969.65	2,727.43	37.35
	Net Project Work in Progress for MOR Projects	**11,56,738.13**	**3,89,581.38**	**63,365.98**	**14,82,796.61**	**4,81,038.69**	**18,87,290.69**	**76,544.60**
	Other Work in Progress	-	14.24	-	14.24	67.28	-	81.52
	Total work in progress (MOR + Others)	**11,56,738.13**	**3,89,595.62**	**63,365.98**	**14,82,810.85**	**4,81,105.97**	**18,87,290.69**	**76,626.12**

a. Land cost included in Project Work in Progress represents payments made through various Zonal Railways/ to concerned authority for the purpose of acquisition of land. The total payment made amounts to ₹42,235.80 lakhs (as on 31.03.2016 ₹20,337.24 lakhs).The land so acquired is in the name of the concerned Zonal Railway.

b. The Parent Company is executing projects assigned by MOR. In some of the projects, initially transferred to the Parent Company, work was already in progress and some of the Zonal Railways had incurred expenditure on those projects prior to their transfer to the Parent Company. The expenditure made by the concerned Railways prior to the formation of the Parent Company has not been taken into account.

c. In the opinion of the Management, the value of current assets, loans and advances on realization in the ordinary course of business, will not be less than the value at which these have been stated in the Balance Sheet.

d. "Interest on mobilization Advance, recovered from the Contractors as per the terms and conditions of the contract, is being credited to the project."

e. As per Ministry of Railway's letter no. 2004/W-1/RVNL/15 dated 24.4.2006, it was advised that "after physical completion of the work by RVNL, the asset should be straight away transferred to the concerned Zonal Railway who will add the value of the created asset in their block account." Further, as per Procedure Order issued by Ministry of Railways dated 17.12.2013 for Budgeting, Release/Accountal of funds to/by RVNL and financial transfer of completed projects by RVNL, it was directed that after handing over of the complete project by RVNL for operation and maintenance to Zonal Railways, RVNL would provide the complete details of booking of expenditure to Railway Board to facilitate the financial transfer of the project to the concerned railway. From 2007-08 onwards, Ministry of Railways was releasing funds to RVNL for execution of projects as a "Project Advance". Accordingly, it was not practical for the Zonal Railways to book the expenditure against projects as and when it occurred. However, from 2016-17 onwards, in terms of revised Procedure Order dated 30.12.2016, the Ministry of Railways decided that funds will be released to RVNL for project execution on "reimbursement" basis. At the time of reimbursement the Ministry of Railways is advising the Zonal Railways the project wise actual expenditure incurred by RVNL. This amount is to be accounted for by the Zonal Railways against the specific project directly. At the end of the Financial Year, RVNL is also intimating the total expenditure incurred against the project during the year. As the expenditure is to be accounted for in the Block Account of the respective railways in the same year, the expenditure incurred on projects and accounted for in the books of railways have been adjusted against the fund received from MoR.

f. **Explanation of Change in Accounting policy:** The PWIP was being accounted as per Procedure Order dt. 17.12.2013 for MoR funded projects. Accordingly, MoR funded projects were transferred when at least 95% of latest anticipated cost has been incurred. The new Procedure order dt. 30.12.2016 required to submit statement

of expenditure on projects before completion of the projects and adjustment of the value against fund received for the projects. Therefore, the treatment of PWIP has been changed from retaining in the accounts of RVNL to adjust periodically against the funds received.

g. **Impact of Change in Accounting Policy:** The total value of Project Work in progress adjusted during the financial year are ₹18,87,290.69 lakhs. Out of the same, the value of projects funded through MOR including State Governments sources are of ₹17,81,740.32 lakhs (previous year ₹19,728.67 lakhs) and IRFC funded are of ₹105,550.37 lakhs (previous year ₹43,637.31 lakhs). Hence, there is decrease in assets as well as in liabilities of ₹18,87,290.69 lakhs. There is no impact of this change on Statement of Profit & Loss. Due to this change, the decrease in assets and liabilities is more by ₹15,16,795.91 lakhs.

Further with regard to IRFC funded projects, Project Work in Progress has been reduced by the amount of ₹105,550.37 lakhs (Previous Year ₹43,637.31 lakhs) and corresponding asset has been created Lease Receivable in accordance with the procedure order finalized by MoR and in accordance with Ind-AS 17 for lease.

Note: - 10 Financial Assets Current

10.1 Trade Receivables

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Receivables from related parties (Refer Note 41)	27,065.99	47,067.44	18,788.46
Other Trade receivables	829.06	1,053.90	23.27
Total Trade Receivables	**27,895.05**	**48,121.34**	**18,811.73**

(i) Receivables from related parties are interest bearing at BR+1%.

10.2 Lease Receivables

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Opening Balance	10,898.33	7,521.71	5,615.83
Add: Transfer during the Period	20,043.23	10,898.33	7,633.22
Less: Amount received	(10,898.33)	(7,521.71)	(5,727.34)
Total Lease Receivables	**20,043.23**	**10,898.33**	**7,521.71**

(i) Lease receivables-current represents receivable from railways within 12 months in respect of the completed projects which has been transferred to railways. For details refer note 6.2.(i)(ii).

10.3 Cash and Cash equivalent (₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
(i) Balances with Bank			
-- Current Account	14,159.62	6,015.52	10,406.95
-- Fixed Deposits (Maturity less than 3 Months)	111,300.00	131,000.00	70,400.00
(ii) Cheque-in-Hand	-	746.25	-
Total	**1,25,459.62**	**1,37,761.77**	**80,806.95**

(i) There are no restrictions with regards to cash and cash equivalents as at the end of the reporting periods and prior periods.

10.4 Bank Balances other than Cash and Cash equivalent (₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Other Bank Balances			
(i) Balances with Bank			
Term Deposit in Schedule Bank (Maturity more than 3 Months but less than 12 months)	1,45,000.00	1,65,500.00	48,500.00
Total	**1,45,000.00**	**1,65,500.00**	**48,500.00**

10.5 Loans

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Loan to employees {Refer Note 31 (a)}	71.85	78.63	112.43
Loan to Director	-	1.08	0.46
Total	**71.85**	**79.71**	**112.89**

10.6 Other Financial Assets (₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Unsecured, considered good			
Recoverable from Ministry of Railways (Interest Accrued but not due) Refer Note 6.2 (ii)	24,674.78	20,800.42	21,362.50
Recoverable from Telangana State Govt.	18,645.10	-	-
Security Deposit	34.14	25.71	27.79
Other Receivables	521.15	419.72	175.64
Interest accrued on Fixed Deposit	280.94	902.12	369.00
Total	**44,156.11**	**22,147.97**	**21,934.93**

RVNL

Note 11: Other current assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
(a) Advances Other than Capital Advances			
Advances to Zonal Railways	17,715.48	13,581.48	9,257.02
Advances for Sleepers	15,811.74	20,461.02	12,481.36
Mobilization Advances	18,905.61	26,315.31	26,668.04
Other Advances	96,826.49	71,691.79	39,054.70
(b) Others			
Interest accrued on Mobilization Advance	500.23	595.21	699.97
(c) Prepaid Expenditure (Arising on Fair Value Adjustment on Financial Assets-Note 30)	33.16	42.96	52.16
Total	**1,49,792.71**	**1,32,687.77**	**88,213.25**

Note 12 : Current Tax

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
12.1 Current Tax Asset			
Advance Tax and TDS	10,628.38	-	
Less: Direct Tax Payable	(10,321.97)	-	
Income Tax Refundable	763.32	763.27	1,682.12
Total	**1,069.73**	**763.27**	**1,682.12**
12.2 Current Tax Liabilties			
Direct Tax Payable	-	7,776.38	5,064.49
Less : Advance Tax and TDS	-	7,617.88	4,131.10
Total	**-**	**158.50**	**933.39**

Note 13 : Equity Share capital

(₹ in Lakhs)

Particulars	As at 31 March 2017	As at 31 March 2016	1 April 2015
Authorised share capital 3,00,00,00,000.00 Equity shares of ₹10 each	3,00,000.00	3,00,000.00	3,00,000.00
	3,00,000.00	3,00,000.00	3,00,000.00
Issued/Subscribed and Paid up Capital			
2,08,50,20,100.00 Equity shares of ₹10 each (100% share-holding with MOR)	2,08,502.01	2,08,502.01	2,08,502.01
	2,08,502.01	2,08,502.01	2,08,502.01

Details of shareholder holding more than 5% in the company

Name of the shareholder	As at 31 March 2017		As at 31 March 2016		As at 1 April 2015	
	No in Shares (₹ in Lakhs)	% holding in the class	No in Shares (₹ in Lakhs)	% holding in the class	No in Shares (₹ in Lakhs)	% holding in the class
Equity shares of INR each fully paid						
Ministry of Railways (MoR)	20,850.20	100	20,850.20	100	20,850.20	100
Total	**20,850.20**	**100**	**20,850.20**	**100**	**20,850.20**	**100**

1. Rights, Preferences and Restrictions attaching to shares

Equity Shares: The Company has one class of Equity Shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Reconciliation of the number of equity shares and share capital

Particulars	As at 31 March 2017		As at 31 March 2016		As at 1 April 2015	
	No in Shares (₹ in Lakhs)	₹ in Lakhs	No in Shares (₹ in Lakhs)	₹ in Lakhs	No in Shares (₹ in Lakhs)	₹ in Lakhs
Issued/Subscribed and Paid up equity Capital outstanding at the beginning of the year	20,850.20	2,08,502.01	20,850.20	2,08,502.01	20,850.20	2,08,502.01
Add: Shares Issued during the year	-	-	-	-	-	-
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	**20,850.20**	**2,08,502.01**	**20,850.20**	**2,08,502.01**	**20,850.20**	**2,08,502.01**

Note 14: Other Equity

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
General Reserve	7,100.00	7,100.00	7,100.00
Retained Earnings	141,023.94	127,790.86	59,672.89
Add/(Less)- Changes in carrying value of investments In Joint Ventures as on 1st April 2015	-	-	28,998.03
	1,48,123.94	**1,34,890.86**	**95,770.92**

Note 14.1

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016
(a) General Reserve		
As per last Balance sheet	7,100.00	7,100.00
Add: Transfer from retained earning	-	-
	7,100.00	**7,100.00**
(b) Retained Earnings		
As per last Balance Sheet	127,790.86	88,670.92
Add: Profit after Tax	44,215.49	43,380.15
Less: Dividend declared and paid during the year	(11,510.00)	(3,720.00)
Less: Dividend distribution tax (DDT) on dividend declared and paid	(2,343.17)	(757.31)
Less: Interim Dividend paid during the year	(14,200.00)	-
Less: Dividend distribution tax (DDT) on Interim dividend paid	(2,890.79)	-
Add/(Less): Changes in carrying value of investments in Joint Ventures other than share in profit/(loss)	(1.34)	258.53
Items of Other comprehensive income recognised directly in retained earnings		
Remeasurements of defined benefits plans, net of tax	(37.10)	(41.43)
	1,41,023.94	**1,27,790.86**

(i) On 22nd September 2015 a dividend of ₹0.17,842 per share was paid to the holders of equity shares (total dividend ₹3,720.00 lakhs and DDT of ₹757.31 lakhs). On dated 22nd September 2016, the dividend of ₹0.55203 per share was paid to the holders of equity shares (total dividend of ₹11,510.00 lakhs and DDT of ₹2,343.17 lakhs).

(ii) In respect of the year ended 31 March 2017, the Board of Directors declared interim dividend of ₹0.6810 per share on equity shares as on 23-12-2016 and 16-03-2017 (total dividend of ₹14,200 lakhs and DDT of ₹2,890.79 lakhs).

(iii) Proposed dividend for the year ended 31 March 2017 is ₹15,450.00 lakhs (₹0.74 per share on 20,850.20 lakhs no. of equity shares) and DDT ₹3,145.26 lakhs

Note 15 : Financial Liability - Non Current

15.1 Borrowings **(₹ in Lakhs)**

Particulars	31 March 2017		31 March 2016		1 April 2015	
Unsecured						
(i) Indian Railway Finance Corporation						
Opening Balance	2,12,690.00		2,05,290.83		1,95,315.00	
Addition during the year	3,713.00		25,590.00		27,300.00	
Less Repayment made with in 12 months	(21,857.50)	1,94,545.50	(18,190.83)	2,12,690.00	(17,324.17)	2,05,290.83
(ii) Interest accrued but not due (IRFC Loan)						
Opening Balance	49,718.34		46,106.25		43,747.78	
Addition during the year	24,717.45		25,063.67		24,395.24	
Less Repayment made with in 12 months	(25,293.23)	49,142.56	(21,451.57)	49,718.34	(22,036.77)	46,106.25
		2,43,688.06		**2,62,408.34**		**2,51,397.08**

Terms of Repayment:

(iii) There is a moratorium period of 3 years for each year's loan. During the said moratorium period, no amount on account of interest and principal shall be payable. The interest shall be charged on yearly basis and repayment of loan shall be once in a year (for a period of 12 years) after the completion of moratorium period. Ministry of Railways would make available to Parent Company the required funds thereafter, to enable them to do the debt servicing. The debt servicing will pass through Parent Company books.

(iv) Group has borrowed funds ₹3,713.00 Lakhs (Financial year 2015-16: ₹25,590.00 Lakhs) during the period from Indian Railway Finance Corporation (IRFC). The outstanding borrowing is ₹2,16,403.00 lakhs (as at 31.03.2016 : ₹2,30,880.83 lakhs, as at 01.04.2015: ₹2,22,615.00 Lakhs), which includes current liability i.e. repayable in next twelve months ₹21,857.50 lakhs (as at 31.03.2016: ₹18,190.83 lakhs, as at 01.04.2015 : ₹17,324.17 Lakhs).

(v) The interest liability has been assessed on the amount disbursed in financial year 2016-17 at the rate of 8.19% (rates applicable for the amount disbursed in the year 2015-16 is 8.68 %). The interest accrued but not due on the IRFC loan amount has been shown in the Balance Sheet as recoverable from MOR under Current Assets & Non-Current assets (for the interest non recoverable in next 12 Months) and the interest payable but not due under the Current Liabilities and Non-Current Liabilities (for the interest not payable in next 12 Months) payable to IRFC.

Note 16 : Provisions

(₹ in Lakhs)

Particulars	Provisions for employee benefits							Total
	Provision for Foreign Service Contribution	Provision for PRP/PLI	Provision for Retirement Benefit	Provision for LTC	Provision for Ex Gratia	Provision for 7th Pay Commission	Provision for 3rd PRC	
At 1-April-2015	**632.16**	**431.48**	**573.72**	**16.24**	**300.03**	**-**	**-**	**1,953.63**
Current	632.16	431.48	65.62	16.24	300.03	-	-	1,445.53
Non Current	-	-	508.10	-	-	-	-	508.10
Provision made during the year	481.00	467.60	279.98	15.98	535.00	298.21	-	2,077.77
Utilization during the year	(594.51)	(89.76)	(40.41)	(14.96)	(300.93)	-	-	(1,040.57)
At 31-March-2016	**518.65**	**809.32**	**813.29**	**17.26**	**534.10**	**298.21**	**-**	**2,990.83**
Current	518.65	809.32	62.82	17.26	534.10	298.21	-	2,240.36
Non Current	-	-	750.47	-	-	-	-	750.47
Provision made during the year	1,253.51	544.65	195.42	61.08	615.25	635.60	140.21	3,445.72
Utilization during the year	(327.90)	(420.38)	(43.54)	(13.83)	(515.12)	(138.21)	-	(1,458.98)
At 31-March-2017	**1,444.26**	**933.59**	**965.17**	**64.51**	**634.23**	**795.60**	**140.21**	**4,977.57**
Current	1,444.26	933.59	76.46	64.51	634.23	795.60	140.21	4,088.86
Non Current	-	-	888.71	-	-	-	-	888.71

Foot Note

16.1 Foreign Service Contribution :

The majority of the officers / staff employed in RVNL are on deputation from Indian Railways. RVNL is paying Foreign Service Contribution to the Indian Railways towards retirement benefits.

16.2 For RVNL Employees

The disclosure required under Indian Accounting Standard-19 "Employee Benefit" in respect of defined benefit plan is:

Reconciliation of opening and closing balances of the present value of the defined benefit obligation

Particulars	Gratuity		Leave Encashment		Half Pay Leave		LTC	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Opening Balance	316.15	192.53	425.87	334.51	71.27	46.68	17.26	16.24

Interest Cost	25.29	15.40	34.07	26.76	5.70	3.73	1.38	1.30
Current Service Cost	90.80	78.16	88.95	96.90	14.57	15.95	14.54	4.77
Benefit Paid	(17.41)	(5.94)	(26.12)	(34.47)	-	-	(13.83)	(14.96)
Actuarial (Gain)/ Loss on Obligation	(3.68)	35.99	(51.15)	2.17	(13.00)	4.90	45.16	9.91
Closing Balance	**411.15**	**316.15**	**471.62**	**425.87**	**78.54**	**71.27**	**64.51**	**17.26**

Amount Recognised in Statement of Profit and Loss

Particulars	Gratuity		Leave Encashment		Half Pay Leave		LTC	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Interest Cost	25.29	15.40	34.07	26.76	5.70	3.73	1.38	1.30
Current Service Cost	90.80	78.16	88.95	96.90	14.57	15.95	14.54	4.77
Actuarial (Gain)/ Loss on Obligation	-	-	(51.15)	2.17	(13.00)	4.90	-	-
	116.09	**93.57**	**71.87**	**125.83**	**7.27**	**24.59**	**15.92**	**6.07**

Amount Recognised in Other Comprehensive Income account

Particulars	Gratuity		Leave Encashment		Half Pay Leave		LTC	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
Actuarial (Gain)/ Loss on Obligation	(3.68)	35.99	-	-	-	-	45.16	9.91
	(3.68)	**35.99**	**-**	**-**	**-**	**-**	**45.16**	**9.91**

Leave Encashment including Half pay Leave is payable to employees on retirement. The amount of Leave Encashment payable is based on past service and salary at time of retirement.

There are no Investment held against the provision for gratuity and leave encashment.

Actuarial Assumptions	2016-17	2015-16
Method Of Valuation :	Project Unit Credit Method	Project Unit Credit Method
Discount Rate :	7.50%	8.00%
Salary Escalation Rate:	6.50%	6.50%
Retirement Age:	60 Years	60 Years
Withdrawal Rate:	3% at younger ages and reducing to 1% at older ages according to graduated scale.	3% at younger ages and reducing to 1% at older ages according to graduated scale.
Mortality Rate	India Assured Lives Mortality (2006-08) Ult.	India Assured Lives Mortality (2006-08) Ult.

Sensitivity analysis:

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the statement of financial position.

For the period ended 31st March 2017

Change in	Change in assumptions	Effect on Gratuity obligation	Effect on Leave Encashment	Effect on Half pay Leave	Effect on LTC
Discount Rate	+0.5%	(18.71)	(13.91)	(2.35)	(2.34)
	-0.5%	20.60	14.70	2.48	2.50
Salary Growth Rate	+0.5%	20.70	14.77	2.50	-
	-0.5%	(18.96)	(14.10)	(2.38)	-

Note: - 17 Financial Liability Current

17.1 Borrowings*

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
(i) Indian Railway Finance Corporation						
Opening balance	18,190.83		17,324.17		16,425.00	
Add: Addition during the Year	21,857.50		18,190.83		17,324.17	
Less: Repayment during the year	(18,190.83)	21,857.50	(17,324.17)	18,190.83	(16,425.00)	17,324.17
(ii) Interest accrued but not due (IRFC Loan)						
Opening balance	20,800.42		21,362.50		21,723.63	
Add: Addition during the Year	25,293.23		21,451.57		22,036.77	
Less: Repayment during the year	(21,418.87)	24,674.78	(22,013.66)	20,800.42	(22,397.90)	21,362.50
		46,532.28		**38,991.25**		**38,686.67**

*For terms and conditions refer note no 15.1 and 31(c)

17.2 Trade Payables

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
- Micro, Small and medium enterprises (Refer note-34)		-		-		-
- Others		10,989.21		9,049.53		4,499.60
Total		**10,989.21**		**9,049.53**		**4,499.60**

17.3 Other Financial Liability

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Earnest Money Deposits	5,440.08	3,550.87	4,908.41
Performance Security Deposit	28,059.92	23,614.89	17,074.31
Sundry creditors (Miscelaneous Services)	155.60	408.89	360.29
Sundry creditors Others	1,023.21	679.38	546.99
Miscellaneous Deposit	1,709.40	1,879.55	1,126.47
Retention money	6,726.59	6,604.36	4,292.22
Other Liabilities	1,193.95	766.98	753.13
Expenses Payable	366.10	120.86	33.54
Total other financial liability	**44,674.85**	**37,625.78**	**29,095.36**

Note 18 : Other current Liability

(₹ in Lakhs)

Particulars	31 March 2017		31 March 2016		1 April 2015	
18.1 Other Advances						
i) Unsecured Project Advance Capital Ministry of Railways :						
Opening Balance	8,07,208.80		6,10,418.22		4,16,048.03	
Add: Addition during the year	92,609.45		1,97,762.25		2,28,612.00	
Less: Projects Transferred during the year	(8,05,387.52)	94,430.73	(971.66)	8,07,208.80	(34,241.81)	6,10,418.22

ii) Unsecured Project Advance (Capital Fund) Ministry of Railways :						
Opening Balance	84,868.18		85,429.59		85,876.47	
Add: Addition during the year	-		-		-	
Less: Projects Transferred during the year	(80,964.88)	3,903.31	(561.41)	84,868.18	(446.88)	85,429.59
iii) Unsecured Advance from MoR IRFC loan Repayment						
Opening Balance	27,662.76		36,768.68		33,996.47	
Add: Addition during the year	39,609.70		39,338.00		16,425.00	
Less: Projects Transferred during the year	(66,825.31)	447.15	(48,443.92)	27,662.76	(13,652.79)	36,768.68
iv) Unsecured: Misc. Advance Capital (Metro project)						
Opening Balance	2,03,083.00		1,56,350.00		1,16,550.00	
Add: Addition during the year	44,505.00		46,733.00		39,800.00	
Less: Projects Transferred during the year	(2,09,657.40)	37,930.60	-	2,03,083.00	-	1,56,350.00
v) Project Advance Capital Bonds						
Opening Balance	32,179.00		32,179.00		32,179.00	
Add: Addition during the year	-		-		-	
Less: Projects Transferred during the year	(30,644.24)	1,534.76	-	32,179.00	-	32,179.00
vi) Project Advance Safety Fund						
Opening Balance	8,652.00		7,255.00		4,054.00	
Add: Addition during the year	10,720.00		1,397.00		3,201.00	
Less: Projects Transferred during the year	(17,511.65)	1,860.35	-	8,652.00	-	7,255.00
vii)Development Fund-3						
Opening Balance	13,794.00		11,188.00		4,800.00	
Add: Addition during the year	440.00		2,606.00		6,388.00	
Less: Projects Transferred during the year	(11,791.10)	2,442.90	-	13,794.00	-	11,188.00
viii) Project Advance EBR (IF)						
Opening Balance	3,04,164.00		-		-	
Add: Addition during the year	2,91,073.00		3,04,164.00		-	
Less: Projects Transferred during the year	(5,85,993.44)	9,243.56	-	3,04,164.00	-	-

ix) Depreciation Reserve Fund						
Opening Balance	3.00		-		-	
Add: Addition during the year	-		3.00		-	
Less: Projects Transferred during the year	-	3.00	-	3.00	-	-
x) HSR Studies under Demand-2						
Opening Balance	-		500.00		-	
Add: Addition during the year	1,312.45		746.25		500.00	
Less: Projects Transferred during the year	(1,312.45)	-	(1,246.25)		-	500.00
xi) Deposit Andhra Pradesh Govt.						
Opening Balance	20,600.00		8,600.00		8,600.00	
Add: Addition during the year	-		12,000.00		-	
Less: Projects Transferred during the year	(17,739.28)	2,860.72	-	20,600.00	-	8,600.00
xii) Deposit Telangana State Govt.						
Opening Balance	-		3,000.00		-	
Add: Addition during the year	-		-		3,000.00	
Less: Projects Transferred during the year	-	-	-	3,000.00	-	3,000.00
xiii) Deposit Tamil Nadu Govt.						
Opening Balance	-		17,780.37		11,850.40	
Add: Addition during the year	-		-		5,929.98	
Less: Projects Transferred during the year	-	-	(17,780.37)	-	-	17,780.37
xiv) Deposit Himachal Pradesh Govt.						
Opening Balance	-		-		-	
Add: Addition during the year	1,200.00		-		-	
Less: Projects Transferred during the year	-	1,200.00	-	-	-	-
xv) Advance received from Customers against Deposit Works		12,924.73		11,928.71		3,788.69
18.2 Others						
Duties & Taxes		3,626.66		2,171.00		838.55
Dividend Payable		-		-		-
RVNL Welfare Fund		35.76		29.09		22.91
RVNL Welfare Scheme#						

Opening Balance	1,000.00		500.00		-	
Add: Addition during the year	-		1,000.00		500.00	
Less: Projects Transferred during the year	(1,000.00)	-	(500.00)	1,000.00	-	500.00
RVNL Medical Scheme#						
Opening Balance	-		-			
Add: Addition during the Year	163.14		164.04			
Less: Adjustment during the Year	(163.14)	-	(164.04)	-		-
Deferred Income (Fair Value Adjustment)		6,611.03		7,454.24		7,592.89
Total		**1,79,055.50**		**15,27,797.78**		**9,82,212.38**

 # RVNL Medical and Welfare Scheme

Company has contributed ₹163.14 Lakhs (Previous year ₹164.07 Lakhs) in the RVNL Medical Scheme and ₹ Nil (Previous Year ₹1,000.00 Lakhs) in Capital Fund of RVNL Medical and Welfare Trust.

