9TH ANNUAL REPORT 2017-18



OUR BANKERS

Canara Bank, Sasthamangalam Branch, Tvm Federal Bank, Kannur Branch, Kannur Federal Bank, Mattannur Branch South Indian Bank, Corporate Branch, Tvm South Indian Bank, Mattannur Branch, Kannur Central Bank of India, Rishimangalam Branch, Tvm State Bank of India, Chacka Branch, Tvm

STATUTORY AUDITOR

Sasi Vijayan & Rajan

Chartered Accountants 72, PHRWA, Power House Link Road, Palarivattom, Kochi, Kerala - 682025

REGISTRAR & SHARE TRANSFER AGENTS

SKDC Consultants Ltd.

Category I, Registrars and Share Transfer Agents Kanapathy Towers, 3rd Floor, 1391/A1, Sathy Road, Ganapathy, Coimbatore – 641 006

LEGAL ADVISOR

Sri. Arjunan Pillai, Advocate

REGISTERED OFFICE

Parvathy, TC 84/3, Chacka, NH Bypass Thiruvananthapuram – 695024

Ph: 0471 2508668/70, Fax: 0471 2508669

AIRPORT OFFICE

Kannur International Airport Ltd

Kara-Peravoor P.O Mattannur, Kannur-670702 Ph: 0490-2474463/64, Fax:0490-2474464



Present Board of Directors

1.	Sri. Pinarayi Vijayan	-	Hon'ble Chief Minister, Kerala, Chairman
2.	Sri. E. Chandrasekharan	-	Hon'ble Minister of Revenue and Housing, Director
3.	Sri. E.P. Jayarajan	-	Hon'ble Minister of Industries, Sports & Youth Affairs
4.	Sri. A.K. Saseendran	-	Hon'ble Minister of Transport, Director
5.	Sri. Ramachandran Kadannappally	-	Hon'ble Minister of Ports, Museum and Archaeology, Director
6.	Smt. K. K.Shylaja Teacher	-	Hon'ble Minister of Health and Social Justice, Director
7.	Sri. V. Thulasidas IAS (Retd.)	-	Managing Director, Kannur Airport
8.	Sri. M.A Yusuffali	-	CMD Lulu Group International, Director
9.	Dr.Shamsheer V. P.	-	MD, VPS Health Care, Director
10.	Sri. Abdul Qadir Theruvath	-	Chairman, Express Printing Services, Director
11.	Dr. M.P. Hassan Kunhi	-	Chairman and CEO, Medtech Corporation, Director
12.	Sri. G. Chandramouli	-	Airport Director, Chennai, AAI , Nominee Director.
13.	Sri. S. Sreekumar	-	RED Southern Region, AAI, Nominee Director
14.	Sri. Prasad K Panicker	-	ED I/C, BPCL, Nominee Director
15.	G. Ananthakrishnan	-	Chief General Manager, (Finance), Kochi Refinery, BPCL- Nominee Director
16.	Sri. Maniedath Madhavan Nambiar	-	Independent Director
17.	Smt. K. Parvathy Ammal		Independent Director



Committees of Board of Directors

CSR Committee

- Sri. E. Chandrasekharan, Hon'ble Minister of Revenue and Housing Chairman
- Sri. V. Thulasidas IAS(Retd), Managing Director, Kannur Airport Member
- Sri. M. MadhavanNambiar, Independent Director Member
- Sri Prasad K Panicker, Nominee Director, BPCL Member

Stakeholder Relationship Committee:

- Sri. E. Chandrasekharan, Hon'ble Minister of Revenue and Housing Chairman
- Sri. V. Thulasidas IAS(Retd), Managing Director, Kannur Airport Member

Technical Committee

- Sri. E.P. Jayarajan, Hon'ble Minister, Industries, Sports and Youth Affairs Chairman
- Sri. V. Thulasidas IAS(Retd), Managing Director, Kannur Airport Member
- Sri. M. Madhavan Nambiar, Independent Director Member
- Sri. G. Chandramouli, Nominee Director, AAI Member

Nomination and Remuneration Committee.

- Sri. A.K. Saseendran, Hon'ble Minister, Transport Chairman
- Sri. V. Thulasidas IAS (Retd), Managing Director, Kannur Airport Member
- Sri. M. Madhavan Nambiar, Independent Director Member
- Smt. Parvathy Ammal, Independent Director Member

HR & Selection Committee

- Smt. Ramachandran Kadannappally, Hon'ble Minister of Ports, Museum and Archaeology Chairman
- Sri. V. Thulasidas IAS(Retd), Managing Director, Kannur Airport Member
- Sri. M. Madhavan Nambiar, Independent Director Member
- Sri Prasad K Panicker, Nominee Director, BPCL Member

Share Allotment & Transfer Committee:

- Smt. K.K. Shylaja Teacher, Hon'ble Minister of Health and Social Justice Chairperson
- Sri. V. Thulasidas IAS(Retd), Managing Director, Kannur Airport Member

Strategic Management Committee:

- Sri. M. Madhavan Nambiar, Independent Director Chairman
- Sri. V. Thulasidas IAS(Retd), Managing Director, Kannur Airport Member
- Sri. M. A Yusuffali, CMD, Lulu International Group, Director Member
- Sri. Prasad K Panicker-Nominee Director, BPCL- Member

Audit Committee

- Smt. Parvathy Ammal, Independent Director Chairperson
- Sri. M. Madhavan Nambiar, Independent Director Member
- Sri. G. Ananthakrishnan, Nominee Director BPCL Member



NOTICE

NOTICE is hereby given that the 9th Adjourned Annual General Meeting of Kannur International Airport Limited will be held at 10.30 am on 19 January 2019 at Sadhoo Kalyanamandapam, Kannur to transact the following business:

ORDINARY BUSINESS:

- 1. To consider and adopt the Annual Accounts of the Company for the year ended 31 March 2018 together with Directors' Report and Auditors' Report thereon.
- 2. To appoint Statutory Auditors for the financial year 2018-19.

By order of the Board For Kannur International Airport Limited

Sd/-

Gnanendrakumar, G

Company Secretary

Date: 17 December 2018 Thiruvananthapuram

Notes:

- 1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the business set out in the notice is annexed thereto.
- 2. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of himself /herself and such proxy need not be a member of the Company. A person can act as a proxy on behalf of members not exceeding 50 and holding in aggregate not more than 10% of the total share capital of the Company. However, a member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or member. Form of proxy is attached at the end of the Notice.
- 3. Instrument of Proxies, in order to be effective, must be deposited at the Company's registered office not less than 48 hours before the commencement of the meeting.
- 4. Proxies submitted on behalf of companies, societies, etc. must be supported by an appropriate resolution/authority, as applicable.
- 5. Admission strictly restricted to members / proxies only and members / proxies are advised to bring the attendance slip, duly filled up and signed, and handover the same at the entrance and collect the entry pass.
- 6. The register of members and share transfer books of the Company will remain closed from 14 January 2019 to 19 January 2019 both days inclusive.



VOTING THROUGH ELECTRONIC MEANS

In compliance with the provisions of the Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules 2014 as amended or re-enacted from time to time, the Company is pleased to provide members facility to exercise their votes for all the shareholders resolutions detailed in the notice of the Annual General Meeting for the financial year 2017-18 scheduled to be held on 19 January 2019 at 10.00 am by electronic means and the business may be transacted through remote e-voting. The Company has engaged the services of CDSL as the authorized agency to provide the remote e-voting facilities as per the instructions below.

Please read the instructions for the members for remote e-voting before exercising the votes. This communication forms an integral part of the notice dated 15 November 2018 for the Annual General Meeting of the Company scheduled to be held on 19 January 2019, which is being sent to you along with the said notice. The notice of the General Meeting and this communication are also available on the website of the company www.kannurairport.in

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 16 January 2019, 9.00 am and ends on 18 January 2019, 5.00 pm.During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 14 January 2019 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on Shareholders.
- (v) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:



	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the last 8 digits of the Demat A/c No/ Folio Number in the PAN field. • In case the folio number is less than 8 digits enter the applicable number of 0's before the folio number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with folio number 100 then enter RA00000100 in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN relevantto Kannur International Airport Limited on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.



- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can also download the said app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xx) Note for Non Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk. evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xxi) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.



നോട്ടീസ്

താഴെ പറയുന്ന ഇടപാടുകൾക്കായി കണ്ണൂർ ഇന്റർനാഷണൽ എയർപോർട്ട് ലിമിറ്റഡിന്റെ ഓഹരി ഉടമക ളുടെ മാറ്റിവെയ്ക്കപ്പെട്ട 9-ാമത് വാർഷിക പൊതുയോഗം 2019-ാം ആണ്ട് ജനുവരി മാസം 19-ാം തീയതി പകൽ 10.30 ന് കണ്ണൂർ ഉള്ള സാധൂ കല്യാണ മണ്ഡപത്തിൽ വച്ച് കൂടുന്നതിനായി ഇതിനാൽ അറിയിക്കുന്നു.

സാധാരണ ഇടപാടുകൾ

- 1. 2018 മാർച്ച് 31-ൽ അവസാനിച്ച സാമ്പത്തിക വർഷത്തിന്റെ ഓഡിറ്റ് ചെയ്ത ബാലൻസ് ഷീറ്റ്, ലാഭന ഷ്ട കണക്കുകൾ അവയുടെ അനുബന്ധങ്ങൾ, പട്ടികകൾ, കമ്പനി ഡയറക്ടർമാരുടെയും ഓഡി റ്റർമാരുടെ റിപ്പോർട്ട് എന്നിവ സ്വീകരിച്ച് പരിഗണിക്കുകയും അംഗീകരിക്കുകയും ചെയ്യുക.
- 2. സാമ്പത്തിക വർഷം 2018-19 ലെ കമ്പനിയുടെ സ്റ്റാട്ട്യൂട്ടറി ഓഡിറ്ററുടെ നിയമനത്തെ സംബന്ധിച്ച്.