Note 19 : Revenue from operations

(₹ in Lakhs)

Particulars	**For the year ended 31 Mar 2017**	**For the year ended 31 Mar 2016**
Revenue from Operation:		
(Turnover from Construction Work and Project related Activity)		
- From MoR Projects	4,23,466.43	3,39,516.63
- From MoR Metro Projects	48,897.75	46,981.44
- From MoR Projects (Executed by Zonal Railways)	9,312.74	1,527.41
- From Deposit Work - Projects (SPV)	91,221.54	58,253.97
- From Deposit Work - Project (Others)	19,063.82	7,850.63
Total	**5,91,962.28**	**4,54,130.08**

19.1 In accordance with Railway Board's letter No. 2004/W-1/RVNL/15 dated 04.01.2012 Parent Company has accounted Consolidated Management fee @ 9.25% in case of Metro Projects and 8.5% in case of Other Plan Heads on the expenditure incurred by Parent company on MoR projects. As per the directions of MoR, all expenditure in the nature of consultancies related to Project Management are being charged directly to project. D&G charges payable to Railway up to 0.25 % of cost of projects are allocated to the projects on actual funds released to the respective Zonal Railway, Expenditure incurred on D&G (Supervision) are being charged to the Statement of Profit & Loss account. The miscellaneous receipts from sale proceeds of Tender and other income has been credited to the Statement Profit & Loss account.

19.2 In respect of SPV projects, construction work has been undertaken by Parent Company as per the terms and conditions of the Model Construction agreement for execution of SPV Projects issued by MoR and Revenue Recognised accordingly. In respect of Kutch Railways Company Limited (KRCL), revenue is recognised based on bills raised and payments received although acceptance of Formal Construction Agreement by KRCL is pending.

Note 20 : Other Income

(₹ in Lakhs)

Particulars		For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
(a)	Interest income		
	- Banks - Gross	15,860.10	11,768.31
	- Others - Gross	4,241.32	2,404.48
(b)	Dividend income:	550.00	250.00
(c)	Misc. Income	439.44	493.99
(d)	Unwinding of interest income on security deposit	51.41	41.19
(e)	Amortisation of deferred revenue on financial liabilities		
	- Performance Deposit	2,433.02	2,068.95
	- Misc Deposit Deposit	187.05	134.89
	- Retention Money	705.52	570.00
	- Earnest Money	665.65	312.13
	Total	**25,133.51**	**18,043.94**

"Interest from others" includes interest from Special Purpose Vehicles (SPVs) against balances outstanding.

"Dividend Income" includes ₹550 lakhs (₹250 lakhs in FY 2015-16) received from Kutch Railway Company Limited (JV)

Note 21 : Expenses on Operations

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Expenses on Operation:		
(Direct Expenses on Construction and Project related Activity)		
- Incurred on MoR Projects	3,91,028.36	3,13,361.29
- Incurred on MoR Metro Projects	44,650.77	42,917.41
- Incurred on Projects (Zonal Railway)	9,312.74	1,527.41
- Incurred on Deposit Work - Projects (SPV)	84,879.35	53,801.43
- Incurred on Deposit Work - Projects (Others)	17,649.28	7,286.07
Total	**5,47,520.50**	**4,18,893.61**

21.1 Expenditure against contracts awarded by the Company is recognized on completion of measurements and testing certified by the Engineer.

21.2 Expenditure of execution of projects done by the Zonal Railways on behalf of the Company on MOR projects is accounted for on the basis of statement of estimated expenditure received from respective Zonal Railways and is adjusted allocation-wise as and when the final expenditure statement is received.

21.3 With the rationalisation of the revenue stream of Parent Company, the expenses incurred on supervision and monitoring directly allocable to the projects have been reviewed in terms of Railway Board 's letter no 2004/W-1/RVNL/15 dated 04/01/2012, the pattern of booking of expenditure on Zonal Railways and general accounting practices. The expenditure incurred on this account related to execution of Deposit Works (for SPV and others) have been charged to the Statement of Profit and Loss.

21.4 As per the policy decision taken by the management of Parent Company to exclude project expenditure incurred on site from direct project cost, an amount of ₹735.80 Lakhs related to site facilities charged to Angul Sukinda and Kutch Railway since inception till 31-03-2016 has been reversed and refunded to these companies and the same has been booked to "Direct Expenses on Construction and Project related Activity - Incurred on Deposit Works Projects (SPV)".

Note 22 : Employee Benefit Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Salaries and Wages	10,888.15	7,781.12
(b) Contribution to Provident & Other Funds (Refer Note 16.2)	364.00	357.71
(c) Staff Welfare Expenses.	724.35	1,386.39
Total	**11,976.50**	**9,525.22**

Note 23 : Finance Costs

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) Unwinding of Interest Cost performance deposit	2,189.71	1,585.87
(b) Unwinding of Interest Cost Misc Deposit	171.65	90.40
(c) Unwinding of Interest Cost Retention Money	628.46	412.63
(d) Unwinding of Interest Cost Earnest Money	573.30	219.46
(e) Interest on Loan from IRFC (Compete Project)(refer note 23.1)	7,752.22	5,815.62
Less: Interest receivable from MoR on loan from IRFC	(7,752.22)	(5,815.62)
Total	**3,563.12**	**2,308.36**

23.1 Interest payable on IRFC Loan for the above mentioned period and recoverable from MOR for completed/ transferred project has been disclosed.

Note 24 : Depreciation and Amortization

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Depreciation on Property Plant and equipment (Refer Note 3)	497.72	464.58
Amortisation on Intangible Assets (Refer Note 5)	1.51	2.39
Total	**499.23**	**466.97**

Note 25 : Other Expenses

(₹ in Lakhs)

Particulars		For the year ended 31st March 2017	For the year ended 31st March 2016
(a)	Power & Fuel	200.65	165.99
(b)	Rent (Refer note-25.1)	769.77	541.64
(c)	Rates & Taxes	1.68	-
(d)	Miscellaneous Expenditure	150.09	60.93
(e)	Payment to Auditors		
	(i) As Auditor	12.49	8.10
	(ii) For Taxation Matters	3.06	2.29
	(iii) For Other Services	1.73	2.08
	(iv) For Expenses	1.55	0.20
(f)	Advertisement and Business Promotion	534.83	370.95
(g)	Printing and Stationery	312.29	229.09
(h)	Travelling & Local Conveyance	392.34	251.62
(i)	Communication	335.00	218.44
(j)	Books & Periodicals	4.34	4.47
(k)	Legal and Professional Charges	374.54	276.43
(l)	Consultant Fee	700.37	412.88
(m)	Other expenses	627.69	473.42
(n)	Expenditure of Multi Functional Complex	4.81	162.07
(o)	Short & Excess due to rounding off	(0.10)	-
	Total	**4,427.13**	**3,180.60**

25.1 The parent company has taken offices and residential premises under operating lease. The lease agreement are for period from 11 months to 3 years and are cancellable & renewable by consent. Rent expenses includes ₹54.92 lakhs during the year ended 31.03.2017 and ₹50.72 lakhs during the year ended 31.03.2016 for amortisation of deferred expense recognised due to fair valuation of security deposits.

25.2 The incidental expenditure aggregating to ₹405.71 lakhs claimed from HSRC till 31st March, 2016 has been reversed to respective expenditure as per directives issued by MoR.

Note 26 : CSR and R&D Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
(a) CSR Expenses	612.29	597.50
(b) Research & Development Expenses	-	-
Total	**612.29**	**597.50**

26.1 As per the Companies Act, 2013 an amount equivalent to 2% of Average PBT of immediately preceding 3 Financial Year i.e. ₹530.12 Lakhs is required to be spent during the year on Corporate Social Responsibility (CSR) Activities.

26.2 Amount spent during the year

(₹ in Lakhs)

Particulars	In Cash	Yet to be paid in Cash	Total
Year ended 2017			
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above	612.29	-	612.29
Year ended 2016			
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above	597.32	0.18	597.50

Note 27 : Tax Expense

(₹ in Lakhs)

Particulars	For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
Current income tax:		
Current income tax charge	10,321.97	7,776.38
Adjustments in respect of current income tax of previous year	1.10	(165.15)
Deferred tax:		
Relating to origination and reversal of temporary differences	(341.67)	(825.39)
	9,981.40	**6,785.84**

27.1 Other Comprehensive Income section

Deferred tax related to items recognised in OCI during the year: (₹ in Lakhs)

Particulars	For the year ended 31 Mar 2017	For the year ended 31 Mar 2016
Net loss/(gain) on remeasurements of defined benefit plans	4.66	3.40
Total	**4.66**	**3.40**

27.2 Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31 March 2016 and 31 March 2017:

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016
Accounting profit before tax from continuing operations	48,455.26	37,156.94
Profit/(loss) before tax from a discontinued operation	-	-
Accounting profit before income tax	**48,455.26**	**37,156.94**
Calculation as per Income Tax Provisions		
At India's statutory income tax rate	10,342.65	7,931.44
Less: Ind-AS Adjustment	32.94	(164.70)

Less: Dividend Income (Exempt)	(117.37)	(53.36)
Add: Expenditure disallowed as per Rule 8D	64.56	63.51
Add: Interest on TDS	-	0.50
Less: Expenses deductible for Income Tax Purpos	(0.81)	(1.01)
Tax payable as per Income Tax Provisions	**10,321.97**	**7,776.38**
Add/(Less): Tax of prior years	1.10	(165.15)
Less: Deferred Tax Assets (Refer note no. 7)	(341.67)	(825.39)
Tax Expenses	**9,981.40**	**6,785.84**

Note 28 : Components of Other Comprehensive Income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity is shown below

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Remeasurement of Defined benefit plans and other financial assets	(41.76)	(44.83)
Income Tax relating to Items that will not be reclassified to profit and loss	4.66	3.40
Total	**(37.10)**	**(41.43)**

Note 29: Capital management

The Gorup objective to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stake holders. Group has paid dividend as per the guidelines issued by Department of Public Enterprises (DPE) as follows:-

Dividends

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Dividend Paid	25,710.00	3,720.00
Total	**25,710.00**	**3,720.00**

Further, group manages its capital structure to make adjustments in light of changes in economic conditions and the requirements of the financial covenants. Group has borrowed the funds form IRFC for railway projects, for repayment of IRFC loan Ministry of Railways would make available to Parent Company the required funds thereafter, to enable them to do the debt servicing. The debt servicing will pass through Parent Company books.

Debt Equity Ratio

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Borrowing (Note No. 15.1)	2,43,688.06	2,62,408.34	2,51,397.08
Long term debt	**2,43,688.06**	**2,62,408.34**	**2,51,397.08**
Equity (Note No.13)	2,08,502.01	2,08,502.01	2,08,502.01
Other equity (Note No.14)	1,48,123.94	1,34,890.86	95,770.92
Total equity	**3,56,625.95**	**3,43,392.87**	**3,04,272.93**
Debt equity Ratio	**41:59**	**43:57**	**45:55**

In order to achieve this overall objective, the Group capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2017.

Note 30 :Fair Value measurements

(i) Financial Instruments by Category

(₹ in Lakhs)

Particulars	31 March 2017			31 March 2016			01 April 2015		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
Financial Assets									
Loans	-	-	142.23	-	-	157.55	-	-	209.01
Trade Receivables	-	-	1,42,570.89	-	-	1,11,798.15	-	-	68,658.12
Investments	1,000.00	-	1,08,432.35	-	-	1,02,765.02	-	-	88,536.55
Cash and Cash Equivalents	-	-	1,25,459.62	-	-	1,37,761.77	-	-	80,806.95
Bank Balances other than Cash and Cash equivalent	-	-	1,45,000.00	-	-	1,65,500.00	-	-	48,500.00
Other Financial Assets									

Recoverable from MOR	-	-	49,142.56	-	-	49,718.34	-	-	46,106.25
Security Deposit	-	-	620.03	-	-	437.02	-	-	277.91
Other receivables	-	-	44,121.97	-	-	22,122.26	-	-	21,907.14
Total Financial Assets	**1,000.00**	**-**	**6,15,489.65**	**-**	**-**	**5,90,260.11**	**-**	**-**	**3,55,001.93**
Financial Liabilities									
Borrowings	-	-	2,90,220.34	-	-	3,01,399.59	-	-	2,90,083.75
Trade Payables	-	-	10,989.21	-	-	9,049.53	-	-	4,499.60
Other financial liabilities									
Earnest Money Deposits	-	-	5,440.08	-	-	3,550.87	-	-	4,908.41
Performance Security Deposit	-	-	28,059.92	-	-	23,614.89	-	-	17,074.31
Miscellaneous Deposit	-	-	1,709.40	-	-	1,879.55	-	-	1,126.47
Retention money	-	-	6,726.59	-	-	6,604.36	-	-	4,292.22
Other payables	-	-	2,738.86	-	-	1,976.11	-	-	1,693.95
Total Financial Liabilities	**-**	**-**	**3,45,884.40**	**-**	**-**	**3,48,074.90**	**-**	**-**	**3,23,678.71**

(ii) Fair value of financial assets and liabilities that are measured at amortised cost:

(₹ in Lakhs)

Particulars	**31 March 2017**		**31 March 2016**		**01 April 2015**	
	Carrying value	**Fair value**	**Carrying value**	**Fair value**	**Carrying value**	**Fair value**
Financial Assets						
Security deposits	620.03	674.10	437.02	573.71	277.91	277.91
Total Assets	**620.03**	**674.10**	**437.02**	**573.71**	**277.91**	**277.91**
Financial Liabilities						
Other financial liabilities						
Earnest Money Deposits	5,440.08	5,759.33	3,550.87	3,627.03	4,908.41	4,908.41
Performance Security Deposit	28,059.92	29,290.82	23,614.89	23,909.05	17,074.31	17,074.31
Miscellaneous Deposit	1,709.40	1,827.69	1,879.55	1,909.10	1,126.47	1,126.47
Retention money	6,726.59	7,140.46	6,604.36	6,699.28	4,292.22	4,292.22
Total Liabilities	**41,935.99**	**44,018.30**	**35,649.67**	**36,144.46**	**27,401.41**	**27,401.41**

i) The carrying amounts of trade receivables, trade payables, cash and cash equivalents and other short term trade receivables and payables which are due to be settled within 12 months are considered to the same as their fair values, due to short term nature.

ii) Long term variable rate borrowings and lease receivables are evaluated by group on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from their carrying amount.

iii) The fair value of Security Deposits and earnest money deposit, performance security deposit, miscellaneous deposit and retention money are calculated based on cash flows discounted using current market rate. They are classified as level 3 fair values in fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.

iv) Staff loans and advances have been continued at carrying value as measurement implications are immaterial.

Fair Value hierarchy

Level 1- Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2- Inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived form prices)

Level 3- Inputs for the assets or liabilities that re not based on observable market data (unobservable inputs)

The following table presents the fair value measurement hierarchy of financial assets and liabilities measured at amortised cost:-

As at 31-03-2017 **(₹ in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Amortised Cost				
Security deposits	-	-	674.10	674.10
	-	**-**	**674.10**	**674.10**

As at 31-03-2017 **(₹ in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Earnest Money Deposits	-	-	5,759.33	5,759.33
Performance Security Deposit	-	-	29,290.82	29,290.82
Miscellaneous Deposit	-	-	1,827.69	1,827.69
Retention money	-	-	7,140.46	7,140.46
	-	**-**	**44,018.30**	**44,018.30**

As at 31-03-2017 (₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Amortised Cost				
Security deposits	-	-	573.71	573.71
	-	**-**	**573.71**	**573.71**

As at 31-03-2017 (₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Earnest Money Deposits	-	-	3,627.03	3,627.03
Performance Security Deposit	-	-	23,909.05	23,909.05
Miscellaneous Deposit	-	-	1,909.10	1,909.10
Retention money	-	-	6,699.28	6,699.28
	-	-	**36,144.46**	**36,144.46**

As at 31-03-2017 (₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Amortised Cost				
Security deposits	-	-	277.91	277.91
	-	**-**	**277.91**	**277.91**

As at 01-04-2017 (₹ in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities				
Financial Liabilities at Amortised Cost				
Earnest Money Deposits	-	-	4,908.41	4,908.41
Performance Security Deposit	-	-	17,074.31	17,074.31
Miscellaneous Deposit	-	-	1,126.47	1,126.47
Retention money	-	-	4,292.22	4,292.22
	-	**-**	**27,401.41**	**27,401.41**

(iii) Financial risk management

The Group's principal financial liabilities comprise Borrowings from IRFC, trade payables and other payables. The main purpose of these financial liabilities is to finance the company's operations. The Group's principal financial assets include trade and lease receivables and cash and cash equivalents that derive directly from its operations.

The Group's is expose to market risk, credit risk and liquidity risk. The group financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the group policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risk, which are summarized below:

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises Interest rate risk and foreign currency risk. Financial instruments affected by market risk includes loans and borrowing, deposits and other non derivative financial instruments.

i) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate and in case of IRFC loan for payment of interest and principal Ministry of Railways would make available to Parent Company the required funds therefore the risk related to IRFC loan is nil, debt servicing will pass through Parent Company books only.

ii) Foreign Currency Risk

Parent Company has taken services from outside India for project expenses and is exposed to foreign currency risk arising from such foreign currency transactions. due to immateriality of foreign exchange amount parent company does not hedge any risk.

b) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers. The Group is exposed to credit risk from its financial activities including deposits with banks, financial institutions and other financial instruments. There is negligible risk for receivable from Ministry of railways also group does not have any history of bad debts.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approved with counterparty on the basis of the financial quotes received from the counterparty.

c) Liquidity risk

"Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they become due. The group manages its liquidity risk by ensuring , as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the company's reputation.

The group's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The Parent company has no bank borrowings. The Parent company believes that the working capital is sufficient to meet its current operational requirements. Any short term- surplus cash generated, over and above the amount required for working capital management and other operational requirements, are retained as cash and investment in short term deposits with banks. The said investments are made in instruments with appropriate maturities and sufficient liquidity."

Note 31 Key sources of estimation uncertainty

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year.

a) Fair valuation measurement and valuation process

Financial instruments are measured initially at fair value and subsequently at amortised cost on the basis of materiality, transaction value upto ` 12.00 lakhs are measured at fair value on initial recognition and subsequently at amortised cost on group basis by considering that the amount is recoverable or payable at a average period of 5 years and the transaction value of `12.00 lakhs or more are measured at fair value at initial recognition and subsequently at amortised cost on individual transaction basis. Such advances of transaction value of upto ` 12.00 Lakhs comprises less than 3% of total advances. Impact of fair valuation of Staff loans and advances are immateriality therefore it has been continuing at the carrying value as per previous Indian GAAP.

The fair values of financial assets and financial liabilities is measured the valuation techniques including including the DCF model. The inputs to these method are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 30 for further disclosures.

b) Taxes

Deferred tax assets are recognized for unused tax losses and unabsorbed depreciation to the extent that it is probable that taxable profit will be available against which losses can be utilised significant management judgment is required to determine the amount of deferred tax asset that can be recognised, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

c) Borrowings and Lease Receivables from Railway against Completed Projects

Parent Company has borrowed funds from Indian Railway Finance Corporation for the purpose of construction of railway projects. There is a moratorium period of 3 years for each year's loan. During the said moratorium period, no amount on account of interest and principal shall be payable. The interest shall be charged on yearly basis and repayment of loan along with interest shall be once in a year (for a period of 12 years) after the completion of moratorium period. Ministry of Railways would make available to Parent Company the required funds thereafter, to enable them to do the debt servicing. The debt servicing will pass through Parent Company books. Accordingly, funds are received by Parent Company on each year from MoR and the same is transferred to IRFC immediately. Therefore, there is no impact on Profit & Loss of group i.e. on the debit side of Profit & Loss finance cost is charged and by the same amount interest income is recognised in Statement of Profit and Loss.

Note 32 : Prior Period Errors

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Impact on equity (increase/(decrease) in equity)			
Sundry Creditors	-	8.82	(8.82)
Sundry Creditors (Others)	1.69	-	(1.69)
Employee Loan and Advances	0.02	-	(0.02)
Trade Payable	2.94	-	(2.94)
Sundry Creditors (Staff)	0.19	-	(0.19)
Sundry Debtors	0.20	(0.20)	-
Net Impact on Equity	**5.04**	**8.62**	**(13.66)**

Particulars	31 March 2017	31 March 2016
Impact on statement in profit and loss (increase/(decrease) in profit)		
Electricity Charges	-	8.82
Other Expenses	5.04	(0.20)
Attributable to Equity Holders	**5.04**	**8.62**

Impact on basic and diluted earnings per share (EPS) (increase/(decrease) in EPS)

Particulars	31 March 2017	31 March 2016
Earnings per share for continuing operation		
Basic, profit from continuing operations attributable to equity holders	0.0002	0.0004
Diluted, profit from continuing operations attributable to equity holders	0.0002	0.0004

Note 33: Deposit Works (SPVs and others)

33.1 Works being executed for SPVs and others parties are treated as a Deposit Work. The corresponding current assets and liabilities in respect of such projects have been recognized on the basis of expenditure incurred plus supervision charges as agreed. The advance received is disclosed under Current Liabilities and the amount recoverable on account of project execution under Sundry Debtors.

33.2 Costs incurred on Deposit and SPV Works:

(₹ in Lakhs)

Particulars	Year Ended March 31,2017	Year Ended March 31,2016
Costs incurred for Deposit Works	1,02,528.63	60,236.37
Recognized Profit/Loss	7,756.73	5,868.23
Advance received	12,924.73	11,122.50
Gross Amount due from Customers (as at 01-04-2015: ₹19,092.07 Lakhs)	28,099.66	48,335.29
Cumulative amount of costs incurred	3,48,744.93	2,46,216.31
Cumulative amount of recognized Profit/Loss	30,334.24	22,577.50

Note 34 : Disclosure as required by the Micro , Small and Medium Enterprises Development Act, 2006 are as under:-

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
a. the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year: • Principal amount due to Micro, small and Medium Enterprises • Interest due on above	Nil	Nil
b. the amount of interest paid by the Company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	Nil	Nil
c. the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act,2006	Nil	Nil
d. the amount of interest accrued and remaining unpaid at the end of each accounting year;	Nil	Nil
e. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil

Note 35: Expenditure in Foreign Currency

(₹ in Lakhs)

Particulars	Year Ended March 31,2017	Year Ended March 31,2016
A- Profit or loss (except those recognised as financial instrument and measured at fair value)		
Travel expenses	63.30	40.71
Project Management Consultancy	373.99	419.41
B- Other Comprehensive Income	NIL	NIL

Note 36: Contingent Liabilities

36.1 In respect of claims by the contractor on account of Arbitration not acknowledged as debts by the group is ₹3,19,352.17 Lakhs (as at 31.3.2016 : ₹3,28,430.21 Lakhs, as at 01.4.2015: ₹68,233.40 lakhs). A claim if any will be form part of the project cost and reimbursable by respective Clients.

36.2 In respect of Income Tax Demand as reflected on the website of Income Tax Department is ₹70.61 (as at 31.3.2016: ₹70.56 Lakhs, as at 01.4.2015: ₹70.56 lakhs) Lakhs and company has not accepted the claim and submitted its representation to department as follows:-

(₹ in Lakhs)

Sr. No.	Authority	A.Y	As at March 31,2017	As at March 31,2016	As at April 1,2015
1	Income Tax	2008-09	15.17	15.17	15.17
2	Income Tax	2010-11	55.33	55.33	55.33
3	Income Tax	2012-13	0.06	0.06	0.06
4	Income Tax	2014-15	0.02	-	-
5	Income Tax	2015-16	0.03	-	-
		Total	**70.61**	**70.56**	**70.56**

36.2 Share in Contingent Liabilities of Joint Ventures

Name of Joint Ventures	As at March 31,2017	As at March 31,2016	As at April 1,2015
Kutch Railway Company Limited	14,850.50	10,679.50	10,679.50
Krishnapatnam Railway Company Limited	741.60	742.20	630.00
Bharuch Dahej Railway Company Limited	3,726.49	3,726.49	3,726.49
Dighi Roha Rail Limited	-	-	-
Angul Sukinda Railway Limited	40.33	40.33	43.28
Haridaspur Paradip Railway Company Limited	111.17	66.91	-
Total	**19,470.10**	**15,255.43**	**15,079.27**

Note 37: Capital Commitment

Capital commitment towards share capital in SPV's is as at 31.3.2017 ₹2,041.00 Lakhs (as at 31.3.2016: ₹3,010.00 lakhs and as at 01.04.2015: ₹112.00 lakhs) and towards implementation of ERP is ₹4,352.15 Lakhs as at 31.03.2017 (as at 31.03.2016: ₹4,962.77 Lakhs, as at 01.04.2015: ₹5,302.00 Lakhs) and towards acquisition of land is ₹1,461.52 lakhs as at 31.03.2017 (as at 31.03.2016: Nil, as at 01.04.2015: Nil)

37.1 Other Commitment

Commitment towards Contractual Payments of Project expenditure is ₹10,66,640.75 lakhs (as at 31.3.2016: ₹10,89,000.00 lakhs and as at 01.04.2015: ₹11,37,003.40 Lakhs).

37.2 Share in Capital Commitments of Joint Ventures

Name of Joint Ventures	As at March 31,2017	As at March 31,2016	As at April 1,2015
Kutch Railway Company Limited	67,478.50	79,277.00	-
Krishnapatnam Railway Company Limited	115.40	262.42	364.25
Bharuch Dahej Railway Company Limited	780.12	195.03	390.06
Dighi Roha Rail Limited	21.09	-	-
Angul Sukinda Railway Limited	28,224.95	32,043.06	-
Haridaspur Paradip Railway Company Limited	44,564.66	53,470.89	-
Total	**1,41,184.72**	**1,65,248.40**	**754.31**

Note 38. Managerial Remuneration

(₹ in Lakhs)

S.No.	Particulars	Year Ended March 31,2017	Year Ended March 31,2016
1	**Short Term Employee benefits**		
	Salary & allowances	260.32	165.14
2	**Post Employee benefits**		
	Gratuity	27.99	-
	Contribution to provident fund	14.30	13.20
	TOTAL	**302.61**	**178.34**

Note 39 : Earnings per Share

Particulars	Year Ended March 31,2017	Year Ended March 31,2016
	(₹ per share)	(₹ per share)
Basic EPS		
From continuing operation	2.12	2.08
From discontinuing operation	-	-
Diluted EPS		
From continuing operation	2.12	2.08
From discontinuing operation	-	-

39.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Profit attributable to equity holders of the company:		
Continuing operations	44,215.49	43,380.15
Discontinuing operations	-	-
Earnings used in calculation of Basic Earning Per Share	**44,215.49**	**43,380.15**
Weighted average number of shares for the purpose of basic earnings per share	20,850.20	20,850.20

39.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Profit attributable to equity holders of the company:		
Continuing operations	44,215.49	43,380.15
Discontinuing operations	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	**44,215.49**	**43,380.15**

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	Year ended 31st March, 2017	Year ended 31st March, 2016
Weighted average number of Equity shares used in calculation of basic earnings per share	20,850.20	20,850.20
Effect of dilution:		
Share Options	-	-
Weighted average number of Equity shares used in calculation of diluted earnings per share	**20,850.20**	**20,850.20**

Note 40. Composition of Group

Name of Company	Principal Activity	Place of Incorporation and Operation	Proportion of Ownership interest and voting Power held by company		
			As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(i) Subsidiary company					
High Speed Rail Corporation of India Limited	Build operate and transfer of Railway line	INDIA	100%	100%	100%
(ii) Joint Ventures:					
Kutch Railway Company Limited	Build operate and transfer of Railway line	INDIA	50%	50%	50%
Haridaspur Paradip Railway Company Limited		INDIA	35.23%	33.33%	33.33%
Krishnapatnam Railway Company Limited		INDIA	30%	30%	30%
Bharuch Dahej Railway Company Limited		INDIA	33.33%	33.33%	33.33%
Angul Sukinda Railway Limited		INDIA	31.50%	31.50%	31.50%
Dighi Roha Rail Limited		INDIA	26.00%	26.00%	0.00%

Note 41. Related Party disclosures as required by Ind-AS 24 "Related party Disclosure"

41.1 Key Management Personnel:

Sh. S.C. Agnihotri : Managing Director
Sh. Ashok Krishna Ganju: Director Finance
Ms. Gita Mishra : Director Personnel
Sh. Mukul Jain : Director Operation (up to 31st Dec. 2016)
Sh. Vijay Anand : Director Projects
Ms.Kalpana Dubey : Company Secretary

41.2 Enterprises in which Directors interest exist:

High Speed Rail Corporation of India Limited

41.3 Joint Ventures

Kutch Railway Company Limited
Haridaspur Paradip Railway Company Limited
Krishnapatnam Railway Company Limited
Bharuch Dahej Railway Company Limited
Angul Sukinda Railway Limited
Dighi Roha Rail Limited

41.4 Subsidiary

High Speed Rail Corporation of India Limited

41.5 Superannuation Trust

RVNL Medical and Welfare Trust

41.6 Disclosure of transactions with related parties:

(₹ in Lakhs)

Particulars	Transactions		Outstanding Amount* (Unsecured, Considered Good)	
	Year Ended March 31,2017	Year ended March 31, 2016	As at March 31,2017	As at March 31,2016
Remuneration to Key Personnel	Refer Note no 38	Refer Note no 38		
Haridaspur Paradip Railway Company Limited				
Investment in Shares	969.00	-		
Interest paid/payable for the year	-	-		
Interest on Mob. Advance Payable	73.06	43.18		
Interest on outstanding balances	22.03	61.99		
Expenditure towards project	20,052.90	19,655.57	(3,534.36)	1,007.79
Bharuch Dahej Railway Company Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on outstanding balances	-	(26.26)		
Expenditure of Vadodara Office apportioned	-	-		

Expenditure towards project	40.04	369.31	30.79	-9.25
Krishnapatnam Railway Company Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on outstanding balances	4,219.29	2,368.75		
Interest on Mob. Advance Payable	206.61	420.30		
Expenditure towards project	42,016.81	30,217.27	26,736.66	45,486.78
Angul Sukinda Railway Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on Mob. Advance Payable	200.77	42.19		
Expenditure towards project	11,986.19	3,771.58	-622.46	-303.68
Kutch Railway Company Limited				
Investment in Shares	-	-		
Interest paid/payable for the year	-	-		
Interest on outstanding balances	-	-		
Interest on Mob. Advance Payable	51.13	-		
Expenditure towards project	17,125.59	4,240.24	224.73	500.07
Dighi Roha Rail Limited				
Investment in Shares	-	5.00		
Interest paid/payable for the year	-	-		
Interest on Mob. Advance Payable	-	-		
Expenditure towards project	-	-	73.80	72.80
RVNL Medical and Welfare Trust				
Subscription to Medical Fund	1.63	1.64		
Subscription to Welfare Fund	-	10.00		
Other reimburements	0.77	0.14	0.77	-10.00

* These represent amounts recoverable on account of expenditure incurred on various projects of Joint Ventures, misc. expenses of Subsidiary and Trust.

Note 42 : Disclosure in respect of Joint Venture/Subsidiary:

Name of the Joint Venture	Partner(s), Country of Origin	Proportion of Ownership Interest as at March 31, 2017	Proportion of Ownership Interest as at March 31, 2016	Proportion of Ownership Interest as at April 1, 2015
Kutch Railway Company Limited	Rail Vikas Nigam Limited, India	50%	50%	50%
	Kandla Port Trust, India	26%	26%	26%
	Mundra Port SEZ	20%	20%	20%
	Government of Gujarat, India	4%	4%	4%
Haridaspur Paradip Railway Company Limited (HPRCL)	Rail Vikas Nigam Limited, India	35.23%	33.33%	33.33%
	IDCO (Govt of Odisha)	0.37%	0.35%	0.35%
	Essel Mining and Industries Ltd., India	5.88%	5.88%	5.88%
	Paradeep Port Trust	10.57%	10.00%	10.00%
	Rungla Mines Ltd	5.88%	5.88%	5.88%
	Jindal Steel & Power Ltd	0.98%	0.98%	0.98%
	Steel Authority of India Limited	0.98%	0.98%	0.98%
	POSCO India Limited	0.00%	0.00%	5.40%
	MSPL LTD	2.94%	2.94%	2.94%
	OMC	14.66%	14.66%	14.70%
	Govt of Odisha	22.51%	19.60%	19.60%
	Equity Gap	0.00%	5.44%	-
Krishnapatanam Railway Company Limited (KRCL)	Rail Vikas Nigam Limited, India	30%	30%	30%
	Krishnapatnam Port Corporation Limited, India	30%	30%	30%
	Bramhani Industries Limited	12%	12%	12%
	National Mineral Development Corporation	15%	15%	15%
	Government of Andhra Pradesh	13%	13%	13%
Bharuch Dahej Railway Company Limited (BDRCL)	Rail Vikas Nigam Limited, India	33.33%	33.33%	33.33%
	Adani Petronet (Dahej) Port Private Limited, India	10.50%	10.50%	10.50%
	Gujarat Maritime Board, India	10.82%	10.82%	10.82%
	Dahej SEZ Limited, India	6.06%	6.06%	6.06%

	GNFC	8.20%	8.20%	8.20%
	Hindalco Industries Limited, India	8.20%	8.20%	8.20%
	Jindal Rail Infrastructure Limited, India	6.06%	6.06%	6.06%
	Guj. Industrial Dev. Corp Ltd	10.82%	10.82%	10.82%
	Equity Gap	6.00%	6.00%	6.00%
Angul Sukinda Railway Limited (ASRL)	Rail Vikas Nigam Limited, India	31.50%	31.50%	31.50%
	Jindal Steel and Power Limited, India	10.00%	10.00%	10.00%
	Govt of Odisha	21.30%	21.30%	21.30%
	OMC	10.50%	10.50%	10.50%
	IDCO (Govt of Odisha)	0.70%	0.70%	0.70%
	CONCOR	26.00%	26.00%	26.00%
Dighi Roha Rail Limited	Rail Vikas Nigam Limited, India	26.00%	26.00%	-
	DPL	63.00%	63.00%	-
	Maharashtra Maritime Board	11.00%	11.00%	-
High Speed Rail Corporation of India Limited	Rail Vikas Nigam Limited, India	100%	100%	100%

Note 43 : Lease Arrangements

43.1 Financial Lease

The value of assets given on lease is reflected against contra liability payable to IRFC towards loan on completed projects as appearing in note 5, which is liquidated progressively through loan repayment to IRFC being arranged by MoR.

Future minimum lease payments of gross investment in the lease are as follow:

(₹ in Lakhs)

Particulars	**Year ended 31st March, 2017**	**Year ended 31st March, 2016**
Not later than one year	20,043.23	10,898.33
Later than one year and not later than five years	55,215.03	46,413.76
Later than five years	59,460.80	17,263.05
Total	**134,719.07**	**74,575.14**

Note 44: Approval of financial statement

The consolidated financial statements were approved for issue by the Board of Directors on 07th September 2017

Note 45: Operating Cycle

The operating cycle of the Company is based on the time required from initiation of the project to completion of the project. The period required for completion varies from project to project. However, in general, the duration is more than 12 months and generally extends upto 5 to 6 years.

Note 46: Securities released to State Electricity Board/Public Companies

Securities paid to Electricity Boards/ Public Companies towards provision of High Tension Power Lines for electricity connections are booked as project expenditure being part of the project cost.

Note 47: Disclosure on Specified Bank Notes from 08-11-2016 to 30-12-2016 (SBN)

The company did not have any specified bank note or other denomination note as defined in the MCA notification G.S.R. 308 (E) dated 31.03.2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from 08-11-2016 to 30-12-2016. The denomination wise SBNs and other notes as per the notification is given below:

	SBNs	Other Denomination notes	Total
Closing cash in hand as on 08.11.2016	0.02	-	0.02
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	0.02	-	0.02
Closing cash in hand as on 30.12.2016	-	-	-

For the purpose of this clause, the term "Specified Bank Note" shall have the same meaning as provided in the notification of Government of India, in the Ministry of Finance, Department of Economic Affairs No. S.O. 3407 (E) dated 08-11-2016.

Note 48 : First-time adoption of Ind AS

These consolidated financial statements, for the year ended 31 March 2017, are the first, the group has prepared in accordance with Ind-AS. For periods up to and including the year 31 Mach 2016, the company prepared its consolidated financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006 (as amended).

Accordingly the group has prepared consolidated financial statements which comply with Ind-AS applicable for the periods on or after the 31 March 2016, together with the comparative period data as at and for the year ended 31 March 2016,

as described in the summary of the significant accounting policies. In preparing these consolidated financial statements, the group opening balance sheet was prepared as at 1 April 2015, the group date of transition to Ind-AS. This note explains the principal adjustments made by the group in restating its Indian GAAP consolidated financial statements, including the balance sheet as at 1 April 2015 and the consolidated financial statements as at and for the year ended 31 March 2016.

Exemptions applied

Ind-AS 101 allows first time adopters certain exemptions from the retrospective application of certain requirements under Ind-AS Group has applied the following exemptions:-

1. Estimates

The estimates at 1 April 2015 and at 31 March 2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

The estimates used by the group to present these amounts in accordance with Ind AS, reflect conditions at 1 April 2015, the date of transition to Ind-AS and as of 31 March 2016.

2. Deemed Costs

Since there is no change in functional currency, the company has elected to continue with the previous GAAP carrying value of all property Plant and Equipment and intangibles assets as recognized in the previous GAAP financials as deemed cost at the transition date.

3. Leases

Appendix C to Ind-AS 17 requires an entity to assess whether a contract or arrangement contains a lease. In accordance with Ind-AS 17, this assessment should be carried out at the inception of the contract or arrangement. However, the group has used Ind-AS 101 exemption and assessed all arrangements based for embedded leases based on conditions in place as at the date of transition. Group does not have such type of arrangements on transition date.

4. Classification and measurement of financial assets

Financial assets are classified and measured on the basis of the conditions exiting on the date of the transition to Ind-AS

Reconciliation of Consolidated Balance Sheet on 1st April 2015 (at the date of Transition)*

(₹ in Lakhs)

Particulars			Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I.	**ASSETS**					
1	**Non-current assets**					
	(a)	Property, Plant and equipment	9	37,522.75	(36,946.52)	576.23
	(b)	Capital work-in-progress	9	29,621.77	(29,479.32)	142.45
	(c)	Other Intangible assets	4	12.41	(9.81)	2.60

	(d)	Intangible assets under development		165.75	-	165.75
	(e)	Financial Assets				
		(i) Investments	9	-	88,536.55	88,536.55
		(ii) Lease Receivables		49,846.39	-	49,846.39
		(iii) Loans		96.12	-	96.12
		(iv) Others	7.1, 9	50,210.74	(3,854.37)	46,356.37
	(f)	Deferred tax assets (Net)	5	-	2,920.62	2,920.62
	(g)	Other non-current assets	7.1	-	86.25	86.25
				1,67,475.93	**21,253.40**	**188,729.33**
2	**Current assets**					
	(a)	Project Work in Progress		11,56,738.13	-	11,56,738.13
	(b)	Financial Assets				
		(i) Trade Receivables	9	21,304.23	(2,492.50)	18,811.73
		(ii) Lease Receivables		7,521.71	-	7,521.71
		(iii) Cash and cash equivalents	9	82,790.57	(1,983.62)	80,806.95
		(iv) Bank Balances other than (iii) above	9	1,04,126.39	(55,626.39)	48,500.00
		(v) Loans	9	112.92	(0.03)	112.89
		(vi) Others	7.1,9	29,981.95	(8,047.02)	21,934.93
	(c)	Other current assets	7.1,9	87,115.67	1,097.58	88,213.25
	(d)	Current Tax Asset (Net)	9	3,136.49	(1,454.37)	1,682.12
				14,92,828.05	**(68,506.34)**	**14,24,321.71**
		Total Assets		**16,60,303.97**	**(47,252.94)**	**16,13,051.04**
II.	**EQUITY AND LIABILITIES**					
1	**Equity**					
	(a)	Equity Share Capital		2,08,502.01	-	2,08,502.01
	(b)	Other Equity	1, 3, 5,9	93,198.25	2,572.67	95,770.92
				3,01,700.26	**2,572.67**	**3,04,272.93**
2	**Liabilities**					
(i)	**Non-current liabilities**					
	(a)	Financial Liabilities				
		(i) Borrowing	9	2,64,721.20	(13,324.12)	2,51,397.08
	(b)	Provisions	9	557.57	(49.47)	508.10
	(c)	Deferred Tax Liability(Net)		3,754.57	(3,754.57)	-
	(d)	Other Non- Current Liability	9	25,182.98	(25,182.98)	-
				2,94,216.33	**(42,311.15)**	**2,51,905.18**

(ii)	**Current liabilities**					
	(a)	Financial Liabilities				
		(i) Short Term Borrowing	9	39,324.09	(637.42)	38,686.67
		(ii) Trade payables	3, 7.2,9	5,009.28	(509.68)	4,499.60
		(iii) Other financial liabilities	3, 7.2,9	36,892.25	(7,796.89)	29,095.36
	(b)	Other current liabilities	1, 2 & 7.2,9	9,79,088.74	3,123.64	9,82,212.38
	(c)	Provisions	1 & 2	1,446.89	(1.36)	1,445.53
	(d)	Current Tax liability (Net)	9	2,626.14	(1,692.75)	933.39
				10,64,387.39	(7,514.46)	10,56,872.93
		Total Equity and Liabilities		**16,60,303.97**	**(47,252.94)**	**16,13,051.04**

* The previous GAAP figures have been reclasified to conform to Ind-AS presentation requirements for the purpose of this note.

Reconciliation of Consolidated Balance Sheet on 31st March 2016 *

(₹ in Lakhs)

Particulars			Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I.	**ASSETS**					
1	**Non-current assets**					
	(a)	Property, Plant and equipment	9	35,010.99	(34,415.54)	595.45
	(b)	Other Intangible assets	9	48,297.39	(48,297.39)	-
	(c)	Intangible assets under development	4	8.18	(6.88)	1.30
			4	563.12	(5.00)	558.12
	(e)	Financial Assets				
		(i) Investments	9	1,000.00	101,765.02	102,765.02
		(ii) Lease Receivables		63,676.81	-	63,676.81
		(iii) Loans		77.87	(0.03)	77.84
		(iv) Others	7.1,9	55,394.32	(5,264.67)	50,129.65
	(f)	Deferred tax assets (Net)	5	-	3,749.79	3,749.79
	(g)	Other non-current assets	7.1	-	89.89	89.89
				204,028.67	**17,615.20**	**221,643.87**
2	**Current assets**					
	(a)	Project Work in Progress		1,482,810.85	-	1,482,810.85
	(b)	Financial Assets				
		(i) Trade Receivables	3, 9	43,901.74	4,219.60	48,121.34

		(ii) Lease Receivables		10,898.33	-	10,898.33
		(iii) Cash and cash equivalents	9	141,320.41	(3,558.64)	137,761.77
		(iv) Bank Balances other than (iii) above	9	230,868.89	(65,368.89)	165,500.00
		(v) Loans		79.71	-	79.71
		(vi) Others	7.1,9	26,002.35	(3,854.38)	22,147.97
	(c)	Other current assets	7.1,9	131,599.17	1,088.60	132,687.77
	(d)	Current Tax Asset (Net)	9	10,226.70	(9,463.43)	763.27
				2,077,708.15	**(76,937.14)**	**2,000,771.01**
		Total Assets		**2,281,736.83**	**(59,321.95)**	**2,222,414.88**
II.	**EQUITY AND LIABILITIES**					
1	**Equity**					
	(a)	Equity Share Capital		208,502.01	-	208,502.01
	(b)	Other Equity	1, 3, 4, 5, 7.1 & 7.2,9	120,627.16	14,263.70	134,890.86
				329,129.17	**14,263.70**	**343,392.87**
2	**Liabilities**					
(i)	**Non-current liabilities**					
	(a)	Financial Liabilities				
		(i) Borrowing	9	281,743.45	(19,335.11)	262,408.34
	(b)	Provisions	9	813.59	(63.12)	750.47
	(c)	Deferred Tax Liability	9	3,832.78	(3,832.78)	-
	(d)	Other Non-Current Liability	9	31,714.87	(31,714.87)	-
				318,104.69	**(54,945.88)**	**263,158.81**
(ii)	**Current liabilities**					
	(a)	Financial Liabilities				
		(i) Short Term Borrowing	9	39,652.01	(660.76)	38,991.25
		(ii) Trade payables	3, 7.2,9	10,642.30	(1,592.77)	9,049.53
		(ii) Other financial liabilities	3, 7.2,9	45,996.08	(8,370.30)	37,625.78
	(b)	Other current liabilities	1, 2 & 7.2,9	1,518,308.03	9,489.75	1,527,797.78
	(c)	Provisions	1 ,2, 9	17,110.20	(14,869.84)	2,240.36
	(d)	Current Tax liability (Net)	9	2,794.36	(2,635.86)	158.50
				1,634,502.97	(18,639.77)	1,615,863.20
Total Equity and Liabilities				**2,281,736.83**	**(59,321.95)**	**2,222,414.88**

* The previous GAAP figures have been reclasified to conform to Ind-AS presentation requirements for the purpose of this note.