ബോർഡിന്റെ ഉത്തരവുപ്രകാരം കണ്ണൂർ ഇന്റർനാഷണൽ എയർപോർട്ട് ലിമിറ്റഡിനു വേണ്ടി

> ഒപ്പ് ജി. ജ്ഞാനേന്ദ്രകുമാർ കമ്പനി സെക്രട്ടറി

തീയതി : 17 ഡിസംബർ 2018 സ്ഥലം : തിരുവനന്തപുരം



അംഗങ്ങളുടെ ശ്രദ്ധയ്ക്ക്

- 2013 കമ്പനി നിയമത്തിലെ വകുപ്പ് 102 പ്രകാരമുള്ള പ്രമേയങ്ങൾക്കുള്ള വിശദീകരണ പ്രസ്താവന ഇതോടൊപ്പം ചേർക്കുന്നു.
- 2. യോഗത്തിൽ പങ്കെടുക്കാനും വോട്ട് ചെയ്യാനും അവകാശമുള്ള ഒരംഗത്തിന് പ്രതിപുരുഷനെ (പ്രോക്സി) നിയമിക്കുവാനും തനിക്കു പകരം ഇയാളെ വോട്ടെടുപ്പിൽ പങ്കെടുപ്പിക്കാനും അവകാശമുണ്ടായിരിക്കുന്നതാണ്. ഇത്തരം പ്രതിപുരുഷൻമാർ കമ്പനിയുടെ അംഗമായിരിക്കണ മെന്നില്ല. പ്രതിപുരുഷനായി വരുന്ന വ്യക്തി പരമാവധി 50 ഓഹരി ഉടമകളിൽ നിന്ന് പ്രോക്സി ഫോം വാങ്ങാവുന്നതും എന്നാൽ അതേസമയം പ്രതിപുരുഷൻ വാങ്ങിയ പ്രോക്സി ഫോമിൽ അടങ്ങി യിരിക്കുന്ന ഓഹരികളുടെ എണ്ണം കമ്പനിയുടെ മൊത്ത മൂലധനത്തിന്റെ 10 ശതമാനത്തിൽ അധി കമാകാനും പാടില്ല. എന്നിരിക്കിലും കമ്പനിയുടെ മൊത്ത മൂലധനത്തിന്റെ 10 ശതമാനത്തിൽ അധി നിയമിക്കാനും ഇയാളെ വോട്ടെടുപ്പിൽ പങ്കെടുപ്പിക്കാനും അവകാശമുണ്ടായിരിക്കുന്നതാണ്. എന്നാൽ പ്രസ്തുത പ്രതിപുരുഷൻ മറ്റു ഓഹരിയുടമകളുടെ പ്രതിപുരുഷനായി വർത്തിക്കുവാൻ പാടില്ല. പ്രതിപുരുഷനെ (പ്രോക്സി) നിയമിക്കാനുള്ള ഫോം ഈ നോട്ടീസിന്റെ അവസാന പേജിൽ ലഭ്യമാണ്.
- പ്രതിപുരുഷനെ നിയോഗിച്ച് കൊണ്ടുള്ള നോട്ടീസ് സാധുവാക്കുന്നതിന് ടി. നോട്ടീസ്, യോഗം തുട ങ്ങുന്നതിന് 48 മണിക്കൂർ മുമ്പ് രജിസ്റ്റേർഡ് ഓഫീസിൽ നല്കിയിരിക്കേണ്ടതാണ്.
- കമ്പനികളും സൊസൈറ്റികളും നിയമിക്കുന്ന പ്രതിപുരുഷൻമാർ അവരെ നിയമിച്ചുകൊണ്ടുള്ള പ്രമേയത്തിനെയോ, അധികാരപത്രത്തിന്റെയോ പകർപ്പ് ഹാജരാക്കേണ്ടതാണ്.
- ട. പൊതുയോഗത്തിലേക്കുള്ള പ്രവേശനം അംഗങ്ങൾക്കും പ്രതിപുരുഷൻമാർക്കും മാത്രമായിരിക്കും. അംഗങ്ങൾ/പ്രതിപുരുഷൻമാർ പൂരിപ്പിച്ച് ഒപ്പിട്ട അറ്റൻഡൻസ് സ്ലിപ്പുകൾ കൊണ്ടുവരേണ്ടതും അവ യോഗവേദിയിലെ പ്രവേശന കവാടത്തിൽ ഏൽപ്പിച്ച് പ്രവേശന പാസ്സ് കൈപ്പറ്റേണ്ട തുമാകുന്നു.
- 6. കമ്പനിയുടെ അംഗത്വ രജിസ്റ്ററും ഓഹരി കൈമാറ്റ പുസ്തകവും 2019 ജനുവരി 14-ാം തീയതി മുതൽ 2019 ജനുവരി 19-ാം തീയതിവരെ (ഇരുദിവസവും ഉൾപ്പെടെ) അടച്ചുവെച്ചിരിക്കുന്നതാണ്.



DIRECTORS' REPORT

To the Members,

Your directors have pleasure in presenting the 9th Annual Report and Audited Accounts of your Company for the financial year ended 31 March 2018.

1. Financial Highlights

The Company is yet to commence commercial operations and no income has so far been generated from business activity. Details of other income are as follows:

Particulars	For the year ended 31 March 2018 (Rs. in lakhs).
	(RS. III lakiis).
Revenue from operations	Nil
Other operating income	42.00
Other Income	300.61
Expenses	1324.56
Share of net profit of associates (JV C)	(21.71)
Profit before exceptional items and tax	(1003.66)
Exceptional items	12.97
Profit before tax	(990.69)
Profit (Loss) for the period	(990.69)

2. Authorized and Paid-up Capital

The authorized capital of the Company is Rs. 1500 Crores. The paid up capital of the Company during the period under consideration is Rs. 1059.7 crores.

There was an increase of Rs. 72.7080 crores in the Paid up Capital of the Company during the year under consideration. Thus the total paid up capital of the Company increased from Rs. 987 crores to Rs. 1059.7 crores.

3. Change in Directors as on the date of the Report.

Your Directors hereby state that as per the provisions of Companies Act, 2013 and Articles of Association of the Company, from the date of the earlier report till this report, following changes has occurred in the Board of Directors of the Company:

• Government of Kerala nominated Sri Sri. E.P. Jayarajan, Minister of Industries, Sports and Youth Affairs as Director of the Company in place of Dr. Sharmila Mary Joseph IAS, Secretary (Finance Expenditure) .



4. Audit Committee

During the year under consideration, Audit Committee of the Board met twice for reviewing and approving the Internal Audit Reports of the F.Y 2017-18.

Audit Committee as on the date of Report

The Audit Committee of Board of Directors of the Company comprise the following members:

- a) Smt. Parvathy Ammal, Independent Director Chairperson
- b) Shri. M. Madhavan Nambiar, Independent Director Member
- c) Sri. G. Ananthakrishnan, Nominee Director, BPCL Member
- 5. Your directors declare that the Independent directors of the company Sri. M. Madhavan Nambiar & Smt. Parvathy Ammal has given declaration with respect to Section 149 (6) of the Companies Act, 2013.

6. Corporate Social Responsibility

During the year under consideration, Company has spent Rs. 48,00,000/- towards Corporate Social Responsibility scheme.

CSR Committee as on the date of Report

The CSR Committee of Board of Directors of the Company consists of following members:

- a) Sri E. Chandrasekharan Hon'ble Minister of Revenue and Housing Chairman
- b) Shri. V. Thulasidas IAS(Retd), MD-Kannur Airport -Member
- c) Shri. M. Madhavan Nambiar, IAS(Retd), Independent Director- Member
- d) Shri, Prasad K Panicker, Nominee Director, BPCL Member

8. Statutory Auditors and Audit Report

M/s SASI VIJAYAN & RAJAN Chartered Accountants, Palarivattom, Kochi was appointed by C&AG as the Statutory Auditors of the Company for the Financial Year 2017-18. Their report forms part of this report.