Reconciliation of Consolidated Statement of Profit and Loss for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars		Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I.	**Revenue :**				
	Revenue from operations	9	4,73,552.42	(19,422.34)	4,54,130.08
II.	Other income	7,9	18,285.71	(241.77)	18,043.94
III.	**Total Income (I + II)**		**4,91,838.13**	**(19,664.11)**	**4,72,174.02**
IV.	**Expenses:**				
	Expenses on Operations	9	4,23,012.75	(4,119.14)	4,18,893.61
	Employee benefits expenses	6,9	9,125.88	399.34	9,525.22
	Finance Cost	7,9	887.52	1,420.84	2,308.36
	Depreciation, amortization and impairment	9	3,790.88	(3,323.91)	466.97
	Other Expenses	3, 4 ,7.1,9	3,905.33	(724.73)	3,180.60
	CSR and R&D Expenses	9	702.04	(104.54)	597.50
	Total Expenses (IV)		**4,41,424.41**	**(6,452.15)**	**4,34,972.26**
V.	**Profit/(loss) before share of profit/(loss) of joint venture and exceptional exceptional items and tax (III-IV)**		50,413.72	(13,211.96)	37,201.76
VI.	Exceptional items		-	-	-
VII.	Share of Profit / Loss of Joint Ventures	9	-	12,964.23	12,964.23
VIII.	Profit/(Loss) before tax (V - VI)		50,413.72	(247.73)	50,165.99
IX	Tax expense:				
	(1) Current tax	9	9,562.38	(1,951.15)	7,611.23
	(2) Deferred tax (net)	5,9	78.22	(903.61)	(825.39)
	Total Tax Expense (VIII)		**9,640.60**	**(2,854.76)**	**6,785.84**
X	**Profit/(loss) for the period from continuing operation (VII - VIII)**		**40,773.12**	**2,607.03**	**43,380.15**

XI	Profit/(loss) from discontinued operations		-	-	-
XII	Tax Expense of discontinued operations		-	-	-
XIII	Profit/(loss) from discontinued operations (after tax) (X-XI)		-	-	-
XIV	**Profit/(loss) for the period (IX+XII)**		**40,773.12**	**2,607.03**	**43,380.15**
XV	**Other Comprehensive Income**				
	Items that will not be reclassified to profit and loss				
	Remeasurement gains (losses) on defined benefit plans	6	-	(44.83)	(44.83)
	Income tax effect on Remeasurement gains (losses) on defined benefit plans	5	-	3.40	3.40
XVI.	**Total Comprehensive Income for the period (XIII +XIV) (Comprehensive profit and other comprehensive income for the period)**		40,773.12	2,565.60	43,338.72
XVII.	Earnings Per Equity Share:				
	(For Continuing Operation)				
	(1) Basic		1.96	0.12	2.08
	(2) Diluted		1.96	0.12	2.08
XVIII.	Earnings Per Equity Share:				
	(For discontinuing Operation)				
	(1) Basic		-		-
	(2) Diluted		-		-
XIX.	Earnings Per Equity Share:				
	(For discontinued and continuing Operation)				
	(1) Basic		1.96	0.12	2.08
	(2) Diluted		1.96	0.12	2.08

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for the purpose of this note.

Reconciliation of Total Equity as at 31st March 2016 and 1st April 2015*

(₹ in Lakhs)

Particulars	Foot Notes	31 March 2016	01 April 2015
Total Equity (shareholder's fund) as per previous GAAP		3,28,825.93	3,01,700.26
Adjustments			
Proposed dividend and dividend tax	1	13,866.64	4,481.66
Prior Period Adjustments	3	(5.04)	(13.66)
Intangible assets written off (Website charges)	4	(5.00)	-
Deferred tax assets	5	3,749.78	2,920.62
Unwinding of interest cost on financial liabilities	7.2	(2,308.36)	-
Deferred income on financial liabilities	7.2	3,085.97	-
Unwinding of interest income on financial assets	7.1	41.19	-
Rent expenses on financial assets	7.1	(50.73)	-
Change in method of consolidation		(3,807.52)	(4,815.96)
Total Equity (shareholder's fund) as per Ind-AS		**3,43,392.87**	**3,04,272.92**

Reconciliation of Total Comprehensive Income for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars	Foot Notes	31 March 2016
Profit after tax as per previous GAAP		**40,773.12**
Prior Period adjustment	3	8.62
Deferred tax assets	5	829.16
Intangible assets written off (Website charges)	4	(5.00)
Unwinding of interest cost on financial liabilities	7.2	(2,308.36)
Deferred income on financial liabilities	7.2	3,085.97
Unwinding of interest income on financial assets	7.1	41.19
Rent expenses on financial assets	7.1	(50.73)
Change in method of consolidation		964.75
Profit after tax as per Ind-AS		**43,338.72**

Impact of Ind-AS on the Cash flow for the year ended 31st March 2016*

(₹ in Lakhs)

Particulars	Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
Net Cash From Operating Activities	8	(3,46,603.59)	3,87,811.29	41,207.70
Net Cash From Investing Activities	8	(1,30,050.74)	1,38,816.28	8,765.54
Net Cash From Financing Activities	8	5,35,182.22	(5,28,200.64)	6,981.58
Net Decrease In Cash & Cash Equivalent		**58,527.89**	**1,573.07**	**56,954.82**
Cash & Cash Equivalent as at 1st April 2015		82,800.54	(1,993.59)	80,806.95
Cash & Cash Equivalent as at 31st March 2016		1,41,328.43	3,566.66	1,37,761.77

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for the purpose of this note.

Foot Notes:

1. Proposed Dividend

As per Ind AS 10: Group will recognise a liability for final dividend (including dividend distribution tax) in the period when the dividend are approved by the shareholders. Therefore provision made for proposed dividend as per GAAP has been reversed and booked in the year in which it was declared by shareholder in AGM.

2. Short Term provision and Current Liability

Provision for welfare scheme has been transferred to current liabilities from short term provision as at 1 April 2015, therefore there is decrease in short term provisions and increase in current liabilities.

3. Prior Period

Prior period expenses of ₹8.82 lakhs for the period ended 31 March 2016 have been adjusted in opening balance of retained earning as at 1 April 2015.

Prior period expenses of ₹5.04 lakhs for the period ended 31 March 2017 has been reversed and ₹4.84 Lakhs adjusted in retained earning in opening balance sheet and ₹0.20 Lakhs have been adjusted in FY 2015-16, therefore there is increase in profit by ₹5.04 lakhs for the period ended 31 March 2017 and decrease in retained earning as at 01 April 2015 of ₹4.84 Lakhs and profit during FY 2015-16 of ₹0.20 Lakhs. For details refer note-32.

4. Intangible Assets

Company has capitalised the website charges in intangibles, As per Ind-AS it has been charged off to the expenses, therefore there is decrease in profit with corresponding increase in intangibles assets.

5. Deferred Tax

As per Ind-AS 12 company has recognised the deferred tax assets, therefore there is increase in retained earning as at 1 April 2015 and increase in profit after tax for the year ended 31 March 2016.

6. Other Comprehensive Income

Actuarial gain & (loss) and its tax component are recognised in other comprehensive income of ₹(45.91) Lakhs and ₹2.31 Lakhs respectively, therefore there is decrease in employee benefit expenses by ₹45.91 Lakhs and increase in deferred tax by ₹3.77 Lakhs.

7. Financial Instruments*

7.1. Financial Assets

Security deposits and other receivables has been recognised at amortised cost and the difference is recognised in prepaid expenditure.

7.2. Financial Liabilities

Financial liabilities have been recognised at amortised cost and the difference is recognised as deferred income.

8. Cash Flow Statement

There is no difference in net cash flow during the financial year 2015-16 as per GAAP and Ind AS, difference arising in operating, investing and financing activities due to reclassification of balance sheet items from GAAP to Ind AS.

9. Consolidation of Joint Ventures

Entities have been classified as Joint Ventures under Ind AS 111 based on the nature of the control exercised by Parent Company. Accordingly, the share in net profit/loss of Joint Ventures is recognised in the Consolidated Statement of Profit and Loss and the share in the net assets is included under investments in Joint Ventures in the Consolidated Balance Sheet as per equity method. Under I-GAAP,the financials of these entities were consolidated line by line using proportionate consolidation method.

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Note 49:- Statement containing salient feature of Financial Statements of Subsidiaries/Joint venture

"AOC-1"

Part A "Subsidiaries" [as per section 2(87) of the companies act 2013]

(₹ in Lakhs)

Sr. No.	Particulars	High Speed Rail Corporation of India Limited
	Financial Year ending on	**31st March 2017**
	Date of acquisition	**13 August 2012**
	Principal Place of Business	**India**
1	Share Capital(Including share application money pending allotment	10.74
2	Other equity/Reserves & surplus (as applicable)	(11.62)
3	Liabilities	3,067.17
4	Total Equity and Liability	3,066.29
5	Total assets	3,066.29
6	Investments	-
7	Turnover	-
8	Profit before taxation	17.55
9	Provision for taxation	4.53
10	Profit after taxation	13.02
11	Interim Dividend - Equity	-
12	Interim Dividend - Preference	-
13	Proposed Dividend - Equity	-
14	Proposed Dividend - Preference	-
15	% of share holding	100%

"AOC-1"

Statement Containing salient features of financial statement of Associate Companies and Joint Ventures

Part "B": Associates and Joint Ventures [as per Section 2(6) of the Companies Act, 2013]

(₹ in Lakhs)

Sr. No.	Particulars	Kutch Railways Company Limited	Haridaspur Paradip Railways Company Limited	Krishnapatnam Railways Company Limited	Bharuch Dahej Railways Company Limited	Angul Sukinda Railways Company Limited	Dighi Roha rail Limited
1	Principal Place of Business	India	India	India	India	India	India
2	Latest audited Balance Sheet Date	31-Mar-17	31-Mar-17	31-Mar-17	31-Mar-17**	31-Mar-17	31-Mar-17
3	Shares of Associate/Joint Ventures held by the company on the year end						
	Number of shares held (in numbers)	1,250.00	1,796.90	810.00	550.00	1,890.00	0.50
	Amount of Investment in Associates/Joint Venture	10,000.00	17,969.00	8,100.00	5,500.00	18,900.00	5.00
	Total No of Shares (in numbers)	2,500.00	5099.96	2,700.00	1551.10	6,000.00	1.00
	Extend of Holding %	50.00%	35.23%	30.00%	35.46%	31.50%	50.00%
4	Description of how there is significant influence	Refer note 1					
5	Reason why the associate/joint venture is not consolidated	NA	NA	NA	NA	NA	NA
6	Net worth attributable to share holders as per latest audited balance sheet (₹In lakhs)	1,30,976.87	50,997.67	24,872.27	18,356.34	66,773.12	(74.60)
7	Profit/ (loss) for the year (₹ In lakhs)						
	Considered in consolidation	15,077.54	1.22	8.40	(1,658.97)	2,185.00	(7.29)
	Not considered in consolidation	-	-	-	-	-	-

** Financial Statements of BDRCL are not audited, however, Financial Statements considered for consolidation are approved by Board of Directors of the company.

Notes

1 Significant influence is demonstrated by holding 20% or more of the voting power of the investee.

Note 50:-Additional information pursuant to Schedule III to the Companies Act, 2013 for the year ended 31-3-2017:

(₹ in Lakhs)

Name of the entity		Net Assets, i.e., total assets minus total liabilities		Share in profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
		As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent Company									
	Rail Vikas Nigam limited	86.56%	3,08,679.21	87.08%	38,502.58	99.48%	(36.91)	87.07%	38,465.67
Subsidiaries									
1.	High Speed Rail Corporation of India Limited	0.00%	(0.88)	0.03%	13.02	0.00%	-	0.03%	13.02
	Total Subsidiaries		(0.88)		13.02		-		13.02
Joint Ventures									
1.	Kutch railway company limited	12.93%	46,102.96	12.92%	5,713.79	0.42%	(0.16)	12.93%	5,713.64
2.	Haridaspur paradip railway company limited	0.00%	(2.09)	0.00%	0.36	0.00%	-	0.00%	0.36
3.	Krishnapatnam railway company limited	-0.18%	(649.14)	0.00%	2.10	0.00%	-	0.00%	2.10
4.	Bharuch Dahej Railways Company Limited	0.21%	738.96	-1.33%	(588.25)	0.10%	(0.04)	-1.33%	(588.28)
5.	Angul sukinda railway limited	0.50%	1,772.66	1.29%	571.86	0.00%	-	1.29%	571.86
6.	Dighi roha rail limited	0.00%	(5.00)	0.00%	-	0.00%	-	0.00%	-
	Total Joint Ventures		**47,958.31**		**5,699.86**	**0.52%**	**(0.19)**		**5,699.67**
	CFS adjustments and elimination	0.00%	(10.74)	0.00%	-	0.00%	-	0.00%	-
	Net Total	**100%**	**3,56,625.90**	**100%**	**44,215.44**	**100%**	**(37.10)**	**100%**	**44,178.34**

Note 51 :- Disclosure pursuant to Indian Account Standard (IND AS-112): Disclosure of interest in Other Entities:- Joint Ventures

(a) Summarised Balance Sheet for material joint venture(s)

(₹ in Lakhs)

Particulars	Kutch Railway Company Limited			Haridaspur Paradip Railway Company Limited			Krishnapatnam Railway Company Limited		
	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-03-2017	As at 31-3-2016	As at 01-04-2015
Current assets									
Cash and cash equivalents	3.18	83.54	8.28	4,008.71	1,153.95	783.00	468.39	889.83	457.48
Other assets	1,28,142.02	1,24,560.74	95,166.19	341.97	341.15	4,271.08	721.87	881.56	1,065.56
Total current assets	1,28,145.20	1,24,644.28	95,174.47	4,350.68	1,495.10	5,054.08	1,190.26	1,771.39	1,523.04
Total non-current assets	82,311.67	60,954.90	50,912.37	93,600.02	65,214.00	46,522.33	1,38,223.46	92,357.66	59,724.06
Current liabilities									
Financial liabilities (excluding trade payables and other payables)	45.63	535.31	27.93	3,148.82	177.21	2,663.21	26,866.87	45,545.49	15,743.75
Other liabilities (including trade payables and other payables)	8,705.30	706.70	2,091.75	124.21	24.44	62.99	546.37	571.68	594.06
Total current liabilities	8,750.93	1,242.01	2,119.68	3,273.03	201.65	2,726.20	27,413.24	46,117.17	16,337.81
Non-current liabilities									
Financial liabilities (excluding trade payables)	-	-	-	43,680.00	17,400.00	600.20	85,054.76	21,696.88	19,487.66
Other liabilities (including trade payables)	70,729.07	67,133.90	54,313.07	-	-	-	2,073.45	1,451.13	762.49
Total non-current liabilities	70,729.07	67,133.90	54,313.07	43,680.00	17,400.00	600.20	87,128.21	23,148.01	20,250.15
Non-controlling interest	-	-	-	-	-	-	-	-	-
Net assets	**1,30,976.87**	**1,17,223.27**	**89,654.09**	**50,997.67**	**49,107.45**	**48,250.01**	**24,872.27**	**24,863.87**	**24,659.14**

Particulars	Bharuch Dahej Railway Company Limited			Angul Sukinda Railway Limited			Dighi Roha Rail Limited		
	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-03-2017	As at 31-3-2016	As at 01-04-2015
Cash and cash equivalents	2,120.94	2,169.56	472.25	1,497.33	2,578.99	744.77	2.82	8.09	-
Other assets	12,883.30	12,770.18	9,611.54	30,139.87	41,294.15	41,474.82			-
Total current assets	15,004.24	14,939.74	10,083.79	31,637.20	43,873.14	42,219.59	2.82	8.09	-
Total non-current assets	31,846.81	33,075.50	34,075.55	35,867.63	21,628.58	14,196.42			
Current liabilities									
Financial liabilities (excluding trade payables and other payables)	2,980.15	1,711.10	1,849.52	-	-	-	77.29	75.20	-
Other liabilities (including trade payables and other payables)	1,546.50	1,145.89	154.53	25.08	30.31	164.30	0.13	0.20	-

Total current liabilities	4,526.65	2,856.99	2,004.05	25.08	30.31	164.30	77.42	75.40	-
Non-current liabilities									
Financial liabilities (excluding trade payables)	16,122.44	18,882.44	20,492.44	706.63	883.28	-	-	-	-
Other liabilities (including trade payables)	7,845.62	6,260.49	3,747.42	-	-	-	-	-	-
Total non-current liabilities	23,968.06	25,142.93	24,239.86	706.63	883.28	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	-	-
Net assets	**18,356.34**	**20,015.32**	**17,915.44**	**66,773.12**	**64,588.13**	**56,251.71**	**(74.60)**	**(67.31)**	**-**

(b) Summarised Statement of Profit and Loss of material Joint Ventures:

(₹ in Lakhs)

Particulars	**Kutch Railway Company Limited**		**Haridaspur Paradip Railway Company Limited**		**Krishnapatnam Railway Company Limited**	
	2016-17	**2015-16**	**2016-17**	**2015-16**	**2016-17**	**2015-16**
Revenue	83,858.54	74,624.38	22,631.94	19,594.60	52,636.38	38,004.56
Interest Income	8,820.37	8,261.55	-	-	-	3.92
Depreciation and amortisation	1,806.30	1,758.77	2.62	9.37	702.59	699.24
Interest expense	-	-	-	-	462.31	496.98
Income tax expenses	3,155.11	3,864.31	0.46	1.01	44.54	113.25
Profit from continuing operations	15,077.85	28,169.55	1.22	(3.21)	8.40	204.75
Profit for the year	15,077.85	28,169.55	1.22	(3.21)	8.40	204.75
Other comprehensive income	(0.31)	1.42	-	-	-	-
Total comprehensive income	**15,077.54**	**28,170.97**	**1.22**	**(3.21)**	**8.40**	**204.75**
Particulars	**Bharuch Dahej Railway Company Limited**		**Angul Sukinda Railway Limited**		**Dighi Roha Rail Limited**	
	2016-17	**2015-16**	**2016-17**	**2015-16**	**2016-17**	**2015-16**
Revenue	5,223.70	11,596.69	11,875.65	5,958.99	-	-
Interest Income	707.74	652.46	2,779.11	4,149.82	-	-
Depreciation and amortisation	1,288.56	1,274.24	9.03	17.62	-	-
Interest expense	1,820.64	2,082.50	-	-	-	-
Income tax expenses	(460.95)	1,167.29	769.49	-	-	-
Profit from continuing operations	(1,658.89)	2,099.88	2,185.00	3,241.35	(7.29)	(77.31)
Profit for the year	(1,658.89)	2,099.88	2,185.00	3,241.35	(7.29)	(77.31)
Other comprehensive income	(0.08)	-	-	-	-	-
Total comprehensive income	**(1,658.97)**	**2,099.88**	**2,185.00**	**3,241.35**	**(7.29)**	**(77.31)**

(c) Reconciliation of carrying amounts of material joint ventures:

(₹ in Lakhs)

Particulars	Kutch Railway Company Limited			Haridaspur Paradip Railway Company Limited			Krishnapatnam Railway Company Limited		
	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-03-2017	As at 31-3-2016	As at 01-04-2015
Opening net assets	117,223.27	89,654.09	*	49,107.45	48,250.01	*	24,863.89	24,659.14	*
Profit for the year	15,077.85	28,169.55	*	1.22	(3.21)	*	8.40	204.75	*
Adjustment in opening retained earnings due to stake dilution			*	-	-	*	-	-	*
Other Comprehensive Income	(0.31)	1.42	*	-	-	*	-	-	*
Dividends paid	(1,323.94)	(601.79)	*	-	-	*	-	-	*
Equity component of other financial instruments	-	-	*	-	-	*	-	-	*
Other Adjustment	-	-	-	1,889.00	860.65	-	-	-	*
Closing net assets	130,976.87	117,223.27	89,654.09	50,997.67	49,107.45	48,250.01	24,872.29	24,863.89	24,659.14
Group's share in %	0.50	0.50	0.50	0.35	0.35	0.35	0.30	0.30	0.30
Group's share	65,488.44	58,611.64	44,827.05	17,966.48	16,998.89	17,000.00	7,461.68	7,459.16	7,397.74
Other Adjustments	(9,385.48)	(8,222.32)	(5,890.75)	(0.07)	-	-	(10.82)	(10.39)	-
Carrying amount	**56,102.96**	**50,389.32**	**38,936.30**	**17,966.91**	**16,998.89**	**17,000.00**	**7,450.86**	**7,448.77**	**7,397.73**

Particulars	Bharuch Dahej Railway Company Limited			Angul Sukinda Railway Limited			Dighi Roha Rail Limited		
	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015	As at 31-03-2017	As at 31-3-2016	As at 01-04-2015
Opening net assets	20,015.32	17,915.44	*	64,588.13	56,251.71	*	(67.31)	-	-
Profit for the year	(1,658.89)	2,099.88	*	2,185.00	3,241.35	*	(7.29)	(77.31)	-
Adjustment in opening retained earnings due to stake dilution	-	-	*	-	-	*	-	-	-
Other Comprehensive Income	(0.08)	-	*	-	-	*	-	-	-
Dividends paid	-	-	*	-	-	*	-	-	-
Equity component of other financial instruments	-	-	*	-	-	*	-	-	-
Other Adjustment	-	-		-	5,095.07		-	10.00	-
Closing net assets	18,356.35	20,015.32	17,915.44	66,773.13	64,588.13	56,251.71	(74.60)	(67.31)	
Group's share in %	0.35	0.35	0.35	0.32	0.32	0.34	0.50	0.50	
Group's share	6,509.16	7,097.43	6,352.81	21,033.54	20,345.26	19,013.08	(5.00)	(5.00)	-
Other adjustments	(270.19)	(270.19)	(144.25)	(360.87)	(244.46)	(19.13)	5.00	5.00	-
Carrying amount	**6,238.96**	**6,827.24**	**6,208.57**	**20,672.66**	**20,100.81**	**18,993.95**	**-**	**-**	**-**

* indicates disclosures not applicable.
** Dighi Roha Rail Limited was incorporated on 29th September 2015

(d) Carrying amount of investments in joint ventures/associates:

(₹ in Lakhs)

Particulars	As at 31-3-2017	As at 31-03-2016	As at 01-04-2015
Non-material associates	-	-	-
Non-material joint ventures	-	-	-
Sub-total	-	-	-
Material joint ventures	1,08,432.35	1,01,765.02	88,536.55
Total	**1,08,432.35**	**1,01,765.02**	**88,536.55**

Note 52: Notes of the Joint ventures consolidated by applying equity method

52.1 Angul Sukinda Railway Limited

The BOD of the company at its 35th meeting held on 28th December 2016 has been approved the extention of commercial operations date (COD) of the project to June 2017 from June 2018.