Management's response to the Statutory Auditor's Qualification/comments on the Company's Financial Statements.

SPNoc	Basis for qualified opinion	Reply
	The Company has accounted the asset *passenger boarding bridge* on \$1-03- 2018 for Rx7,\$1,76,249/ based on Performa invoice. The invoice was dated 23-04-2018, and actual delivery of the asset was in the linancial year 2018-19. Hence that extent the assets and liabilities of the Company remains overstated.	The risk and perils with regard to the asset is already with KIAL as on the end of the year even though the goods were received in April 2018. Hence the value of the asset was recognized in our books
	In each flow statement an amount of Rs 772.68 lakhs being interest received from deposit of borrowed capital is included under operating activity instead of showing in linancing activity.	The company is earning interest on the unused capital temporarily parked in flexi deposits and fixed deposits which is considered as an operating activity for the purpose of cashflows rather than an investing activity. The temporary parking the unitsed capital cannot be termed as an investing activity of the company, instead is considered as a prudent working capital management of the company. Further as per in paris 31-33 of Ind AS7 Statement of Cash Flows states about the non-consensus in the treatment of interest income between organizations and to maintain consistency in accounting with the prior years the interest income is grouped under interest income.
Dordo	to other matter paragraph (Both Standalo	ne and Compilition 1
a)	In point No.9 of significant accounting policies, Revenue Recognition, the interest earned to the extent of unused capital is credited to the profit & loss account as per Ind AS 38 has to be replaced by Ind AS 18 (Revenue) read with Ind AS 109 (Financial Instruments)	The recognition of Preliminary and Other Pre-operative Expenses is as per LAS 38 Intangible Assets. The interest income carned during the period is recognised as an income in the statement of profit and loss on the basis of Ind AS 38. The applicability of Ind AS 18 (Revenue) is definitely attributable towards the classification of the revenue.
b)	The Company has not filed the financial statements as required under section 157 of the Companies Act, 2013 with the	As per the provision of the Section 137 of the Companies Act, 2013 copy of the financial statements duly adopted at the



Registrar of Companies. Necessary disclosure regarding the additional fees payable and lines imposable is not provided in the limincial statements. annual general meeting of the Company, should be filed with the Registrar with in thirty days of the date of the annual general meeting. It is further provided that if the linancial statements are not adopted at the annual general meeting or adjourned meeting, that un adopted statements are to be filed provisionally and the linancial statements adopted in the adjourned annual general meeting, shall be filed with the Registrar with in 50 days of the date of such adjourned annual general meeting.

The annual general meeting of Kannur Airport for the F.Y 2016-17 was held on 19 September 2017. The financial statements were not alopted since the statutory audit was not completed before the notice date for the said AGM. There is no provision available presently with MCA for filing unadopted statements in XBRL format, since the system will accept the respective filing only once. If un adopted statements are filed in XBRI format, as applicable to the Company, adopted financial statements could not be filed. The financial statements with respect to the FY 2016-17 adopted in the adjourned annual general meeting held am 29 September 2018. The adopted financial statements was filed with ROC with a normal frees of Rs. 600. Additional less was not paid and no fines were imposed on the Company since the provisions of Section 137 of the Companies Act, 2015 was strictly complied with:

The Company adopted the Financial Statements for the year 2016-17 without obtaining the report from Comptroller Sc. Auditor General of India as required under Section 394 & 395 of the Companies Acr. 2014

spaintification by the auditor.

Section 394 & 395 of the Companies Act, 2013 is applicable only to Government Companies. Kannur International Airport is not a Government Company and the aforesaid sections are not applicable to Kannur Airport. Government of Kerala vide its letter No 995072/D2/2016/Trans dated 5 January 2018 has intimated the Company that Section 994 & 195 of the Companies Act, 2013 is not applicable to Kannur International Airport since it is not a Government Company.

base for this

As such there is no

6)



đj	Changes in Accounting Policies - The company has changed the accounting policy regarding treatment of Taxes & Duties which was earlier capitalised in Capital Work in Progress During the current financial year Company has transferred Rs.4,18,15,381.40 being the CVD on various assets to input credit of GST (TRAN -1). This change was not disclosed in the notes to accounts.	The TRAN I was filed expecting that the CVD credit could be utilized by the Company Later it was decided by the Company not to opt for the credit and to consider the credit as the cost of the asset to avail depreciation benefits which is beneficial to the Company due to uncertainties in GST credits. The books of accounts have been adjusted taking the GST portion as part of the cost of the asset instead of input credit. As and when the permission to revise the Form TRAN I (Form for availing tax credits prior to GST cra) is made available in the GST portal, the Company shall revise the same.
e)	The liability outstanding to KELTRON Rs.H.29,238/ towards the purchase of software was treated as remission of liability and taken as exceptional num.	The treatment for the above is consistent with the Indian GAAP
ń	The reconciliation of Tax Deducted at Source as per Form 26AS and Books of Accounts are not provided for our verification	The difference in the TDS as per the books and as the form 26AS is due to the deduction on the accrued interest portion as calculated by the banks which is in the nature of a timing difference. The Company has been consistent in accounting the interest income as per the statements of the banks.
B)	As per section 171 of The Goods and Services Act. 2017 any reduction in the rate of tax on any supply of goods or services or the benefit of input tax credit shall be passed on to the recipient by way of reduction in price. The company has got certificate under section 171 of the GST Act from Larson & Toubro and provided the necessary entries in the books of accounts but no such certificates were obtained and not provided necessary entries for other contracts.	The company has made necessary entries wherever there is an impact on 681 rate on contract awarded prior to 681 regime. The company has received anti-profiteering certificates from such contractors.
b)	turson & Toubro charged GST on invoices without deducting the service portion of the advances made during pre-	The advances are paid for material during the pre-GST period and therefore KVAT / CST was applicable and not Service Tax. Materials on which advances are paid, may



GSI regime which was exempted from Service Tax at that time	be converted into works done during the post GST regime. Therefore only the differential rate of tax during post GST regime and pre GST regimes only need to be adjusted, which the company has already done. Hence the comment is not relevant.
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9. Secretarial Auditors and Secretarial Audit Report

The Board had appointed M/s ABVR and Associates, Company Secretaries Thiruvananthapuram as Secretarial Auditors of the Company for the Financial Year 2017-18. The Secretarial Audit Report for the Financial Year ended 2017-18 is attached with this report. The Secretarial Audit report does not contain any qualification, reservation or adverse remarks.

10. Directors' Responsibility Statement:

As per the provisions of Section 134(3) (c) of the Companies Act, 2013 we state that:-

- i. In the preparation of accounts, the applicable Accounting Standards have been followed.
- ii. Accounting policies selected have been applied consistently and reasonably and prudent judgments and estimates have been made so as to give a true and fair view of the state of affairs of the Company as at the end of 31 March 2017, and of the profit of the company for the period from 1 April 2016 to 31 March 2017.
- iii. Proper and sufficient care has been taken 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.
- iv. The annual accounts of the Company have been prepared on a going concern basis.

11. Number of meetings of the Board

A total of 4 meetings of the Board of Directors were held during the Financial Year 2017-18.

12. Conservation Of Energy, Technology Absorption And Foreign Exchange Earnings And Outgo

The particulars as required under the provisions of Section 134 (3) (m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the Company during the year under review. Further, during the year under review, the Company has not earned any foreign exchange.

Foreign Exchange Earnings – Nil. Foreign Exchange Outgo – Nil.



13. Deposits

The Company has not accepted deposit from members or the general public as on 31 March 2018. There are no small depositors in the Company.

14. Acknowledgment

Your directors wish to thank the Government of Kerala, Government of India, Bharat Petroleum Corporation Limited, Airports Authority of India, Ministry of Civil Aviation, Bureau of Civil Aviation and Security and various other regulatory and statutory authorities of Government of India, Government of Kerala, Mattannur Municipality and Keezhallur Gramapanchayat for their keen interest in the progress of the Company and for their timely help and guidance for reaching the completion stage of the project. Your Directors place on record their gratitude to the lenders and bankers for their whole-hearted support and look forward to their continued assistance, co-operation and support. Your Directors are thankful to the esteemed shareholders for their continued patronage and the confidence reposed in the Company and its management. Your Directors are also thankful to the society at large for their valuable support and co-operation. Your Directors also take this opportunity to acknowledge the loyal and sincere work put in by the employees of the Company during the year under report.

For and on behalf of the Board

Sd/-Chairman

Thiruvananthapuram
15 November 2018



OS ABVR & ASSOCIATES

Partrers: CS Amiliumar & S PCMA ACS CS Rigendran V PCS LLD IF

FORM NO. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 51" MARCH 2018

(Pursuant to endors 204(1) of the Companies Art. 2013 and rule too 8 of the Companies (Appointment and Parisments of Manageons Parisment) Plants. 2014.

To.

The Members

KANNUR INTERNATIONAL ARPORT LIMITED [CIN: U63033KL2009SGC02S103] Parvathy, T.C.36/1 NH Bye pass, Pettali, Kerala

We have conducted the accretizate audit of the compilance of application statutory provisions and the adherence to good corporate practices by Mis. KANNUR INTERNATIONAL ARPCHY LIMITED (Internation called the corporaty). Secretarial Audit was conducted in a manner that provided us a masserable basis for evaluating the corporate conducted statutory compilances and expressing during phonon thereon.

Based on our verification of the company's 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 impresentatives during the conduct of accretizate audit, we ferreby report that in our opinion, the company has during the audit period covering the financial year ended on 31° March 2010, compiled with the statutory provisions listed ferrounder and also that the Company has proper Board processes and compliance-mechanisms in place to the cotent, in the minuter and subject to the extent, in the minuter and subject to the separating made hereinsafter.

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1* Floor, Room No. 107, Hudson Building, Opposite LIC PATTOM, Patturn Fest, Tylvandrum, Karala 695004 Sei: 0473-2930237/8281783184/9383481172



We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2016, according to the provisions of

- The Companies Act, 2013 (the Act) and the Rules made there under.
- The Securities Contracts (Regulation) Act. 1956 ('SCRA') and the Rules made there under:
- in. The Depositories Act, 1996 and the Regulations and Bye laws framed there under:
- Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the outent of Foreign Direct Investment.
- The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SE8I Act).
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Requisitions, 2011;

Not applicable as the company is an unlisted public company

 b) The Securities and Exchange Soard of India (Prohibition of Insider Trading) Regulations, 1992.

Not applicable as the company is an unlisted public company

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

Not applicable as the company is an unlisted public company

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

Not applicable as the company is an unlisted public company





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

Not applicable as the company is an unlisted public company

6 The Securities and Exchange Board of Initia (Registram to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.

Not applicable as the Company is not registered as Registrar to issue and share Transfer Agent during the financial year under review

g) The Securities and Exchange Board of India (Delicting of Equity Shares) Regulations, 2005;

Not applicable as the Company has not delisted/propose to delist its equity shares from any stock exchange during the financial year under review and

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

Not applicable as the Company has not bought back or propose to buy back any of its securities during the financial year under review.

- (vi) The Company has obtained tollowing clearances and approvals from various authorities and the Airport is ready for commissioning in September 2018.
 - a) All the inspection procedures are completed and it is expected that Aerodrome Licence would be obtained by 15 September 2018.
 - b) AAI is preparing procedure based on verified and validated OLS / Aerodrome data. Publication of procedure by AAI in AIP would be completed by 11 October 2016
 - c) Kannur International Airport has been declared Customs Airport by Ministry of Finance, Government of India
 - d) Kannur International Airport Limited has been declared as an Immigration check poet.
 - e) Company is in the process of submitting applications for the renewal of NDC





from Ministry of Defence which expires on 27th September 2018.