52.2 Krishnapatnam Railway Company Limited

52.2.1 Operating Income:

a) After completion of the Phase-I of the project on 15th November 2008, same is being operated by South Central Railway (SCR) and revenue is being collected by SCR which has been apportioned between the company and various Zonal Railways from 15th November 2008 in terms of Operation and Maintenance Agreement dated 6th, January 2012 signed detailing the modalities of revenue and cost sharing between the company and SCR. Phase 3 of the project is being operated from 2nd March 2014.Revenue is based on the Calculation sheets received from SCR showing Apportioned Revenue and O&M expenses on Provisional basis. Also the Figures intimated by SCR are provisional and Subject to Confirmation. Hence any Impact arising out of Confirmation of the Figures will be accounted for in the year in which it is finalized.

b) Krishnapatnam Railway Company Limited (KRCL) is anticipating earnings on Length of about 10 Km section from Krishnapatnam Railway Station to the Buffer of Port from South Central Railway and O&M Cost. Hence, the revenue reported is subject to the same.

c) Krishnapatnam Railway Company Limited (KRCL) is also anticipating earnings on account of apportioned Terminal Cost from South Central Railway (SCR) pending due to railway board decision which is not quantified yet. Hence, the revenue reported is subject to the same.

d) Further all supporting evidences related to revenue bookings are being controlled and managed by SCR only and not made available for verification

e) Also the Income pertaining to Phase-1 and Phase -3 can not be segregated due to non availability of any information from SCR pertaining to same.

52.2.2: Operation & Maintenance Expense (O&M Expenses)

a) Operation & Maintenance Expenses recognized in current year as intimated by South Central Railway are provisional and subject to Confirmation. Hence, any impact arising on the confirmation of the figures will be accounted for in the year in which it is finalized.

b) South Central Railway has claimed service tax on the services related to operation and Maintenance and indirect cost.

c) Also, the O&M expenses pertaining to Phase 1 and Phase 3 can not be segregated due to non availability of any information from SCR pertaining to same.

d) Operation agreement pertaining to operation of phase 3 line is pending for finalization and signing.

e) Operation & Maintenance expenses of Phase 1 and Phase 3 are being accounted for in terms of the Operations and Maintenance Agreement signed with South Central Railway for 24.50 Km Railway line from Venkatachalam to Krishnapatnam for Phase 1.

f) Operation & Maintenance expenses includes Lease Rent of ₹1 in accordance with terms of concession agreement.

g) All supporting evidences related to O & M expenses incurred have been controlled and managed by SCR only and not made available for verification.

52.2.3: The trade receivable represents the amount receivable from the South Central Railways (SCR) being the gross revenue apportioned and are non interest bearing. Since, the revenue apportioned by the South Central Railways is on provisional basis and the final figures may vary, the above trade receivables and their classification is subject to change. Further, the amount of receivable being ₹523.33 lakhs (March 31st 2016: ₹738.67 lakhs) (1st April 2015: ₹939.14 lakhs) is subject to confirmation by the South Central Railways.

52.2.4: Outstanding Trade Payables, trade receivables and other balances except RVNL and Banks are subject to confirmation, reconciliation and consequential adjustments.

52.2.5: Capitalised borrowing costs: Intangible Assets and intangible under development includes expenditure on account of interest Payable to Rail Vikas Nigam Limited (Project Contractor) amounting to ₹4,219.29 lakhs (31 March 2016: ₹2,368.75) during the period for delay in payment for project expenditure as calculated by RVNL on balance outstanding in the books of accounts of RVNL and as accepted by Company. Further, RVNL has provided infrastructure and other indirect establishment facilities to KRCL for which no amount is charged by RVNL.

52.2.6: Intangible Assets and Intangible Under Development includes expenditure on account of Directional & General Charges (D&G charges) amounting to ₹3,513.98 lakhs (Previous Year: ₹2531.59 lakhs) as charged by RVNL (Project Contractor) during the period which is as per the clause no. 10.2 of Construction Agreement dated 29th September 2011, is subject to change. Cumulative D&G Charges upto 31st March 2017 is ₹11,095 lakhs (Previous Year: ₹7,581 lakhs) is subject to change. Break up of "D & G charges" included in capital work in progress (and tangible assets related to phase

3 transferred from capital work in progress during the year) at present is as under:

52.3 Kutch Railway Company Limited

52.3.1: Carried Route and Booked Route: In FY 2013-14, Western Railway has computed Company's share of apportioned earnings on the basis of 'carried route' instead of 'booked route'. Accordingly, apportioned earnings have been reduced by ₹2,774.65 lakhs for current financial year. Further, a total amount of ₹836.00 lakhs has been deducted on this account for the financial years 2009-10. The Company has contested against this method of calculation of apportioned earnings at various levels in Railways. The approximate amount of ₹2,550.00 lakhs may be deducted by on this account for earlier financial years (from 2006-07 to 2008-09).

The average amount of both of above methods works out to be ₹2,550.00 lakhs (approx). The impact of the same will be reduction in Reserves and Sundry Debtors by ₹2,550.00 lakhs (approx) in the subsequent years as and when advised by the Western Railway.

52.3.2: The project of Gauge Conversion work completed by WR has been dully capitalized under different heads of fixed assets on the basis of advices received from WR on year to year basis. Besides that the Company has also supplied material to WR to the tune of ₹11,997.00 lakhs for completion of project (capitalized under Permanent Way) which is subject to verification and reconciliation with WR.

An amount of ₹511.19 lakhs is also outstanding as on 31st March 2017 to WR for the project work which is also subject to verification and reconciliation with WR.

52.3.3: All receivables including advances and payables are subject to confirmation, reconciliation and consequential adjustments, if any.

The Company has a system of obtaining periodical written confirmation from its suppliers to identify Micro Enterprises & Small Enterprises. Based on such identification the Company makes provision for unpaid dues under Section 16 of Micro, Small & Medium Enterprises Development Act, 2006 & its disclosure required under Section 22 of the said Act. The amount due to Micro Enterprises & Small Enterprises for more than 30 days is Nil (Previous Year Nil).

52.3.4: Western Railway (WR) has provided the consolidated figures in respect of addition during the year amounting to ₹1.75 lakhs in Bridges & Buildings, Formation, Plant & Machinery (Project) and Permanent Way. They have expressed their inability to provide assets wise break up of addition. In absence of the same, the total addition has been divided in proportion of gross opening balance of these assets. The capital cost incurred and advised by WR to the tune of ₹ 778.09 lakhs during FY 2016-17 has been debited in fixed assets - Permanent Way only.

52.4 Haridaspur Paradip Railway Company Limited

52.4.1 Claim of M/s Rail Vikas Nigam Limited

A sum of ₹1,697.47 lakhs upto 31st March 2017 (Previous Year: ₹1,382.90 lakhs) towards interest and other charges demanded by M/s RVNL is not acknowledged as debt by the Company. Details of the same are mentioned below:

Particulars	Amount Till 31st March 2017 (₹ in lakhs)
Interest	421.25
Site facilities charges	400.22
Differential D&G Charges (over and above 2.25% on Land & Preliminary expenses and 8.75% on other expenses)	876.00
Total	**1,697.47**

52.5: Bharuch Dahej Railway Company Limited

52.5.1: The amount of outstanding land lease rental charges (Trade Payables) of ₹5,526.90 lakhs [March 31st 2016 ₹4,079.54 lakhs (1st April 2015 ₹2,835.85 lakhs)] represents the amount payable to Western Railway from the date of operation (i.e 8th March 2012 to 31st March 2017) towards Land License fees in respect of land leased to BDRCL. The Railway has been computing the Land License fees at 6% of the market value of land. The market value of land is inflated 7% each year. However, this is being contested by BDRCL as contrary to provision in the Concession Agreement. Further, the rate of recovery has been recently revised upwards by Western Railway by obtaining fresh circle rates for land prices from civil authorities, leading to more than doubling of the annual claim. Accordingly, the total amount recoverable on account of Land License fee has been worked out as ₹14,535.21 lakhs for the period 25th June 2008 to 31st March 2016 (consider the impact up to 31st March, 2017, the amount increases to ₹17,526.6 lakhs). Following past practice, the Company has cumulatively provided for ₹6,025.90 lakhs (Previous Year ₹4,578 lakhs & amount of provision as on 01-04-2015 ₹3,335 lakhs) towards the Land License fees from the date of commercial operation to 31st March, 2017, based on the past practice."

Besides, Western Railway had recovered ₹499.00 lakhs towards Land License fee earlier, resulting in net balance amount payable as on 31.03.2017 at ₹5,526.90 lakhs (Previous Year ₹4,079.54 lakhs & as on 01-04-2015 an amount of ₹2,835.85 lakhs).

As per the consistent view of the management and the practice adopted by the Company in the past, no additional amount is payable before the Date of Commercial Operation (COD). Accordingly, the total claim of Western Railway in respect of Land License Fees before COD amounting to ₹4,262.40 lakhs (Previous Year ₹3,196 lakhs) has not been admitted. Further, since the revised claim of Western Railway is grossly violative of the provisions in the Concession Agreement, the Company has strongly represented to the Ministry of Railways asking for revision in the decision. Seeing merit in the demand of the Company, Railway Board had set up a Committee to examine a number of issues raised by BDRCL, including the issue of Land License fee, and we have been advised that the matter is under consideration. Accordingly, balance amount of ₹7,238.30 lakhs (₹17,526.6 lakhs – ₹6,025.9 lakhs – ₹4,262.4 lakhs) has not been provided for. As stated, the whole issue is currently under active consideration in the Ministry of Railway for charging of Lease License fees at nominal value, consistent with provisions contained in the Concession Agreement read along with extant policy of the Ministry applicable to Joint Venture Gauge Conversion SPVs. The final outcome may have a bearing on the capitalized and revenue expenditure values of the project during the current year.

52.5.2 Operating Income: The Bharuch-Samni-Dahej Railway line of route length 61.60 kilometers became operational from March 8, 2012 and Bharuch-Chavaj line of route length 5.52 Kilometers became operational from 27th February 2014 with the completion of the respective portions of the project. The operating income of the company has been recognized for the period from 1st April 2016 to 31st March 2017 for Bharuch-Samni-Dahej Railway line, with the revenue pertaining to Bharuch-Chavaj being computed on provisional basis. The share of BDRCL in the total revenue collected by the Railway at the time of loading is computed on the basis of percentage of chargeable distance travelled on BDRCL line to the total chargeable distance travelled. While the Operation & Maintenance Agreement is yet to be signed with Western Railway, apportionment of revenue is being done on the basis of in-principle approval accorded by the Ministry of Railways.

52.5.3 The Ministry of Railways has allowed the Company to charge freight at inflated kilometers (50% inflated) for the distance travelled over BDRCL's jurisdiction. Therefore, as against actual distance of 67.12 kms on the Bharuch-Samni-Dahej section and actual distance of 5.52 km of Bharuch-Chavaj section constructed by the company, the total chargeable distance is taken as 100.68 kms. Revenue pertaining to Bharuch-Chavaj section has been accounted for on provisional basis.

52.5.4 Chargeable kilometers for freight movement on the section are 100.68 KM over Dahej-Bharuch-Chavaj section. For Dahej-Bharuch section, Western Railway has, however, apportioned the share for 92 KM only, as against 92.4Km (61.6 km x 1.5) of inflated kilometerage of Bharuch-Dahej section. The revenue actually accounted for includes the share pertaining to the differential distance of 0.4KM from the date of commissioning of Dahej-Bharuch section. It also includes share in apportioned revenue from running of freight trains on the extended section for Bharuch-Chavaj.

52.5.5 Revenue figures are subject to confirmation from Western Railway.

For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

For and on behalf of the board

Sd/-	Sd/-	Sd/-	Sd/-
R.K. Aggarwal	**S.C. Agnihotri**	**Ashok K. Ganju**	**Kalpana Dubey**
Partner	Chairman and Managing Director	Director Finance	Company Secretary
M.No. 081510	DIN: 01637856	DIN: 01970462	

Place : New Delhi
Date: 07.09.2017

KUMAR CHOPRA & ASSOCIATES
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF RAIL VIKAS NIGAM LIMITED

1. *Report on the Consolidated Ind AS Financial Statements*

We have audited the accompanying Consolidated Ind AS financial statements of **RAIL VIKAS NIGAM LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiary (the holding Company and its subsidiary together referred to as "the group") and its jointly controlled entities (Refer Note No 40 of the attached consolidated Ind AS financial statements) comprising of the Consolidated Balance Sheet as at 31st March, 2017, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "Consolidated Ind AS financial statements")

2. *Management's Responsibility for the Consolidated Ind AS Financial Statements*

The Holding 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 of these Consolidated Ind AS financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and changes in equity of the Group including jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards(Ind AS) specified under Section 133 of the Act.

The respective Board of Directors of the companies included in the Group and of its jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 Consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

3. *Auditor's Responsibility*

Our responsibility is to express an opinion on these Consolidated Ind AS 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 of the Consolidated Ind AS financial statements 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 Consolidated Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the Consolidated Ind AS 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 Holding Company's Directors, as well as evaluating the overall presentation of the Consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS financial statements.

4. *Basis of Qualified Opinion*

I. The consolidated Ind AS financial statements include share of loss of Bharuch Dahej Railway Company Limited(BDRCL), a Jointly controlled entity based on its unaudited financial statements as approved by Board of the company.(Refer para 7.b given below)

II. As reported by respective jointly controlled entities statutory Auditors

I. KRISHNAPATNAM RAILWAY COMPANY LIMITED(KPRCL)

a. Refer Note no 52.2.1(a) of the consolidated Ind AS financial statements regarding Accounting of Revenue and Note No.52.2.2(a) of consolidated Ind AS financial statements regarding accounting for of Operation & Maintenance (O&M) expenses by the company on the basis of provisional advices/calculation sheets provided by South Central Railway (SCR) and not making available the detailed substantiating collateral records and procedures for verification of the same.

Further, in view of non-receipt of the confirmation from South Central Railways regarding provisional apportionment of revenue, O&M expenses, service tax claims, overhead expenses and the outstanding balance could vary.

b. Refer Note No.52.2.3 and 52.2.4 of the consolidated Ind AS financial statements regarding outstanding Trade Receivables, Trade Payables, and other balances except of RVNL and Banks are subject to confirmation, reconciliation and consequential adjustments, if any.

II. KUTCH RAILWAY COMPANY LIMITED(KRCL)

a. *Note No 52.3.2 of consolidated Ind AS financial statements regarding fixed assets capitalized by company*

(as per advice received from Western Railways), are yet to be verified by the company. Similarly, material supplied by company and balance outstanding as advance to Western Railways are subject to reconciliation with Western Railways. The impact of the same is unascertainable.

b. *Note No.52.3.3 of the consolidated Ind AS financial statements regarding non-confirmation, reconciliation and consequential adjustments, if any, of receivables including advances and payables. The impact of the same is unascertainable.*

5. *Qualified Opinion*

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters specified in the basis of Qualified Opinion paragraph above, the aforesaid Consolidated Ind AS 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 inIndia including the Ind AS, of the state of affairs of the Group and jointly control entities as at 31st March, 2017, and its PROFIT(including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

6. *Emphasis of Matter*

a) Rail Vikas Nigam Limited(RVNL)

*Without qualifying our opinion, we draw attention to **Note 9(f) & (g)**to the Consolidated Ind AS financial statements which describes the change and impact of change in accounting policy of Project Work in Progress as per Revised Procedure Order dt. 30/12/2016 issued by Ministry of Railways.Due to this change, additional PWIP of ₹15,16,795.91 lakhs stands transferred to MoR resulting in decrease in assets to that extent and consequential decrease in liability of MoR. However, there is no impact of this change on Statement of Profit and Loss.*

b) Krishnapatnam Railway Company Limited(KPRCL)

i. *Without qualifying our opinion, attention is drawn towards 52.2.1(b) of consolidated Ind AS financial statements for non-recognition of revenue on account of apportioned terminal cost due to pending decision of Railway Board and earnings on length of about 10 Km section from Krishnapatnam Railway station to the Buffer of port. Efforts are required to finalize the same at the earliest.*

ii. *Without qualifying our opinion, we draw attention to 52.2.2(d) of consolidated Ind AS financial statements for Operation agreement pertaining to operation of phase III line is pending for finalization and signing and as such Operation Agreement is yet to be entered into with SCR which is functional since 2nd March' 2014. Thus accounting for of revenue and operation cost of Phase – III between KRCL and SCR is being made on the basis of Operation and Maintenance Agreement for Phase–I. If the terms of agreement change, the related revenue and operation cost will vary. As per Operation &Maintenance agreement of Phase – I line, the agreement is to be reviewed every six months but the same was reviewed last in October' 2012.*

c) Kutch Railway Company Limited(KRCL)

Without qualifying our report, we draw attention to Note No.52.3.1 of the consolidated Ind AS Financial

Statement which may have effect of reduction in the Reserves and Sundry debtors by ₹2,550 lakhs (approx.) in the subsequent years (as and when advised by the Western Railways).

7. *Other Matters*

a. *We did not audit the financial statements of one subsidiary and six jointly controlled entities, whose financial statements reflect total assets of* ***₹50,809.29 lakhs*** *and total net assets of* ***₹47,946.69 lakhs*** *as at 31st March, 2017, total revenue of* ***₹ NIL, share in profits of*** *jointly controlled entities of* ***₹5,699.86 lakhs*** *and net cash inflow amounting to* ***₹348.14 lakhs*** *for the year ended on that date, as considered in the consolidated Ind AS financial statements*. The financial statements of one subsidiary and five jointly controlled entities have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary and jointly controlled entities, and our report in terms of sub-section (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiary and jointly controlled entities, is based solely on the reports of such other auditors.

b With regard to one jointly controlled entity, we have relied on the unaudited Ind AS financial statements, wherein Group's share of net asset amount to ₹738.96 lakhs and share in profits/(loss) amount to (₹588.27 lakhs). This unaudited Ind AS financial statements as approved by the Board of Directors of the Company, has been furnished to us by the management and our report in so far as it relates to the amounts included in respect of this jointly controlled entity, is based solely on such approved unaudited Ind AS financial statements.

Our opinion on the Consolidated Ind AS financial statements, and our report on the legal and regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

8. *Report on Other Legal and Regulatory Requirements*

I. As required by the directions issued by the Comptroller and Auditor-General of India, in terms of section 143(5) of the Act, based on the comments in the auditor's report of holding company, subsidiary company and jointly controlled companies we give the compliance in **Annexure 'A'**.

II. 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 of aforesaid consolidated Ind AS financial statements.

b. In our opinion, proper books of account as required by law relating to consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Cash flow statement and Consolidated Statement of Changes in Equity dealt with bythis Report are in agreement with the books of account maintained for the purpose of preparation of consolidated Ind AS financial statements .

d. In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act.

e. In terms of Ministry of Company Affairs notification no. GSR 463 (E) dated 5th June 2015, Government Companies are exempt from applicability of provisions of section 164 (2) of Companies Act 2013.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B**" which is based on the auditor's report of the holding company, subsidiary company and jointly controlled entities. Our report expresses an unqualified opinion that the holding company, its subsidiary company and jointly controlled entities, which are companies incorporated in India, have in all material aspects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting was operating effectively as at March 31, 2017, subject to observations as mentioned in Opinion para 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 Group and Jointly controlled entities have disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No 36 to the consolidated Ind AS financial statement.

ii. The Group and Jointly controlled entities 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 Group and jointly controlled entities.

iv. The Groupand Jointly controlled entities has provided requisite disclosures in the Consolidated Ind AS Financial statements as regards its holding and dealings in Specified Bank Notes as defined in the notification S.O. 3407(E) dated November 8, 2016 of the Ministry of Finance, during the period from November 8, 2016 to December 30, 2016 [as envisaged in the notification G.S.R. 308(E) dated March 30, 2017]. Based on audit procedures performed and the representation provided to us by the management, we report that the disclosures are in accordance with the books of account maintained by the Holding company and respective group entities and as produced to us by the Management. Refer Note No 47 to the consolidated Ind AS financial statement.

For Kumar Chopra & Associates
Chartered Accountants
(FRN: 000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M. No 081510)

Place of signature: New Delhi
Date: 07/09/2017

ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 8(I) of our report of even date on the Consolidated Ind AS financial statements of **RAIL VIKAS NIGAM LIMITED** for the Year ended 31st March, 2017

S. No	CAG's Directions	Our Report	Action Taken thereon	Impact on Consolidated Ind AS financial statements
1.	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/ lease deeds are not available.	In case of RVNL the Company only has leasehold commercial space for which lease deed has been executed with the owner. The company does not own any freehold/leasehold land. In case of Haridaspur Paradip Railway Co Ltd, on completion of the project, the lease deed shall be executed between M/s East Coast Railway and the company. In case of Angul Sukinda Railway Limited, the company does not have the title deed over the land acquired. As per concession agreement signed dated 14.05.2010 between Ministry of Railways (MoR) &Angul Sukinda Railway Ltd, it is stipulated that title deed of land remain with MoR (East Coast Railway) No Such cases have been reported by statutory auditors of any other subsidiary or jointly controlled entities	No action required	NIL
2.	Please report whether there are any cases of waiver/write off of debts/ loans/interest etc., if any, the reasons there for and the amount involved.	In Case of RVNL, a) During the year, the incidental expenditure aggregating to ₹405.71 lakhs claimed from High Speed Rail Company Ltd. till 31st March, 2016 has been reversed to respective expenditure as per directives issued by MoR. b) Site facilities expenses aggregating to ₹735.80 Lakhs charged to Angul Sukinda and Kutch Railway since inception to 31-03-2016 have been reversed and refunded by debit to "Expenses on Operation" as per the policy decision taken by the management. No Such cases have been reported by statutory auditors of subsidiary or jointly controlled entities	No action required	a) Profit is decreased by ₹405.71 lakhs. b) Profit is decreased by ₹735.80 Lakhs.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gifts from Govt. or other authorities.	No inventory is lying with third parties and no asset has been received as gifts from Government or any other authoritiesby RVNL/Subsidiary/Jointly Controlled Entities.	No action required	NIL

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.:000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M.No. 081510)

Place of Signature: New Delhi
Date:07/09/2017

ANNEXURE "B" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 8(II)(f) of our report of even date on the Consolidated Ind AS financial statements of **RAIL VIKAS NIGAM LIMITED** for the Year ended 31st March, 2017

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated Ind AS financial statements of the Holding Company as of and for the year ended March31, 2017, we have audited the internal financial controls over financial reporting of Rail Vikas Nigam Limited (hereinafter referred to as "the Holding Company") and its subsidiary company, and jointly controlled companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the of the Holding company, its subsidiary company, and jointly controlled companies, which are companies incorporated in India are 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 conductof its business, including adherence to respective 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 Holding 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the holding Company, subsidiary company and jointly controlled entities'' internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over FinancialReporting

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; (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

Our opinion is subject to following observations as given by the respective statutory auditors of these jointly controlled companies (one jointly controlled entity Bharuch Dahej Railway Company Limited is consolidated based on unaudited financial statements)

In case of Krishnapatnam Railway Company Limited,

There is scope for improvement in following areas and have not been categorized as material misstatement:

i) There is no control over revenue apportionment by south central railway (SCR) as revenue sheets are sent by SCR to KRCL only on provisional basis and, no collateral records maintained by the company and as such there is no basis to verify the same.

ii) No control over operational & maintenance expenses, overhead charges, service tax and other such expenses charged by SCR and there are no basis to verify the same.

iii) As informed to us, management is not having any methodology to identify, ensure and provide for the bills pertaining to current and previous year in respect of the railway line construction project not received from the contractor so far.