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

The Secretarial Standards on Meetings of the Board of Directors (SS-1) and Secretarial Standards on General Meetings (SS-2)- (together referred to as the Secretarial Standards), as approved by the Central Government, insued by the Institute of Company Secretaries of India (ICSI) under the provisions of Section 118(10) of the Companies Act. 2013, vide ICSI Notification No. 1 (SS) of 2015 dated April 23rd, 2015 and published in the Gazette of India Extraordinary Part III - Section 4

The Commany has complied all the applicable provisions of secretarial standardstand secretarial standards 2 related to Board Meeting and General Meeting respectively.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. The changes in the composition of the Board of Directors that look place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice a given to all directors to schedule the Board Meetings, agendal and detailed notes on agendal were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agendal items before the meeting and for meaningful participation at the meeting. The company is also following the system of circulating the minutes of the Board meeting in draft form to all Directors within the time alliquiated in the secretarial standards and get confirmation thereon.





Majority decision is carried through white the dissenting members views are captured and recorded as part of the minutes.

We further report that

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 and as informed, the company has responded to notices in time issued by statuary/regulatory authorities and milisted actions where ever necessary.

We further report that during the audit period the company has

- (i) Subject to the provisions of section 42 and 62 of the companies Act. 2013 had allotted a total of 72.70,800 (Seventy Two Lakes Seventy thousand Eight hundred) equity shares on private placement basis, to aggregate Rs 72.70,80,000 (Seventy Two Crores Seventy Lakes Eighty Thousand only) and complied with the provisions of Rule 13 and Rule 14 of the Companies (share Capital and Debentures) Rules 2014 and Companies (Prospectus and Allotment of Securities). Rules, 2014 respectively.
- (ii) In compliance of provisions of section 135 of Companies Act 2013 read with Company (Corporate Social responsibility Policy) Rules 2014 the Company has an approved Corporate Social Responsibility policy and constituted a committee of the Board for carrying out the activities as mandated under Schedule VII.

In addition to the mandatory provisions, the Ministry of Environment and Forests while granting environmental clearance for the airport project stipulated that at least 5% of the cost of the project shall be earmarked towards the Corporate Social Responsibility and them wise details with time bound action plan shall be prepared and submitted to the Ministry Company has earmarked Rs 94.6 crores, being the 5% of the project cost of Rs 1882 crores, for ensuring environmental sustainability of local area of the project and for other schemes. Company has framed a time bound action plan to spend Rs 94.6 crores under CSR activities in a period of 20 years and started sponding for the activities as mandated under Schedule VII and





complying with the applicable provisions of the Companies Act, 2013,

The Company had spent so far Rs. 106.092 Lakhis towards CSR activities and Rs. 48 Lakhis during the current year.

Apart from these there are no specific events/actions having a major bearing on the company's affairs in pursuance of the laws, regulations, guidelines, standards, etc. referred to shove

Place: Trivandrum Date: 06/08/2018 V. RAIENDRAN FCS Practicing Company Secretary CP No: 13941





SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PHRWA, POWERHOUSE LINK ROAD PALARIVATTOM, KOCHI, KERALA – 682025



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INDEPENDENT AUDITOR'S REPORT

To the Members of Kunnur International Airport Limited Purvethy, T.C 36/1, Checka, N.H Bypasis Road, Thiravananthapuram, Kerala

Report on the Standalone Ind AS Financial Statements

We have malited the accompanying Standalone Ind AS financial statements of Kannur International Airport Limited ("the Company") which comprise the Balance Sheet as at Murch 31, 2018, the Statement of Profit and Lims including other Comprehensive Income, the ataument of Cash Flows and the Statement of changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS Financial Statements

The Companies 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, read with Rate 7 of the Companies (Accounts) Rates, 2014. This responsibility also includes the immintenance of adequate accounting seconds in accombance with the provisions of the Act for safeguarding the accepts of the Company and for preventing and desecting frauda and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prodest; and the design, implementation and minimum of adequate internal financial controls, that were opening effectively for equiring the accuracy and completeness of the accounting records, relevant to the preparation and prosentation of the standalone led AS financial statements that give a true and fair view and are free from insperial minimum men, whether due to fisual or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone Ind AS financial statements based on our mulit.





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 Rujes made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone and AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone and 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 and AS financial statements that give a true and fair view in order to design audit precedures 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 and AS financial statements.

We believe that the mudit evidence we have obtained in sufficient and appropriate to provide a basis for our small opinion on the Standalone Ind AS financial statements.

Basis For Qualified Opinion

- The Company has accounted the west "passenger hearding bridge" on 31-03-2018 for Rs.7,33,76,249/- based on Performa Invoice. The invoice was dated 23-04-2018 and actual delivery of the asset was in the financial year 2018-19. Hence that extent the assets and liabilities of the Company remains overstated.
- In each flow statement an amount of Rs.272,68 lakks being interest received from deposit of borrowed capital is included under operating activity instead of showing in financing activity.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the basis for Qualified Opinion paragraph, 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, of the state of affairs of the Company as at March 31, 2018, and its Loss, total comprehensive income, its Cash Flows and the changes in equity for the year ended on that date.