In case of Kutch Railway Company Limited,

"Formation of joint procedure order, which has not been formed till date in terms of operation and management agreement and the provisional figures of income from traffic and respective costs are accounted as advised by WR based on calculation as detailed in the said agreement without approval of Joint Procedure Order."

Subject to above in our opinion, the Holding company, its subsidiary company and jointly controlled companies, which are companies incorporated in India have in all material aspects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the respective companies 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.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to one subsidiary company, and five jointly controlled entities, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. One jointly controlled entity is not audited as yet.

For Kumar Chopra & Associates
Chartered Accountants
(FRN: 000131N)

Sd/-
(R. K. Aggarwal)
Partner
(M. No 081510)

Place of signature: New Delhi
Date: 07/09/2017

RVNL

सत्यमेव जयते

CONFIDENTIAL

भारतीय लेखा एवमं लेखा परीक्षा विभाग
प्रधान निदेशक लेखा परीक्षक, रेलवे–वाणिज्यिक का कार्यालय
काफमो, भारतीय रेल, तिलक ब्रिज, नई दिल्ली – 1100 002

INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL DIRECTOR OF AUDIT,
RLY- COMMERCIAL
COFMOW, INDIAN RAILWAYS, TILAK BRIDGE, NEW DELHI-110002

No: PDA/RC/RPSU/32-64/RVNL/2017-18/483 Date: 19/09/17

To

The Managing Director,
Rail Vikas Nigam Limited,
New Delhi

Subject: Comments of the Comptroller and Auditor General of India on the Consolidated Financial Statements u/s 143(6)(b) read with Section 129(4) of the Companies Act, 2013 of Rail Vikas Nigam Limited for the year ended 31 March 2017.

Sir,

I am enclosing herewith the Comments of the Comptroller and Auditor General of India on the Consolidated Financial Statements u/s 143(6)(b) read with Section 129(4) of the Companies Act, 2013 of **Rail Vikas Nigam Limited** for the year ended 31 March 2017.

The receipts of the letter may kindly be acknowledged.

Your faithfully

Encl: As above

(B. R. Mondal)
Principal Director of Audit
Railway Commercial

RVNL

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF RAIL VIKAS NIGAM LIMITED FOR THE YEAR ENDED 31 MARCH 2017

The preparation of consolidated financial statements of **RAIL VIKAS NIGAM LIMITED** for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under section 139(5) read with section 129(4) of the Act are responsible for expressing opinion on the financial statements under Section 143 read with section 129(4) of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 07 September, 2017.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) read with section 129(4) of the Act of the consolidated financial statements of **RAIL VIKAS NIGAM LIMITED** for the year ended 31 March, 2017. We conducted a supplementary audit of the financial statements of Haridaspur Paradip Railway Company Limited and Krishnapatnam Railway Company Limited but did not conduct supplementary audit of the financial statements of Subsidiaries and Jointly Controlled Entities (as per Annexure) for the year ended on that date. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and selective examination of some of the accounting records.

On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on the behalf of the
Comptroller & Auditor General of India



(B.R. Mondal)
Principal Director of Audit
Railway Commercial, New Delhi

Place : New Delhi
Date : 19, September, 2017

ANNEXURE

List of Subsidiaries, Associate Company and Joint Ventures of RAIL VIKAS NIGAM LIMITED, New Delhi for which supplementary audit was not conducted under section 143 (6)(a) read with section 129(4) of the Companies Act, 2013 for the year 2016-17.

Subsidiaries

1. High Speed Rail Corporation of India Limited

Joint Ventures

2. Kutch Railway Company Limited
3. Bharuch Dahej Railway Company Limited
4. Angul Sukinda Railway Limited
5. Dighi Roha Rail Limited

Sd/-

Auditor Officer

RVNL

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

(A Wholly owned Subsidiary of Rail Vikas Nigam Limited)

DIRECTORS' REPORT

Distinguished Shareholders,

The Directors of your Company are privileged in presenting the 5th Annual Report of the Company together with the Audited Statements of Accounts and Auditors' Report for the year ended 31st March, 2017.

The Company is a wholly-owned Subsidiary of Rail Vikas Nigam Limited a Schedule-A Mini Ratna- I CPSE under the Ministry of Railways. Your Company is currently engaged in conducting of pre-feasibility studies of dedicated High Speed Corridors for Diamond Quadrilateral. The business and financial performance of the Company during the year 2016-17 was as under: -

Business Performance

1. **Pre-feasibility study of dedicated High Speed corridor of Delhi-Chandigarh-Amritsar.**

   Ministry of Railways had assigned the work of conducting the pre-feasibility study for Delhi-Chandigarh-Amritsar dedicated High Speed corridor with a speed potential of 350 kmph.

   M/s SYSTRA S.A in a consortium with M/s RITES has been engaged by HSRC/RVNL for pre-feasibility study for High Speed Rail Corridor between Delhi–Chandigarh-Amritsar. Consultant has submitted the Final Report of Prefeasibility study in May 2016, on completion of all the works required as per the Terms of Reference, this report was accepted in Consultation with Ministry of Railways in January 2017.

2. **Signing of Collaboration Agreement between HSRC and Administratdor DE Infraestructuras Ferroviarias (ADIF):**

   Based on MOU signed between Indian Railways of the Republic of India and two Spanish Public Corporate Companies ADIF and RENFE-OPERADORA for the cooperation in Railway related technology developments, a Collaboration Agreement was signed on 15.09.2016 between High Speed Rail Corporation of India Ltd. (HSRC) and Administratdor DE Infraestructuras Ferroviarias (ADIF) on conducting Feasibility Study of Mumbai-Kolkata High Speed Rail Corridor taking into account the experience acquired by M/s ADIF. The Consultant submitted the Stage-I report of the Feasibility study in December 2016 with recommendation to take up the detailed study of most preferred route passing through Mumbai-Thane-Nasik-Aurangabad-Akola-Amravati-Nagpur for developing in next stage. This report was accepted by HSRC/RVNL in consultation with Ministry of Railways on 31.1.2017.

A. ***Upgrading of Chennai- Bangalore- Mysore section***

The work of feasibility study on upgrading of Chennai-Banglore-Mysore section for Speed Raising up to 160 kmph was given to M/s CREEC (China Railway Eryuan Engineering Group Company Limited) under Government to Government co-operation. The Consultant has submitted the Interim Final Report (IFR) on 07.11.2016. The detailed observation on this IFR has been submitted by HSRC to M/s CREEC (Consultant) on 26.12.2016. M/s CREEC has given their reply on the observations and requested a meeting.

B. ***Delhi-Chennai High Speed Corridor Feasibility Study Report (Detailed Project Report)***

China Railway Siyuan Survey and Design Group (CRSSDG) & HSRC signed TERMS OF AGREEMENT AND WORK PLAN at SIYUAN Headquarter, Wuhan, China on 28.11.2014 for

preparation of a Project Feasibility Study Report (Detailed Project Report) for a high speed rail corridor between Delhi and Chennai. It has been agreed that the Project Feasibility Study Report will be taken up with financing by the Chinese side. Ministry of Railways has approved on 31.03.2015 that the Study will be done for only Delhi-Nagpur section instead of the complete Delhi-Chennai section, as it is a very long corridor and not only will the construction cost of the project be high but the Feasibility Study will involve considerable cost and time.

CRSSDG carried out an on-the-spot survey in India in March 2015 and visited Agra, Bhopal, Nagpur, Hyderabad, Vijayawada and Chennai, and has submitted the Planning Report on 17.07.2015 and the Inception report during March 2016. Subsequently, one more Action Plan was signed between Government of India and Government of China in May 2015, in which some of the works related to Feasibility study has been agreed to be done by Indian side i.e HSRC. It has been made clear by Ministry of Railways and HSRC to Chinese side that the study has to be done out of Chinese funding. Subsequently it was decided by Ministry of Railways that the HSRC will only provide limited data in form of Geological Maps and Topo sheets. The Terms of Reference is planned to be signed between CRSSDG and HSRC in July 2017.

3. Feasibility Study for Diamond Quadrilateral Network of High Speed Rail Corridors connecting four major metros i.e. New Delhi-Mumbai-Chennai-Kolkata-New Delhi:

Ministry of Railways (MoR) has entrusted RVNL/ HSRC the work of carrying out the Feasibility Study for Diamond Quadrilateral Network of High Speed Rail Corridors connecting four major metros i.e. New Delhi-Mumbai-Chennai-Kolkata-New Delhi through an open global tender. Work has been awarded to (1) M/s TSDI-LAHMEYER (China) for New Delhi-Mumbai Corridor (ii) M/s SYSTRA-RITES-EY (France) for Mumbai-Chennai and M/s INECO-TYPSA-ICT for Delhi-Kolkata. All the Feasibility studies are progressing well. Interim Report-2 has been submitted by Consultant for Delhi-Mumbai and Mumbai-Chennai and Draft Final Report has been submitted by Consultant for Delhi-Kolkata. All the studies are programmed to be completed in FY 2016-17.

Financial Performance

During the year, Paid-up Share Capital of the Company was ₹10.74 lakhs. The Current Liabilities for the F.Y. 2016-17 were ₹3,067.17 lakhs which shows an increase of ₹1,223.89 lakhs over the previous year. The current liabilities mainly consist of ₹2,858.70 lakhs as amount received from Ministry of Railways (MoR) towards project execution.

The current assets for the F.Y. 2016-17 were ₹3,066.15 lakhs which shows an increase of ₹1,236.95 Lakhs over the previous year. The current assets mainly consist of project work in progress of ₹2,549.15 lakhs and cash balance of ₹516.19 lakhs.

The other income has increased to ₹21.35 lakhs from ₹20.81 lakhs in the previous year on account of interest income. After offsetting an expenditure of ₹3.80 lakhs and meeting tax liabilities of ₹4.53 lakhs there is a surplus of ₹13.02 lakhs.

The significant indicators of financial performance of the Company for the financial year 2016-17 are mentioned below:

Amount (in ₹)

S. No	Particulars	FY 2016-17	FY 2015-16
1	Authorized Share Capital	5,00,00,000	5,00,00,000
2.	Paid-up share Capital	10,74,110	10,74,110
3.	Total Income	21,34,644	20,81,110
4.	Operating Income	Nil	Nil
5.	Profit before Tax	17,55,000	15,77,295
6.	Net Worth	(87,551)	(7,54,940)
7.	Earnings Per Share	12.13	10.16

Capital Structure

The Paid-up Share Capital of the Company is ₹10.74 lakhs against the Authorized Share Capital of ₹5 crore.

Dividend

Since the company has not yet started its commercial activities, and the limited financial transaction, the Company has not declared any dividend for the year 2016-17.

Fixed Deposits

The Company has not accepted any fixed deposits from public during the year under review.

Reserves

As the Company is yet to commence its operational activities the Company has not transferred any amount to General Reserves.

Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo

The provisions of conservation of energy, technology absorption are not applicable to the Company. During the year under review, there is no foreign exchange earnings and outgo.

Presidential Directive

No Presidential Directive was received during the year.

Integral Reports

"Management Discussion and Analysis Report" and "Corporate Governance Report" form an integral part of this Director's Report, which are placed at **Annexure-I & II.**

Board of Directors

The Board of Directors consists of four (4) part- time Director namely Mr. S. C. Agnihotri, Chairman, Mr. Mukul Jain, Director (upto 31.12.2016), Mr. Ashok K. Ganju, Director and Mr. Vijay Anand, Director nominated by the Holding Company, Rail Vikas Nigam Limited.

Mrs. Gita Mishra, Director was appointed as director vice Mr. Mukul Jain, Director on 16.04.2017.

Number of Board Meetings

The Board met four (4) times on 29th April, 2016, 5th August, 2016, 4th November, 2016 and 30th January, 2017 during the year for transacting business.

Directors' Responsibility Statement

Pursuant to Section 134(5) of the Companies Act, 2013, Directors confirm that -

a) In the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

b) The directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year and of the profit of the company of that year;

c) The directors had taken proper and sufficient care for the 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;

d) The directors had prepared the annual accounts on a going concern basis; and

e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Extract of Annual Return

Extract of Annual Return of the Company is annexed herewith as **Annexure III** to this report.

Auditors

The Comptroller & Auditor General of India appointed M/s B.K Gupta & Associates, Chartered Accountants as Company's Statutory Auditors for the Year 2016-17. The Board would like to place on record their sincere thanks for the valuable services rendered by Statutory Auditors.

Comments of Comptroller & Auditor General of India

The Comptroller & Auditor General of India has undertaken supplementary audit on the accounts of the Company for the year ended 31st March,2017 under Section139 (5) of the Companies Act,2013. The comments of the C& AG on the Annual Accounts of the Company for the year ended 31st March, 2017 shall also form part of this report.

Acknowledgements

We record our appreciation and thanks to the Ministry of Railways and Holding Company, RVNL for their continued support to the Company, and also the employees of the Holding Company for their efforts to take the company forward.

For and on behalf of Board of Directors

Sd/-
Vijay Anand
Director
(DIN-01874842)

Sd/-
Ashok K. Ganju
Director
(DIN-01970462)

Place: New Delhi
Dated: 01.08.2017

RVNL

Annexure - I

MANAGEMENT DISCUSSION AND ANALYSIS

An Overview

The company was incorporated on 25th July, 2012 as a Wholly owned Subsidiary (WoS) of Rail Vikas Nigam Limited, a schedule 'A' CPSE under Ministry of Railways.

Mission

Creation and operation of state-of-the-art High Speed Rail Systems in India and Abroad.

Vision

To emerge as project developer for implementation of high speed rail projects with a sound financial base and to build a pool of expertise in global construction, maintenance and operational practices.

Objectives

- To develop human resources for project implementation by skill development training and developing expertise for specific areas of rail infrastructure in general and high speed rail in particular.
- To develop and improve existing knowledge base in-house to provide consulting services.
- To develop expertise and a knowledge base for optimum utilization of existing assets and up-grading them for higher speed potential.
- To maintain a cost effective organizational set up.
- To undertake the project development and implementation of identified High Speed projects.
- To be a rail infrastructure Project Management Company committed to sustainable development and environment friendly construction of high speed rail related projects in the country and abroad.
- To ensure efficient and timely execution of projects as per International norms.
- To mobilize financial resources for project implementation.
- To encourage public private participation in rail related projects.

Strengths

- The organization is developing expertise in undertaking all stages of project development - from concept to commissioning – including feasibility/ bankability studies, DPR (detailed project report), financing/structuring of project specific SPVs, tendering for EPC contractors, project supervision, commissioning etc.
- HSRC is working with multiple study teams consisting of international experts involved in conducting Feasibility studies of various High Speed Rail corridors of Diamond Quadrilateral.
- HSRC can develop Private Public Partnership (PPP) models for implementation and financing of High Speed Rail infrastructure projects
- HSRC is working and learning with international teams having the requisite skills and experience to implement projects following ADB procedures and ensuring Resettlement and Rehabilitation of Project Affected Persons displaced by land acquisition and implementing socio-economic safeguards.
- It has a sound and robust financial management system, which allows for effective monitoring and control of expenditure.

Weaknesses

- HSRC has a very small team and has to depend on the parent organization for manpower.
- HSR is a new subject for officers and staff of even Indian Railways. Trained People are not available

in the market. Officers/staff deployed need to be trained on the job which is a time consuming process.

- HSRC has not been empowered to take decisions on all issues relevant to implementation of the High Speed rail projects.
- HSR projects are highly capital intensive and have long gestation period and are not favoured by private equity. Thus, such projects will be few in number and predominantly funded by public money.

Opportunities

- High speed rail project is a niche area and position of HSRC is unique.
- HSR projects are priority projects for the Government of India.
- Feasibility study of Mumbai-Ahmedabad corridor is nearing completion and project can be taken up for execution at a short notice.
- Feasibility studies for six more corridors of Diamond Quadrilateral have been taken up and expected to be completed by December 2016.
- HSRC has recently been entrusted with the work of conducting feasibility studies for six corridors of Diamond Quadrilateral of High Speed Rail network.
- HSRC has been working as Project Integrator for up-gradation of identified existing rail sections to 160 kmph.
- Implementation of projects for Kolkata Metro. This will give HSRC an opportunity to develop expertise for implementation of metro projects in new cities across the country.

Threats

- Projects are yet to be sanctioned by the Ministry of Railways.
- The shortage of technical manpower with required experience will be a major constraint in the delivery of projects.
- Availability of funds is a critical requirement for implementation of projects.
- This over-dependence for sourcing of funds for implementation of projects may create a financial crisis at any time which may prove detrimental in the long term for the company.
- Land acquisition issues require to be resolved expeditiously so that the progress of projects is not hampered.
- Delays in clearances for project execution, such as forest clearance, tree cutting permission, approvals of various departments for diversion of utilities etc.
- Delays in project delivery may have an adverse impact on the image of HSRC.
- The Government has established a new company, viz National High Speed Rail Corporation which may impede HSRC in fulfilling its objectives.

Risks and Concerns

High Speed Rail projects are highly capital intensive. The implementation of these projects will depend on specific policy directives of the Government of India.

Internal Control Systems

The internal control system of the Company will be established with the taking up of operational activities.

Human Resources

The Company has no personnel on its rolls. At present, all activities of the Company are being managed by personnel of RVNL as additional responsibilities/duties and based on utilization their part salary is paid by the Company.

Financial Performance

The company has not recorded any operating turnover during the year, as the Company is yet to start its commercial activities. The Company, however, earned an interest on deposits amounting to ₹21,34,644/-.

Annexure – II

REPORT ON CORPORATE GOVERNANCE

1. Company's Philosophy on Corporate Governance

Initiatives are being taken to implement Corporate Governance principles and measures as contained in the Guidelines on Corporate Governance for Central Public Sector Enterprises May 2010 issued by the Department of Public Enterprises.

2. Incorporation

The Company was incorporated on 25th July, 2012 as a Wholly owned Subsidiary of RVNL Ltd. with an Authorized Share Capital of ₹ 5 crore and paid up share capital of ₹ 1074110. The Holding Company, RVNL, holds the entire paid-up share capital of the Company.

3. Board of Directors

The Board of the Company comprises of four directors namely Shri S. C. Agnihotri, Chairman, Shri Mukul Jain, Director, Shri Ashok K. Ganju, Director and Shri Vijay Anand, Director.

Mrs. Gita Mishra, Director was appointed as director vice Mr. Mukul Jain, Director on 16.04.2017.

The names and categories of Directors on the Board as on the date of report, number of Directorships and Committee Chairmanship/ Membership held by them in other companies are as under:

S. No.	Name and Designation	Category of Directors Whole Time / Part Time	No. of Directorships/ Chairmanships held in public limited companies excluding HSRC*	No. of Committee Membership**	
				As Chairman	As Member
1.	S. C .Agnihotri	Part Time Chairman	1	-	-
2.	Mukul Jain	Part Time Director	1	-	-
3.	Ashok K. Ganju	Part Time Director	1	-	-
4.	Vijay Anand	Part Time Director	1	-	-
5.	Gita Mishra	Part Time Director	1	-	-

* Does not include Directorship in Private Companies, Section 8 Companies and Foreign Companies.

** Does not include Chairmanship / Membership in the Board of Committees other than the Audit Committee and Shareholders'/Grievance Committees.

3.1 Board Meetings with date and attendance at the Board meetings and Annual General Meeting.

The Board of Directors met 4 times during the year to discuss the operational activities of the Company.

S. No.	Name and Designation	Board Meetings During the Year 18th Board meeting – 29.04.2016 19th Board Meeting – 05.08.2016 20th Board Meeting – 04.11.2016 21st Board Meeting – 30.01.2017		Attendance at AGM
		Held during tenure	Attended	
1.	Sh. S. C .Agnihotri	4	4	Yes
2.	Sh. Mukul Jain	3	3	No
3.	Sh. Ashok K. Ganju	4	4	Yes
4.	Sh. Vijay Anand	4	4	Yes

4. Remuneration of Directors

No sitting fee is paid to the part – time Directors.

5. Code of Conduct

All Directors of the company are whole-time Directors of the holding company, RVNL. They have been following the Code of Conduct laid down by RVNL.

6. Committees of the Board of Directors

Audit committee, Remuneration committee etc. will be constituted as and when the need arises.

7. Annual General Meeting

The Company will hold its fifth Annual General meeting in accordance with the provisions of section 96 of the Companies Act, 2013.

8. Means of Communication

All important information pertaining to the Company has been mentioned in the Annual Report of the Company containing inter-alia Audited Financial Statement, Directors' Report, Report on Corporate Governance which is being circulated to the members and others entitled thereto.