Other Matter Paragraph

a) In point No.9 of significant accounting policies, Revenue Recognition, the interest earned to the extent of unused capital is credited to the profit & loss account as per Ind AS 38 has to be replaced by Ind AS 18 (Revenue) read with Ind AS 109 (Financial Instruments)





- b) The company has not filed the financial statements as required under section 137 of the Companies Act, 2013 with the registrar of Companies. Necessary disclosure regarding the additional fees payable and fines impossible is not provided in the financial statements.
- (i) The Company adopted the Financial Statements for the year 2016-17 without abtaining the report from Comparaller & Auditor General of India as required under section 394 & 395 of the Companies Act, 2013.
- d) Changes in Accounting Policies The company has changed the accounting policy regarding treatment of Taxes & Datles which was earlier expitalised in Capital Work in Progress, During the current financial year Company has transferred Rs.4,38,35,383.40 being the CVD on various assets to input credit of GST (TRAN -1). This change was not disclosed in the notes to accounts.
- The liability substanding to KELTRON Rs.11,29,238/- towards the purchase of software was treated as remission of liability and taken as exceptional item.
- The reconciliation of Tax Deducted at Source as per Form 26.45 and Books of Accounts are not provided for our verification.
- g) As per section 171 of The Goods and Services Act,2017 any reduction in the rate of tax on any supply of goods or services or the benefit of input tax credit shall be passed on to the recipient by way of reduction in price. The company has got certificate under section 171 of the GST Act from Larson & Toubro and provided the necessary entries in the books of acciounts but no such certificates were obtained and not provided necessary entries for other contracts.
- h) Lerson & Toubre charged GST on invoices without deducting the vervice parties of the advances made during pre GST regime which was exempted from Service Lax at that time.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Amitton's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (17) of section 143 of the Act, we give in the "Amnesure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143 (3) of the Act, we report that:

- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our mate;
- b) In our opinion, proper books of account as required by law have been kept by the Company to far as it appears from our examination of these books;
- c) The Balance Short, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cosh Flows and the 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 Indian Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- We did not have any observations or community on financial transactions or matters except the matters prescribed to the Basis for Qualified opinion paragraph above, which have adverse effect on the functioning of the Company.
- f) On the basis of the written representations received from the directors as on March 31, 2018 and taken on record by the Board of Directors, some of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) 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 "Appearer II".
- b) Qualifications, reservations of adverse remarks relating to the maintenance of accounts and other mature connected therewith are disclosed in Basis of Qualified Opinion Paragraph.
- i) 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:
 - The Company has disclosed the impact if any of pending litigations on its financial position in its standalone Ind AS financial statements. Refer Note XXV to the standalone Ind AS financial statements.
 - The Company is not required to make any provision, as required under the applicable law or accounting standards for material foresecuble loses, if any, on long-term contracts including derivative contracts.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
 - As required by Section 143(5) of the Companies Act 2013, we give a statement on the compliance to the directions issued by the Comptroller and Auditor General of India, refer to our separate report in "Annexure C"

For SASI VIJAYAN & RAJAN

Chartered Accountants (F. R. No. 8036295)

G DILPET KUMAR FCA Partner

M.No.104319

Place: Thiruvananthapuram

Date: 13/11/2018





SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PHRWA, POWERHOUSE LINK ROAD PALARIVATTOM, KOCHI, KERALA – 682025



PH 0484-2334319

FAIAIL maiving announg gmail.com

Officer DE PATHANAMERITTA, PANDALANI, ADDOOR, MATELINARIA & KAYAMERI AM

"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in puragraph I under the besting 'Report on Other Legal & Regulatory Requirement' of our report of even date)

- (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 in a phased manner, designed to cover all the sems at reasonable intervals, which in our opinion, is reasonable toxing regard to the size of the company and nature of its toxiness. Pursuant to the program, a portion of the fixed assets have been physically verified by the management during the year and no maturial discrepancies between the book of records and the physical fixed assets have been noticed.
 - (c) Out of 621.67 acres of land acquired on phase II, an extent of 74.67 acres of had was to be leased to the Company. The extent of 74.67 acres includes 3.45 acres of had, which is to be transferred to local self-government institutions for development of roads in the land provided for rehabilitation. The lease agreement for 71.22 acres is pending for execution. The lease corresponding to this is therefore pending for accounting.

As per GO Ms 29/2014/Trans dated 21/03/2014, sanction was accorded to purchase 11:44acras of land directly by KIAL and subsequent wansfer to Government. Accordingly KIAL had purchased 10:52 acres of land for Rs 9,87,17,980:60 out of 11:44 acros (remaining land pending list purchase for wast of documents from LAO). Administrative sanction was accorded for the mimbursement of an aerosast. Rs 9,87,17,982:60 (Vide GO(Rt)No.146/2916/Tran dated 22/03/2016) so meet the expenditure incurred in connection with purchase of 10:52 acres of land which was realized on 13/04/2016. Company has written to the Government vide Letter No.KIAL/CA/91 dated 29/04/2016 to pass necessary orders for transfer of ownership and the GO is pending for issue. This land needs to be transferred to Government since ownership of any land other than land in the form of equity contribution by Government in KIAL should vest with the Government and leased out to KIAL.

 The Company has not carried inventory of material value as the Company has not communiced commercial operations.





- 3) The Company has not granted any fours, secured or unsecured to Companies, Firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- 7) According to the information and explanation given to us, in respect of statutory dans:
 - a) The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Income-Tax, Goods and Service Tax, Sales tax, Service Tax, Excise Dury, Value added Tax, Cess and any other material statutory dues with the appropriate authorities during the year. There are no arrears of outstanding undisputed statutory dues at the last day of financial year concerned for a period of more than six months from the date they became payable.
 - b) According to the information and explanation given to us and based on the moords of the Company examined by us, there are no does of income Tax or Sales Tax or Goods and Service Tax or Wealth Tax or service tax or Customs Duty or Eucise Duty or Value Added Tax or Cess, which have not been deposited on account of any dispute us un 31° March 2018.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of does to banks. The Company has not issued any debentures as at 31° March 2018.
- 9) In our opinion and according to the information and explanations given to sa, monies mised by way of term loans during the year have been applied by the Company for the purposes for which they were ruised.