Annexure-III

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31.03.2017
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I REGISTRATION & OTHER DETAILS:

i	CIN	U45204DL2012GOI239289
ii	Registration Date	25.07.2012
iii	Name of the Company	HIGH SPEED RAIL CORPORATION OF INDIA LIMITED
iv	Category/Sub-category of the Company	GOVERNMENT COMPANY
v	"Address of the Registered office & contact details"	Room No.260,1st Floor, August Kranti Bhawan, Bhikaji Cama Place, R.K. Puram, New Delhi-110066.
vi	Whether listed company	Unlisted
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	To enter into & carry on all business related to High Speed Rail systems & other rail based traffic as approved by Government of India		100%

III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

Sl No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD(OF PAID UP CAPITAL)	APPLICABLE SECTION
1	RAIL VIKAS NIGAM LIMITED	U74999DL2003GOI118633	HOLDING COMPANY	100%	2(46)

IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year	
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
A. Promoters										
(1) Indian										
a) Individual/HUF										
b) Central Govt. or State Govt.										
c) Bodies Corporates		1,07,411		100		1,07,411		100	0	
d) Bank/FI										
e) Any other										
SUB TOTAL:(A) (1)										
(2) Foreign										
a) NRI- Individuals		0	0	0	0	0	0	0		
b) Other Individuals		0	0	0	0	0	0	0		
c) Bodies Corp.		0	0	0	0	0	0	0		
d) Banks/FI		0	0	0	0	0	0	0		
e) Any other...		0	0	0	0	0	0	0		
SUB TOTAL (A) (2)		0	0	0	0	0	0	0		
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)		1,07,411	-	100.00	-	1,07,411	-	100.00		
B. PUBLIC SHAREHOLDING										
(1) Institutions										
a) Mutual Funds		0	0	0	0	0	0	0		
b) Banks/FI		0	0	0	0	0	0	0		
C) Cenntral govt		0	0	0	0	0	0	0		
d) State Govt.		0	0	0	0	0	0	0		
e) Venture Capital Fund		0	0	0	0	0	0	0		
f) Insurance Companies		0	0	0	0	0	0	0		
g) FIIS		0	0	0	0	0	0	0		
h) Foreign Venture Capital Funds		0	0	0	0	0	0	0		
i) Others (specify)		0	0	0	0	0	0	0		
SUB TOTAL (B)(1):		0	0	0	0	0	0	0		
(2) Non Institutions										
a) Bodies corporates		0	0	0	0	0	0	0		
i) Indian		0	0	0	0	0	0	0		
ii) Overseas		0	0	0	0	0	0	0		
b) Individuals		0	0	0	0	0	0	0		
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs		0	0	0	0	0	0	0		
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs		0	0	0	0	0	0	0		
c) Others (specify)		0	0	0	0	0	0	0		
SUB TOTAL (B)(2):		0	0	0	0	0	0	0		
Total Public Shareholding (B)= (B)(1)+(B)(2)		0	0	0	0	0	0	0		
C. Shares held by Custodian for GDRs & ADRs		0	0	0	0	0	0	0		
Grand Total (A+B+C)		1,07,411	-	100.00	-	1,07,411.00	-	100.00	0	

(ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders Name	Shareholding at the begginning of the year(As on 01.04.2016)			Shareholding at the end of the year(As on 31.03.2017)			% change in share holding during the year
		No. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	RAIL VIKAS NIGAM LIMITED	1,07,411	100	0	1,07,411	100	0	0
	Total	**1,07,411**	**100**	**0**	**1,07,411**	**100**	**0**	**0**

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year(As on 01.04.2016)		Cumulative Share holding during the year(2016-17)	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year(As on 01.04.2016)	1,07,411	100	1,07,411	100
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase due to allotment.	0	0	0	0
	At the end of the year(As on 31.03.2017)	1,07,411	0	1,07,411	100

(iv) Shareholding Pattern of top ten Shareholders (other than Direcors, Promoters & Holders of GDRs & ADRs)

Sl. No	For Each of the Top 10 Shareholders	Shareholding at the end of the year (as on 31.03.2017)		Cumulative Shareholding during the year (2016-17)	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year(As on 01.04.2016)	0	0	0	0
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/sweat equity etc)	0	0	0	0
3	At the end of the year (or on the date of separation, if separated during the year)	0	0	0	0

(v) Shareholding of Directors & KMP

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during the year	
	For Each of the Directors & KMP	No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	At the beginning of the year(As on 01.04.2016)	0	0	0	0
2	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/bonus/sweat equity etc)	0	0	0	0
3	At the end of the year(As on 31.03.2017)	0	0	0	0

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment			
	"Unsecured Loans"	Deposits	"Total Indebtedness"
Indebtness at the beginning of the financial year(As on 01.04.2016)		-	
i) Principal Amount	-	-	-
ii) Interest due but not paid		-	
iii) Interest accrued but not due	-	-	-
Total (i+ii+iii)	-	-	-
Change in Indebtedness during the financial year			
Additions			
Reduction	-	-	-
Net Change	-	-	-
Indebtedness at the end of the financial year (As on 31.03.2017)		-	-
i) Principal Amount			
ii) Interest due but not paid	-	-	-
iii) Interest accrued but not due	-	-	-
Total (i+ii+iii)			

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole time director and/or Manager:

Sl. No	Particulars of Remuneration	Name of the MD/WTD/Manager
1	**Gross salary**	
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	-
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	
2	Stock option	-
3	Sweat Equity	-
4	Commission	-
	as % of profit	-
	others (specify)	-
5	Others, please specify	-
	Total (A)	-

B. Remuneration to other directors:

Sl. No	Particulars of Remuneration	Name of the Directors
1	**Independent Directors**	-
	(a) Fee for attending board committee meetings	0
	(b) Commission	0
	(c) Others, please specify	0
	Total (1)	0
2	Other Non Executive Directors	0
	(a) Fee for attending board committee meetings	0
	(b) Commission	0
	(c) Others, please specify.	0
	Total (2)	0
	Total (B)=(1+2)	0
	Total Managerial Remuneration	0

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/ WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
1	Gross Salary	CEO	Company Secretary	CFO
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	0	0	0
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	0	0	0
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0
2	Stock Option	0	0	0
3	Sweat Equity	0	0	0
4	Commission	0	0	0
	as % of profit	0	0	0
	others, specify	0	0	0
5	Others, please specify	0	0	0
	Total	0	0	0

VII PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/ Compounding fees imposed	Authority (RD/ NCLT/Court)	Appeal made if any (give details)
A. COMPANY					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL	NIL
B. DIRECTORS					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL	NIL
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

RVNL

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Balance Sheet as at 31st March 2017

(₹ in Lakhs)

Particulars		Note No.	As at 31st March 2017		As at 31st March 2016		As at 1st April 2015	
I.	**ASSETS**							
1	**Non-current assets**							
	(a) Property, Plant and equipment	3	0.14		0.18		-	
				0.14		0.18		-
2	**Current assets**							
	(a) Financial Assets							
	(i) Cash and cash equivalents	4	516.19		168.07		328.14	
	(b) Other current assets	5	0.41		0.33		0.11	
	(c) Project work in Progress	6	2,549.15		1,660.80		262.40	
	(d) Current Tax Asset (Net)	11	0.40		-		0.29	
				3,066.15		1,829.20		590.94
	Total Assets			**3,066.29**		**1,829.38**		**590.94**
II.	**EQUITY AND LIABILITIES**							
1	**Equity**							
	(a) Equity Share Capital	7	10.74		10.74		10.74	
	(b) Other Equity	8	(11.62)		(24.64)		(38.52)	
				(0.88)		(13.90)		(27.78)
	Liabilties							
2	**Non-current liabilities**							
3	**Current liabilities**							
	(a) Financial Liabilties							
	(i) Other financial liabilties	9	208.23		215.75		318.24	
	(b) Other current liabilities	10	2,858.94		1,626.89		300.48	
	(c) Current Tax Liability (Net)	11	-		0.64		-	
				3,067.17		1,843.28		618.72
	TOTAL Equity and Laibilties			**3,066.29**		**1,829.38**		**590.94**
III.	**See accompaying notes to the financial statements**							

As per our Report of even date attached
For B.K. Gupta & Associates
Chartered Accountants
FRN : 002128N

For and on behalf of Board of Directors

Sd/-
B.K. Gupta
Partner
M. No. 080753
Place : New Delhi
Date : 01.08.2017

Sd/-
Vijay Anand
Director
DIN:01874842

Sd/-
Ashok K Ganju
Director
DIN:01970462

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Statement of Profit and Loss for the year ended 31st March 2017

(₹ in Lakhs)

Particulars		Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
I	Other income	12	21.35	20.81
	Total Income		**21.35**	**20.81**
II	Expenses:			
	Depreciation, amortization and impairment	13	0.04	0.04
	Other Expenses	14	3.76	2.09
	Total Expenses		**3.80**	**2.13**
III	**Profit/loss Before exceptional items and Tax (I-II)**		17.55	18.68
IV	Exceptional items		-	-
V	Profit/(Loss) before tax (III-IV)		17.55	18.68
VI	Tax expense:			
	(1) Current tax			
	- For the year	15	4.44	4.76
	- For earlier years (net)	15	0.09	0.04
	(2) Deferred tax (net)		-	-
	Total Tax Expense (VI)		4.53	4.80
VII	Profit/(loss) for the period from continuing operation (V-VI)		13.02	13.88
VIII	Profit/(loss) from discontinued operations		-	-
IX	Tax Expense of discontinued operations		-	-
X	Profit/(loss) from discontinued operations (after tax) (VIII-IX)		-	-
XI	**Profit/(loss) for the period (VII+X)**		**13.02**	**13.88**
XII	**Other Comprehensive Income**			
	A. (i) Items that will not be reclassified to profit and loss		-	-
	(ii) Income Tax relating to Items that will not be reclassified to profit and loss		-	-
	B. (i) Items that will be reclassified to profit and loss		-	-
	(ii) Income Tax relating to Items that will be reclassified to profit and loss		-	-
XIII	**Total Comprehensive Income for the period (XI +XII) (Comprehensive profit and other comprehensive income for the period)**		**13.02**	**13.88**
XIV	**Earnings Per Equity Share:**			
	(For Continuing Operation)			
	(1) Basic		12.13	12.92
	(2) Diluted		12.13	12.92
XV	Earnings Per Equity Share:			
	(For discontinuing Operation)			
	(1) Basic		-	-
	(2) Diluted		-	-
XVI	Earnings Per Equity Share:			
	(For discontinued and continuing Operation)			
	(1) Basic		12.13	12.92
	(2) Diluted		12.13	12.92

As per our Report of even date attached

As per our Report of even date attached
For B.K. Gupta & Associates
Chartered Accountants
FRN : 002128N

For and on behalf of Board of Directors

Sd/-
B.K. Gupta
Partner
M. No. 080753
Place : New Delhi
Date : 01.08.2017

Sd/-
Vijay Anand
Director
DIN:01874842

Sd/-
Ashok K Ganju
Director
DIN:01970462

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Statement of Cash Flow for the year ended 31st March 2017

(₹ in Lakhs)

Particulars	Note No.	For the year ended 31st March 2017	For the year ended 31st March 2016
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit before taxation		17.55	18.68
Adjustment for :			
Depreciation, amortization and impairment		0.04	0.04
Amortisation of premium on investment		-	-
Loss / (Profit) on sale of assets(net)		-	-
Interest Income		(21.35)	(20.81)
Provisions - (Additions - Write back) (Net)			
Effect of Exchange differences on translation of Foreign Currency Cash & Cash Equivalents		-	-
Operating Profit before working capital changes	**(1)**	**(3.76)**	**(2.09)**
Adjustment for :			
Decrease / (Increase) in Trade Receivables/Loans & Advances"			
Decrease / (Increase) in Inventories			
Decrease / (Increase) in Project Work in progress		(888.35)	(1,398.40)
Decrease / (Increase) in Other Current Assets		(0.08)	(0.22)
(Decrease) / Increase in Other Financial Liabilities		(7.52)	(102.49)
(Decrease) / Increase in Other Liabilities & Provisions		1,232.05	1,326.41
	(2)	**336.10**	**(174.70)**
Cash generated from operation	**(1+2)**	**332.34**	**(176.79)**
Income Tax Paid (Net of refunds)		(5.59)	(3.87)
NET CASH FROM OPERATING ACTIVITIES	**(A)**	**326.75**	**(180.66)**
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed Assets including Capital WIP		-	(0.22)
Interest Received		21.35	20.81
NET CASH FROM INVESTING ACTIVITIES	**(B)**	**21.35**	**20.59**
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend (including Dividend Distribution Tax) paid		-	-
NET CASH FROM FINANCING ACTIVITIES	(C)	-	-
Effect of Exchange differences on translation of Foreign Currency Cash & Cash Equivalents	(D)		
NET DECREASE IN CASH & CASH EQUIVALENT	**(A+B+C+D)**	**348.10**	**(160.07)**
CASH AND CASH EQUIVALENT (OPENING)	**(E)**	**168.07**	**328.14**
Cash Balances		-	-
Balance with Banks		168.07	328.14
Short term investments		-	-
CASH AND CASH EQUIVALENT (CLOSING)	**(F)**	**516.19**	**168.07**
Cash Balances			
Balance with Banks		516.19	168.07
Short term investments			
NET DECREASE IN CASH & CASH EQUIVALENT	**(F - E)**	**348.12**	**(160.07)**

Cash Flow Statement has been prepared under indirect method as set out in IND AS-7 (Cash Flow Statements)
The differences are showing in cash flow statement are due to rounding off figures

As per our Report of even date attached
As per our Report of even date attached
For B.K. Gupta & Associates
Chartered Accountants
FRN : 002128N

For and on behalf of Board of Directors

Sd/-
B.K. Gupta
Partner
M. No. 080753
Place : New Delhi
Date : 01.08.2017

Sd/-
Vijay Anand
Director
DIN:01874842

Sd/-
Ashok K Ganju
Director
DIN:01970462

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Statement of changes in equity for the period ended 31 March 2016

(₹ in Lakhs)

A. Equity share capital

Particulars		**Amount**
Balance at April 1, 2015		**10.74**
Changes in equity share capital during the year		
(a) Issue of equity shares capital during the year		
Balance at March 31, 2016		**10.74**

B. Other Equity

Particulars	**Reserve & Surplus.**	**Total**
	Retained Earnings	
Balance at the beginning of the reporting period	(38.52)	(38.52)
Changes in accounting policy or prior period errors	-	-
Restated balance at the beginning of the reporting period	(38.52)	(38.52)
Total Comprehensive Income for the year	13.88	13.88
Dividends	-	-
Transfer to retained earning	13.88	13.88
Any Other change(to be specified)	-	-
Balance at the end of the reporting period	(24.64)	(24.64)

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Statement of changes in equity for the period ended 31 March 2017

(₹ in Lakhs)

A. Equity share capital

Particulars		Amount
Balance at March 31, 2016		**10.74**
Changes in equity share capital during the year		
(a) Issue of equity shares capital during the year		
Balance at March 31, 2017		**10.74**

B. Other Equity

Particulars	Reserve & Surplus.	Total
	Retained Earnings	
Balance at the beginning of the reporting period	(24.64)	(24.64)
Changes in accounting policy or prior period errors	-	-
Restated balance at the beginning of the reporting period	(24.64)	(24.64)
Total Comprehensive Income for the year	13.02	13.02
Dividends	-	-
Transfer to retained earning	13.02	13.02
Any Other change(to be specified)	-	-
Balance at the end of the reporting period	(11.62)	(11.62)

RVNL

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Notes- 1 & 2

1. General Information

High Speed Rail Corporation of India Limited is public limited company domiciled and was incorporated in india under the Provisions of the Company Act, 1956 on July 25, 2012 with the Object of carrying out Business related to Planning, designing, development, construction, manufacturing, assembling, fabricating, processing, installing, maintenance, operation, and financing of Railway Infrastructure and related logistic support systems, including rolling stock, of all types in India and abroad of High Speed Rail Projects and other rail based traffic, as may be approved by Government of India or Rail Vikas Nigam limited or any other such Competent Authority. The registered office of the company is located at 1st Floor August Kranti Bhawan, Bhikaji Cama Place, New Delhi- 110066, India.

2.1 Basis of Preparation

a) Statement of Compliance

The financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016.

For all periods up to and including the year ended 31 March 2016, the company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP). These financial statements for the year ended 31 March 2017 are company's first IND AS financial statements.

Refer to note 19 for information how the company adopted IND-AS.

b) Basis of Measurement

The financial statements have been prepared on a historical cost convention and on an accrual basis, except for the following items that have been measured at fair value as required by relevant Ind AS:
i. Certain financial assets and liabilities measured at fair value.

c) Use of estimates and judgement

Primary Estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates includes estimates of provision for doubtful debts, future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known/ materialize. All financial information presented in Indian rupees and all values are rounded to the nearest lakhs except where otherwise stated.

d) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before 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.

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand, cash at banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand are considered part of the Company's cash management system.

e) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates (Functional Currency). The financial statements are presented in Indian rupees, which is presentation currency of company.

f) Property, plant and equipment

1. Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any Cost of asset includes the following
   i. Cost directly attributable to the acquisition of the assets
   ii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.
2. Cost of replacement, major inspection, repair of significant parts are capitalized if the recognition criteria are met.
3. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from continued use of assets. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognised in statement of profit or loss.

For transition to IND-AS, the company has elected to continue with the carrying value of all its property, plant & equipment recognised as on April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

g) Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets are stated at historical cost less accumulated amortization and impairment loss, if any.

Intangible assets comprise of license fees, other implementation costs for system software and other application software acquired for in-house use. The costs are capitalized in the year in which the relevant software is implemented for use. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes, and any directly attributable expenditure on making the asset ready for its intended use.

h) Depreciation

(a) Depreciation on Property, plant and Equipment is provided on Straight Line basis (SLM) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.

(b) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of remaining asset.

The estimated useful life of assets for current and comparative period of significant items of property plant and equipment are as follows:

Particulars	Useful Life
Office Equipments	5

(c) Depreciation methods, useful lives and residual values are reviewed at each reporting date, with the effect of change in estimate accounted for on a prospective basis.

i) Provisions

Provision is recognised when:

i) The Company has a present obligation as a result of a past event,

ii) A probable outflow of resources is expected to settle the obligation and

iii) A reliable estimate of the amount of the obligation can be made. Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received.

Provisions are reviewed at each Balance Sheet date.

Provision which are expected to be settled beyond 12 months are measured at the present value by using pretax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

j) Revenue Recognition

(a) Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

(b) Other items of Income are accounted for as and when right to receive is established.

k) Impairment of non-financial assets

In accordance with Indian Accounting Standard-36 Impairment of Assets, the carrying amounts of Company's assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated as the higher of the net selling price or the value in use. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount.

On the basis of review, the management is of the opinion that the economic performance of Fixed Assets of the Company is not lower than expected and therefore there is no impairment of any assets as on the Balance Sheet date.

l) Taxes.

a) Current income tax

i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.

ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.

iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities, liability for additional taxes if any, is provided / paid as and when assessments are completed.

iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b) Deferred tax

i. Deferred income tax is recognized using balance sheet approach.

ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible

temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

m) Earnings Per Share.

In determining basic earnings per share, the company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period. In determining diluted earnings per share, the net profit attributable to equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity shares.

n) Contingent Liabilities and contingent Assets

(a) Contingent Liabilities are disclosed in either of the following case

i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or

ii) A reliable estimate of the present obligation cannot be made; or

iii) A possible obligation, unless the probability of outflow of resource is remote.

(b) Contingent assets is disclosed where an inflow of economic benefits is probable.

(c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.

(d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

o) Fair Value Measurement

Company measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

p) Financial instruments

Initial recognition and measurement

Financial Instruments recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

a. Subsequent measurement

Financial Assets

financial assets are classified in following categories:

a) At Amortised Cost

b) Fair value through Other Comprehensive Income.

c) Fair value through Profit and loss account.

b. Debt instrument at Amortised Cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

(a) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

(b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets measured at amortised cost using effective interest rate method less impairment if any. The EIR amortisation is included in finance income in the statement of profit and loss.

c. Debt instrument at FVTOCI

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned is recognised using the EIR method.

d. Debt instrument at FVTPL

FVTPL is a residual category for financial Assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the company may elect to designate financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. If doing so reduces or eliminates a measurement or recognition inconsistency. The company has not designated any financial asset as at FVTPL. Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

Financial liabilities

a) Financial liabilities at Amortised Cost

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The company has not designated any financial liabilities at FVTPL.

e. Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset. Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

f. Impairment of financial assets

Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows' simplified approach' for recognition of impairment loss allowance on trade receivable. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applies on whether there has been significant increase in credit risk.

q) The Accounting policies that are currently not relevant to the company have not been disclosed. When such accounting policies become relevant, the same shall be disclosed.

RVNL

Note 3: Property, Plant and equipment

(₹ in Lakhs)

Particulars	Office Equipments	Total
Cost or valuation		
At 1 April 2015	-	-
Additions	0.22	0.22
Disposals/Adjustments	-	-
At 31 March 2016	**0.22**	**0.22**
Additions	-	-
Disposals/Adjustments	-	-
At 31 March 2017	**0.22**	**0.22**
Depreciation and impairment		
At 1 April 2015	**-**	**-**
Depreciation charge for the year	0.04	0.04
Impairment	-	-
Disposals/Adjustments	-	-
At 31 March 2016	**0.04**	**0.04**
Depreciation charge for the year	0.04	0.04
Impairment	-	-
Disposals/Adjustments	-	-
At 31 March 2017	**0.08**	**0.08**
Net book value		
At 31 March 2017	0.14	0.14
At 31 March 2016	0.18	0.18
At 1 April 2015	-	-

RVNL

Note 4 : Financial Assets

Cash and Cash equivalent **(₹ in Lakhs)**

Particulars	31 March 2017	31 March 2016	1 April 2015
Balances with banks:			
– On current accounts*	13.70	91.26	2.14
– Flexi Accounts	502.49	76.81	326.00
	516.19	168.07	328.14

*The details of Specified Bank Notes (SBN) held and transacted during the period November 8, 2016 to December 30, 2016 is provided in the table below

Particulars	SBN	Other Denomination Notes	Total
Closing Cash in Hand as on November 8,2016	0.02	-	0.02
Add: Permitted Receipt	-	-	-
Less: Permitted payment	-	-	-
Less: Deposited in Banks	0.02	-	0.02
Closing Cash in Hand as on December 30,2016	-	-	-
	-	-	-

Note 5 : Other current assets

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
i) Advance other than capital advances			
Other Advances	0.10	0.33	0.11
iii) Accrued Interest			
Accrued Interest on Flexi deposits	0.31	-	-
Total	**0.41**	**0.33**	**0.11**

Note 6 : Project Work in Progress

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Indirect Expenditure During Construction	-	405.71	248.20
PPE (Incidental Expenses)	8.87	8.87	8.87
Preliminary Project Expenditure	2,580.43	1,249.02	8.13
Less:			
Sale of Tender	(2.80)	(2.80)	(2.80)
Liquidated Damages	(37.35)	-	-
	2,549.15	**1,660.80**	**262.40**

Note:

During the current year company has reversed incidental expenditure of ₹405.71 Lakhs Charged on project work in progress debited upto 31st March 2016 and all incidental expenses has been transferred to RVNL.

Note 7 : Equity Share capital

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Authorised share capital			
50,00,000 Equity Shares of ₹10 each	500.00	500.00	500.00
	500.00	500.00	500.00
Issued/Subcribed and Paid up Capital			
Equity Shares fully paid 107411 at ₹10 per equity share (On 1.04.2015 & 31.03.2016 of 107411 Equity Shares of ₹10 each)	10.74	10.74	10.74
	10.74	10.74	10.74
	2,549.15	**1,660.80**	**262.40**

Note: Reconciliation of the number of equity shares and share capital.

Particulars	As at 31 March 2017		As at 31 March 2016		As at 1 April 2015	
	No of shares	(Amount ₹)	No of shares	(Amount ₹)	No of shares	(Amount ₹)
Issued/Subscribed and Paid up equity Capital outstanding at the begining of the year	1.07	10.74	1.07	10.74	1.07	10.74
Add: Shares Issued during the year	-	-	-	-	-	-
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	1.07	10.74	1.07	10.74	1.07	10.74

Terms/Rights attached to Equity Shares

The Company has only one class of equity shares referred to as equity shares having at par value of ₹10/-. Each holder of one equity share is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts.

Shares held by Holding Company

The Company is a 100% Wholly Owned Subsidiary of Rail Vikas Nigam Limited (along with 6 Nominees of Holding Company). Rail Vikas Nigam Limited holds 1,07,405 shares & its Nominee holds 6 shares, Face value of share is ₹10 each.

Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the shareholder	As at 31 March 2017		As at 31 March 2016		As at 1 April 2015	
	No of shares	% holding in the class	No of shares	% holding in the class	No of shares	% holding in the class
Rail Vikas Nigam Limited (along with 6 Nominees) -Holding Company (107411 shares fully paid up @ ₹10/- per share)	1.07	100.00%	1.07	100.00%	1.07	100.00%
Total	**1.07**	**100.00%**	**1.07**	**100.00%**	**1.07**	**100.00%**

Aggregate no. of equity shares issued as bonus, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceeding the reporting date

Particulars	As at 31 March 2017	As at 31 March 2016	As at 31 March 2015
	Number	Number	Number
Equity shares alloted other than cash	-	-	0.57
Equity shares issue as bonus	-	-	-
Total	**-**	**-**	**0.57**

Note 8 : Other Equity

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016
(a) Retained Earnings		
Opening Balance	(24.64)	(38.52)
Add: Addition during the year	13.02	13.88
Less: Utilization during the year	-	-
Adjustment in opening balance sheet	-	-
Closing Balance	**(11.62)**	**(24.64)**

Note 9 : Financial Liability

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
(i) Other Financial Liability			
Earnest Money Deposit & Security Deposits	-	-	35.16
Other Payables	208.23	215.75	283.08
Total	**208.23**	**215.75**	**318.24**

Note 10 : Other current Liability

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
i) Other Advances			
Advance from Ministry of Railways for Project feasibility study	2,858.70	1,546.25	300.00
ii) Others			
Statutory Liabilities	0.24	80.64	0.48
Total	**2,858.94**	**1,626.89**	**300.48**

Note 11 : Current Tax

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016	1 April 2015
Current Tax Assets			
Prepiad taxes	4.84	4.12	1.33
Total	**4.84**	**4.12**	**1.33**

Current Tax Liability			
Provision for current Tax	4.44	4.76	1.04
	0.40	**(0.64)**	**0.29**

Note 12 : Other Income

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Interest on Flexi Account*	21.35	20.81
Total	**21.35**	**20.81**

*Current year income includes prior period income of ₹0.41 Lakhs pertains to previous year 2015-16.

Note 13 : Depreciation, amortization and impairment

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Property Plant and equipment	0.04	0.04
Total	**0.04**	**0.04**

Note 14 : Other Expenses

(₹ in Lakhs)

Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
Legal & Professional Fees	2.25	1.04
Office Expenses	-	0.04
Payment to Auditors:		
As Auditors - Statutory Audit	0.92	0.90
Out of pocket Expenses	-	0.10
Bank charges	0.01	0.01
Website Maintenance charges	0.53	-
ROC Fee Expenses	0.05	
Total	**3.76**	**2.09**

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Note 15 : Tax Expense

(₹ in Lakhs)

Particulars	31 March 2017	31 March 2016
Current income tax:		
Current income tax charge	4.44	4.76
Adjustments in respect of current income tax of previous year	0.09	0.04
Deferred tax:		
Relating to origination and reversal of temporary differences	-	-
Income tax expense reported in the statement of profit or loss	**4.53**	**4.80**

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for 31st March 2016

Particulars	31 March 2017	31 March 2016
Accounting profit before tax from continuing operations	17.55	18.68
Profit/(loss) before tax from a discontinued operation	-	-
Accounting profit before income tax	**17.55**	**18.68**
At India's statutory income tax rate of 29.87% (31 March 2016: 29.87%)	5.24	5.77
Adjustments in respect of current income tax of previous years	0.09	0.04
Expenses deductiable for Income Tax Purpose	(0.81)	(1.01)
Non-deductible expenses for tax purposes:		
Other non-deductible expenses		
At the effective income tax rate of 28.56% (31 March 2016:- 25.49%)	**4.53**	**4.80**
Income tax expense reported in the statement of profit and loss	4.53	4.80
Income tax attributable to a discontinued operation	-	-
	4.53	**4.80**

Note 16 : Related Party Disclosures:

a) Parent Company

(i) Rail Vikas Nigam Limited

b) Key Managerial personnel of the entity

(i) Satish Chandra Agnihotri: Director

(ii) Vijay Anand : Director

(iii) Ashok Krishna Ganju : Director

(iv) Mukul Jain : Director till 31st December 2016

(v) M.P. Singh-CEO & CTO (Coordination)

c) Disclosure of transactions with related parties:

Particulars	Transactions during the year	Transactions during the year	Particulars of contracts/ Arrangements
	2016-17	2015-16	Nature of Transaction
1. Transactions with Rail Vikas Nigam Limited	-481.71	156.60	Expenditure Incurred by RVNL on behalf of HSRC (Net)
	0.24	-	Expenditure Incurred by HSRC on behalf of RVNL
	397.76		Advance received from RVNL (Net)
	397.76		Advance for Project work received
		920.00	

d) Amount of outstanding balance

Particulars	Amount outstanding as on 31-03-17	Amount outstanding as on 31-03-16
Rail Vikas Nigam Limited	204.61	213.75

The amount outstanding are unsecured and will be settled in cash. There have been no guarantees provided or received for any related party receivable or payable.

Sub-contract work have been received from Ministry of railways which has been made at the price prevalent in market.

RVNL

Note 17: Fair Value measurements

(₹ in Lakhs)

(i) Financial Instruments by Category

Particulars	31 March 2017			31 March 2016			01 April 2015		
Financial Assets	**FVTPL**	**FVTOCI**	**Amortised Cost**	**FVTPL**	**FVTOCI**	**Amortised Cost**	**FVTPL**	**FVTOCI**	**Amortised Cost**
Cash and Cash Equivalents			516.19			168.07			328.14
Total Financial Assets			516.19	-	-	168.07	-	-	328.14
Financial Liabilities	**FVTOCI**	**FVTOCI**	**Amortised Cost**	**FVTPL**	**FVTOCI**	**Amortised Cost**	**FVTPL**	**FVTOCI**	**Amortised Cost**
Earnest Money Deposit & Security Deposits			-			-			35.16
Other Payables			208.23			215.75			283.08
Total Financial Liabilities	-	-	208.23	-	-	215.75	-	-	318.24

Financial risk management

The Company's principal financial liabilities comprise other payables. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include cash. The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. Company has not hedged its Financial risks. All risks are Uncovered risk.

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

The Company takes care for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approval with counterparty on the basis of the financial quotes received from the counterparty.

d) Liquidity risk

Ultimate responsibility for liquidity risk management rest with the board of directors, the company manages maintaining adequate banking facilities and reserves borrowing facilities by continuously monitoring forecast and actual cash flows and by matching the maturities of financial liabilities.

Note 18: Approval of Financial Statements

The financial statements were approved for issue by the Board of Directors on 1st August, 2017.

Note 19: First-time adoption of Ind as

The company prepared its financial statements in accordance with the Indian GAAP, including accounting standards notified under the companies (Accounting Standards) Rules, 2006 (as amended) for periods up to and including the year 31 March, 2016.

Accordingly, the company has prepared financial statements which comply with Ind-AS applicable for the periods on or after the 31 March, 2016, together with the comparative period data as at and for the year ended 31 March, 2016, as described in the summary of the significant accounting policies, In preparing these financial statements, the opening balance sheet of the company was prepared as at 1 April, 2015, the date of transition to Ind-AS. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1 April, 2015 and the financial statements as at and for the year ended 31 March 2016.

Exemptions applied

Ind-AS 101 allows first time adopters certain exemtions from the restropective application of certion requirements under Ind-AS Company has applied the following exemptions:-

1. Estimates

The estimates at 1 April, 2015 and at 31 March, 2016 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies).

The estimates used by the Group to present these amounts in accordance with Ind AS reflect conditions at 1 April 2015, the date of transition to Ind-AS and as of 31 March 2016.

2. Deemed Costs

Since there is no change in functional currency, the company has elected to continue with the previous GAAP carying value of all property Plant and Equipment, investment property and intangibles as recognised in the previous GAAP financials as deemed cost at the transition date.

Reconciliation of Balance sheet on 1st April 2015 (at the date of Transition)

(₹ in Lakhs)

Particulars			Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I.	**ASSETS**					
1	**Non-current assets**					
	(a)	Other Intangible assets	1	9.32	-9.32	-
				9.32	-9.32	-
2	**Current assets**					
	(a)	Financial Assets				
		(i) Cash and cash equivalents		328.14	-	328.14
	(b)	Other current assets		262.51	-	262.51
	(d)	Current Tax Asset (Net)		0.29	-	0.29
				590.94	-	590.94
		Total Assets		**600.26**	**-9.32**	**590.94**
II.	**EQUITY AND LIABILITIES**					
1	**Equity**					
	(a)	Equity Share Capital		10.74	-	10.74
	(b)	Other Equity	1	(29.20)	-9.32	(38.52)
				(18.46)	-9.32	(27.78)
2	**Liabilties**					
	Non-current liabilities					
3	Current liabilities					
	(a)	Financial Liabilties				
		(i) Other financial liabilties		318.24	-	318.24
	(b)	Other current liabilities		300.48	-	300.48
				618.72	-	618.72
		Total Equity and Liabilties		**600.26**	**-9.32**	**590.94**

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for this purpose of this note:

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Reconciliation of Balance sheet on 31st March 2016

(₹ in Lakhs)

Particulars			Foot Notes	Indian (GAAP)	Adjustments	IND AS
I.	**ASSETS**					
1	**Non-current assets**					
	(a)	Property, Plant and equipment	1	6.59	-6.41	0.18
				6.59	-6.41	0.18
2	**Current assets**					
	(a)	Financial Assets				
		(i) Cash and cash equivalents		168.07	-	168.07
	(b)	Other current assets		1,661.13	-	1,661.13
	(c)	Current Tax Asset (Net)			-	-
				1,829.20	-	1,829.20
		Total Assets		**1,835.79**	**(6.41)**	**1,829.38**
II.	**EQUITY AND LIABILITIES**					
1	**Equity**					
	(a)	Equity Share Capital		10.74	-	10.74
	(b)	Other Equity	1,2	(18.29)	(6.35)	(24.64)
				(7.55)	(6.35)	(13.90)
2	**Liabilties**					
	Non-current liabilities					
	Deferref Tax Liabilties (Net)		2	0.06	-0.06	-
3	**Current liabilities**					
	(a)	Financial Liabilties				
		(i) Other financial liabilties		215.75	-	215.75
	(b)	Other current liabilities		1,626.89	-	1,626.89
	(c)	Current Tax Liability (Net)		0.64	-	0.64
				1,843.28	-	1,843.28
		Total Equity and Liabilties		**1,835.79**	**-6.41**	**1,829.38**

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for this purpose of this note:

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Reconciliation of profit or loss for the year ended 31st March 2016

(₹ in Lakhs)

Particulars		Foot Notes	INDIAN (GAAP)	Adjustments	IND AS
I	Other income		20.81	-	20.81
	Total Income		**20.81**	**-**	**20.81**
II	**Expenses:**				
	Depreciation, amortization and impairment	2	2.95	(2.91)	0.04
	Other Expenses		2.09	-	2.09
	Proportionate share of expenses in Jointly Controlled Entities				
	Total Expenses		**5.04**	**(2.91)**	**2.13**
III	**Profit/loss Before exceptional items and Tax (I - II)**		**15.77**	**2.91**	**18.68**
IV	Exceptional items		-	-	-
V	Profit/(Loss) before tax (III-IV)		15.77	2.91	18.68
VI	Tax expense:				
	(1) Current tax				
	- For the year		4.76	-	4.76
	- For earlier years (net)		0.04	-	0.04
	(2) Deferred tax (net)	2	0.06	(0.06)	-
	Total Tax Expense (VI)		4.86	(0.06)	4.80
VII	**Profit/(loss) for the period from continuing operation (V-VI)**		**10.91**	**2.97**	**13.88**
VIII	Profit/(loss) from discontinued operations		-	-	-
IX	Tax Expense of discontinued operations		-	-	-
X	Profit/(loss) from discontinued operations (after tax) (VIII-IX)		-	-	-
XI	**Profit/(loss) for the period (VII+X)**		**10.91**	**2.97**	**13.88**
XII	**Other Comprehensive Income**				
	A. (i) Items that will not be reclassified to profit and loss		-	-	-
	(ii) Income Tax relating to Items that will not be reclassified to profit and loss		-	-	-
	B. (i) Items that will be reclassified to profit and loss		-	-	-
	(ii) Income Tax relating to Items that will be reclassified to profit and loss		-	-	-
XIII	**Total Comprehensive Income for the period (XI +XII) (Comprehensive profit and other comprehensive income for the period)**		**10.91**	**2.97**	**13.88**
XIV	Earnings Per Equity Share: (For Continuing Operation)				
	(1) Basic		10.20	-2.78	12.97
	(2) Diluted		10.20	-2.78	12.97
XV	Earnings Per Equity Share: (For discontinuing Operation)				
	(1) Basic		-	-	-
	(2) Diluted		-	-	-
XVI	Earnings Per Equity Share: (For discontinued and continuing Operation)				
	(1) Basic		10.20	-2.78	12.97
	(2) Diluted		10.20	-2.78	12.97

* The previous GAAP figures have been reclassified to conform to Ind-AS presentation requirements for this purpose of this note:

Notes 20:

HIGH SPEED RAIL CORPORATION OF INDIA LIMITED

Reconciliation of Total Equity as at 31st March 2016 and 1st April 2015

(₹ in Lakhs)

Particulars		Foot Notes	31 March 2016	01 April 2015
Total Equity (shareholder's fund) as per previous GAAP			(7.55)	(18.46)
Adjustments				
Intangibles recognised as expenses		1,2	(6.41)	(9.32)
Deferred tax liabilites		2	0.06	
Total Equity (shareholder's fund) as per Ind-AS			**(13.90)**	**(27.78)**

Reconciliation of Total Comprehensive Income for the year ended 31st March 2016

Particulars			Foot Notes	31 March 2016
Profit after tax as per previous GAAP				10.91
Depreciation, amortization and impairment			2	2.91
Deferred tax liabilites			2	0.06
Profit after tax as per Ind-AS				**13.88**

Impact of Ind-AS on the Cash flow for the year ended 31st March 2016

Particulars	Notes	INDIAN (GAAP)	Adjustments	IND AS
Net Cash From Operating Activities		(180.66)	-	(180.66)
Net Cash From Investing Activities		20.59	-	20.59
Net Cash From Financing Activities		-	-	-
Net Decrease In Cash & Cash Equivalent		(160.07)	-	(160.07)
Cash & Cash Equivalent as at 1st April 2015		328.14	-	328.14
Cash & Cash Equivalent as at 31st March 2016		**168.07**	**-**	**168.07**

Notes to the Reconcilliation:-

Note 1:- Websites recognised as Intangibles assets under Indian GAAP has been charged to expenses as on transition date which result in to decrease in intangible assets and decrease in retained earnings by ₹6.41 lacs as at 31.3.2016 (as at 1 April 2015 by ₹9.32 lacs)

Note 2 :- Depreciation of ₹2.91 lacs and deferred tax liabilities of ₹0.06 lacs charged during the FY 2015-16 under Indian GAAP on website has been reversed under Ind-AS, which result in to decrease in deferred tax liabiltly and in profit and loss during the FY 2015-16.

Note 21: Reconciliation on Cash Balance

Particulars	SBN	Other Denomination Notes	Total
Closing Cash in Hand as on November 8,2016	0.02	-	0.02
Add: Permitted Receipt	-	-	-
Less: Permitted payment	-	-	-
Less: Deposited in Banks	0.02	-	0.02
Closing Cash in Hand as on December 30,2016	-	-	-

RVNL

B.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
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Fax: 011-22050104 E-mail: bkguptafca@gmail.com

INDEPENDENT AUDITORS' REPORT

To The Members of
High Speed Rail Corporation of India Limited

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of High Speed Rail Corporation of India Limited ("the Company"), which comprises the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act.

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 Ind AS 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 Ind AS financial statements based on our audit.

In conducting 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 there under.

We conducted our audit of the Ind AS financial statements 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS 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 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 Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 March 31, 2017, and its profit, total comprehensive income, the changes in equity 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 in terms of section 143(11) of the Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by the directions issued by the Comptroller and Auditor General of India, in terms of sub sections (5) of sections 143 of the Act, we give the compliance report in 'Annexure B'.

3. As required by Section 143(3) of the Act, based on our audit 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, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.

   (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

   (e) 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'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

(f) With respect to the other matters to be included in Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules 2014, as amended, 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.

iv. the Company has provided requisite disclosures in its Ind AS financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated November 8, 2016 of the Ministry of Finance, during the period from November 8, 2016 to December 30, 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the Management.

For **B.K. Gupta & Associates**
Chartered Accountants
FRN: 002128N

Sd/-
(CA B.K. Gupta)
Partner
M. No. : 080753

Place: Delhi

Date : 01.08.2017

'ANNEXURE A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143(11) of the Companies Act, 2013 ('the Act') of High Speed Rail Corporation of India Limited ('the Company')

(i) In respect of the Company's property, plant and equipment:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(b) The property, plant and equipment were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for the physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company doesn't own any immovable property.

(ii) The Company doesn't have any inventory, thus paragraph (ii) of the Order is not applicable to the Company.

(iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to Companies, firms Limited liability partnership or other parties covered in the register maintained under section 189 of the Act,2013 (The Act).

(iv) The Company has not granted any loans, made investments or provided guarantees under section 185 and 186 of the Companies Act 2013, and hence reporting under this clause of the CARO is not applicable.

(v) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2017 and therefore, the provisions of the clause 3(v) of the Order is not applicable to the Company.

(vi) Reporting under clause 3(vi) of the Order is not applicable as the Company's business activities are not covered by the Companies (Cost Records and Audit) Rules, 2014.

(vii) According to information and explanations given to us, in respect of statutory dues:

(a) The Company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Cess and other material statutory dues applicable to it with the appropriate authorities.

(b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Cess and other material statutory dues in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.

(viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable.

(ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term Loans and hence reporting under clause 3(ix) of the Order is not applicable.

(x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) In our opinion Section 197 of the Companies Act 2013, is not applicable to the government companies. Hence paragraph 3(xi) of the Order is not applicable.

(xii) The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with sections 177 and 188 of the Act, where applicable, for all transactions with related parties and details of related party transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.

(xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.

(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of section 192 of the Act are not applicable.

(xvi) The Company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.

For **B.K. Gupta & Associates**
Chartered Accountants
FRN: 002128N

Sd/-
(CA B.K. Gupta)
Partner
M. No. : 080753

Place: Delhi
Date : 01.08.2017

'ANNEXURE B' TO THE IDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditor's Report referred in paragraph 2 of the report of even date relating to the directions issued by Comptroller and Auditor General of India, in terms of sub-section (5) of section 143 of the Act on the financial statements of High Speed Rail Corporation Limited (HRCL) for the year ended 31st March 2017.

S.No.	CAG's Directions	Our Report	Action taken thereon	Impact on Accounts and Financial Accounts of the Company
1.	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.	NA	No action required	NIL
2.	Whether there are any cases of waiver/write off of debts/loans/interest etc., if yes, the reasons therefore and the amount involved.	No. There is no such case in the financial year 2016-2017.	No action required	NIL
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grants(s) from Government or other authorities.	NA	No action required	NIL

For **B.K. Gupta & Associates**
Chartered Accountants
FRN: 002128N

Sd/-
(CA B.K. Gupta)
Partner
M. No. : 080753

Place: Delhi
Date: 01.08.2017

'ANNEXURE C' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section 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") of High Speed Rail Corporation of India Limited

We have audited the internal financial controls over financial reporting of **HIGH SPEED RAIL CORPORATION OF INDIA LIMITED** ("the Company"), as of March 31, 2017 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended as at on that date.

Management's Responsibility 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 ('Guidance Note'). 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 Act.

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 and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. The Guidance Note and those Standards 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 judgement, including the assessment of the risks of material misstatement of the Ind AS 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; (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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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, to the best of our information and according to the explanations given to us, 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, 2017, 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.

For **B.K. GUPTA & ASSOCIATES**
Chartered Accountants
FRN: 002128N

Sd/-
(CA B.K. Gupta)
Partner
M. No. 080753

Place: Delhi
Date: 01.08.2017

CONFIDENTIAL/गोपनिय

भारतीय लेखा एवम लेखा परीक्षा विभाग
प्रधान निदेशक लेखा परीक्षक, रेलवे–वाणिज्यिक का कार्यालय
काफमो, भारतीय रेल, तिलक ब्रिज, नई दिल्ली – 110 002
INDIAN AUDIT AND ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL DIRECTOR OF AUDIT. RLY-COMMERCIAL
COFMOW, INDIAN RAILWAY, TILAK BRIDGE, NEW DELHI-110 002

No. PDA/RC/RPSU/32-79/High Speed/2017-18/46

दिनांकः 21/8/2017

सेवामें,

प्रबंध निदेशक,
भारतीय हाई स्पीड रेल निगम लिमिटेड,
नई दिल्ली

विषयः **31 मार्च 2017 को समाप्त वर्ष के लिये भारतीय हाई स्पीड रेल निगम लिमिटेड के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(b) के अन्तर्गत भारत के नियंत्रक–महालेखापरीक्षक की टिप्पणियां।**

महोदय,

मैं, भारतीय हाई स्पीड रेल निगम लिमिटेड के 31 मार्च 2017 को समाप्त वर्ष के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक–महालेखापरीक्षक की टिप्पणियाँ अग्रेषित कर रहा हूँ।

कृपया इस पत्र की संलग्नकों सहित प्राप्ति की पावती भेजी जाए।

भवदीय,

(बी.आर. मोण्डल)
प्रधाननिदेशक / आर.सी.

संलग्न : यथोपरि।

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF HIGH SPEED RAIL CORPORATION OF INDIA LIMITED FOR THE YEAR ENDED 31ST MARCH 2017

The preparation of financial statements of **High Speed Rail Corporation of India Limited** for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The statutory Auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 01 August, 2017.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of **High Speed Rail Corporation of India Limited** for the year ended 31 March, 2017 under section 143(6)(a) of the Act.

For and on the behalf of the

Comptroller & Auditor General of India

(B.R. Mondal)
Principal Director of Audit
Railway Commercial, New Delhi

Place : New Delhi
Date : 21st August, 2017

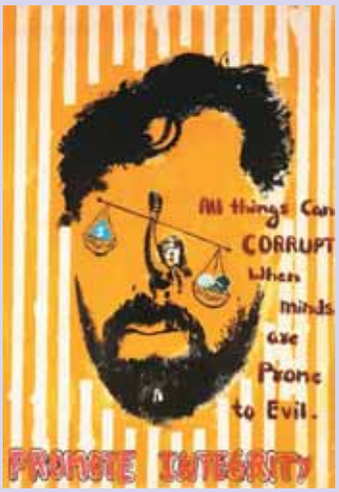
"Winning Entries by School Children during poster making competition held as part of Vigilance Week celebrations (2017)"

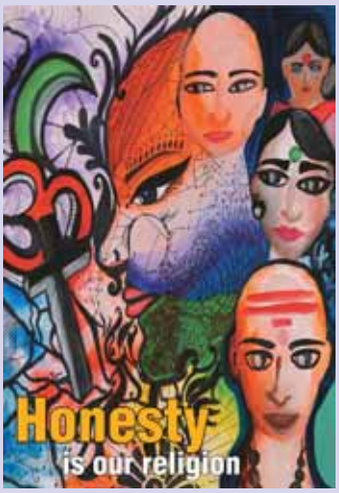




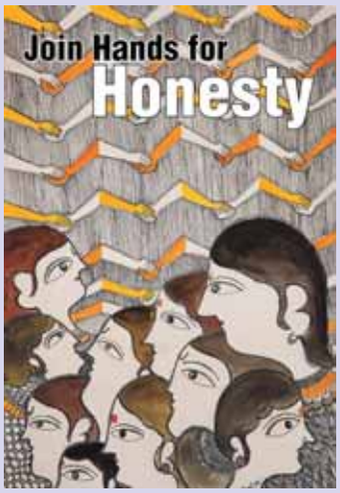


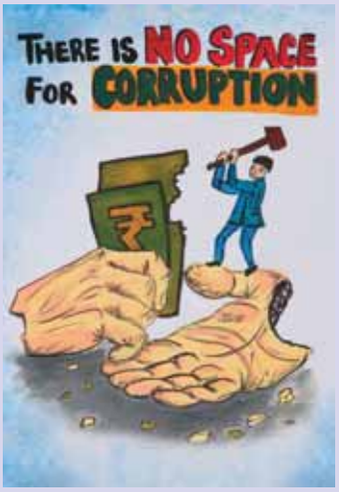


















RVNL



रेल विकास निगम लिमिटेड

Rail Vikas Nigam Limited

(A Government of India Enterprise)

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