- 10) Based upon the audit procedures performed and the information and explanations given to us by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the management remanention has been paid or provided in accordance with the requisite approvals mandated by the provisions of acution 197 read with Schedule V to the Companies Act:
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xi() of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been properly disclosed in the standardone and AS Financial Statements as required by the applicable accounting standards.
- 14) The Company has made private placement of 72,70,800 equity shares of Ra 100:- cash amounting to Ra 7,270.80 Lakhs during the year and in our opinion and according to the information and explanations given to us, the Company has complied with the requirements of section 42 of the Companies Act, 2013, for the preferential allotroent or private placement of shares made during the year.
- 15) Based upon the smilt procedures performed and the information and explanations given by the management, the Company has not cittered into any non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For SASI VIJAYAN & RAJAN

Chartered Accountants (F. R. No. 0036295)

G DILEEP KUMAR FCA

M.No.104319

Place: Thirovanunthapuram

Date : 13/11/2018





SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PHRWA POWERHOUSE LINK ROAD

PALARIVATION, KOCHI, KERALA -682025

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Office of PATHANASTHITTA, PANDALAM, ABOUR, MAYEL BLARA & KAYAMBAR AM

"ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT

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 contexts over financial reporting of Kennar International Airport Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standardne and 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 forancial controls based on the internal control over financial repeating criteria established by the Company considering the essential compounts of internal control stated in the Guitance 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 maintanance of adequate internal financial controls that were operating effectively for analysing the orderly and efficient conduct of its business, including afformace to Company's policies, the safeguarding of its assets, the prevention and desection 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 Characted Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the sualit 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 mulit 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 referred depend on the auditor's judgment, including the assessment of the risks of material minutatement of the financial statements, whether due to final or error.





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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal foruncial control over floancial reporting is a process durigated to provide remonstale assurance vegunding the soliability of floancial reporting and the preparation of financial automorans for external purposes in accordance with generally accepted accounting principles. A Company's internal financial automoral reporting includes those policies and procedures that (1) pertain to the maintaining of records due, in reasonable detail, accurately and finity reflect the minutations and dispositions of the ansatz of the company; (2) provide reasonable assurance that transactions are recorded as accurately to pertain preparation of financial statements in accordance with generally accepted assuranting penumples, and that excepts and expenditures of the company; and (3) provide manufacturations with authorizations of manugament and directors of the Company; and (3) provide manufacturations regarding prevention or timely detection of anatomoral acquisition, and, or disposition of the Company's acceptable or disposition of the Company's acceptable.

Inducent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent timitations of internal financial controls over financial reporting, including the possibility of adhasion or improper management oversiding of controls, material important due to arrive or financial may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to financial periods are subject to the risk that the internal financial occurs from that the internal financial control over financial reporting may become imadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

be our examine, the Company has, in all material respects, an adequate internal francial controls system over financial reporting and each internal francial controls over financial reporting were operating effectively as at March 31, 2010, based on the internal control over financial reporting criteria established by the Company considering the essential composents of internal control stand in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the matition of Chartered Accountants of India.

For SASI VIJAYAN & RAJAN

(F. R. No. 0036299)

G DILEEP KUMAR FCA Partner

M.No.104319

Varie: Thruvanauthapuram

Date: 13/11/2010



SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PHRWA, POWERHOUSE LINK ROAD PALARIVATTON, KOCHI, KERALA – 900033



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OTHER PROPERTY AND ADDRESS OF ADDRESS OF THE PARTY OF THE

"ANNEXURE C* TO THE AUDITOR'S REPORT FOR THE YEAR ENDED 31-03-2618

SLNO	Directions/Sub-directions	Action Token	Impact on Pinancial Statements
3	If the Company has been selected for distincements a complete status inport in territo of industrian of Assets (leutuding linungible assets and lend) and Lintellities (metading Committed and Octoral Reserves) may be examined, including the mode and present stage of distinsentment process.	The summary has not been selected for distinctioned during the financial year 2017-2018.	NA:
2	To report whether there are any cases of waives write off of debusions/internst arc; if yes, the respons thereof, and the unsignitarialized	#SNL -2.00 Professional Tax -2,020.00 Footba L Amin -5,469.00	No material inspain
j	Whether proper records are maintaibed for inventories lying with third parties & amon received as gift from Government or other authorities.	According to information and explanation given to us there are no inventuries lying with third parties and no ansets have been received as gifts from Government or other authorities.	NIL.





(5)	A report on age-wise analysis of pending legal/arbitration cases, including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	The Company has 10 pending legal/urbination once. This ago wise classification obtained from the management is as under. More than 3 years - 3. One to Three years - 7. Less than one year - 0. Total 10. These cases are pending for hearing/disposal at the temperative forums. The Company has a system for monitoring expenditure on legal cases (fivelign and local) which, in our view, is effective.	NIL
5 5 0	Whether the Company has clear title/lease deeds for freehold and innabold land respectively? If not plause state the area of freehold and lemahold land for which title/lease deeds are not assiluble.	a) As per GO, Ms 29/2014/Trans dated 21/03/2014, sensition was accorded to purphase 11,44acres of land directly by KIAL and subsequent transfer to Government. Accordingly KIAL had purchased 10.52 occess of land for its 9,87,17,980,00 out of 11.44 acres (remaining land pending for purchase for wars of documents from LAO). Administrative sanction was accorded for the exhabitivement of an amount Rs 9,87,17,982,00 (Vide GO(Rt)No.146/2016/Transfer GO(Rt)	NII.





	by Our of 621.67 acres of hard acquired on phase II, an extent of 74.67 acres of land was to be leased to the Company. The extent of 74.67 acres includes 3.45 acres of land, which is to be transferred to loud self government multiplious for development of trade in the land provided, for reinfullitation. The lease agreement for 74.67 series is pending. Hence, lease rest has not been accompant.	NII
--	---	-----

SUB DIRECTIONS INFRASTRUCTURE SECTOR

()	Whether the Company has taken adequate manuters to present encroachment of site land owned by it. Whether any land of the Company is encroached, under integration not put to use o declared surplier? Details may be provided.	According to information and explanation given to use, these is no hard belonging to the Company which is accommodate or under laughtion not put to use not declared as surplus land.	NII.
2	Whether the system in wague for identification of projects to be taken up under Public Private Partnership in its line with the guidalines policies of the Government Comment on deviation, if any,	According to information and explanation given to us, this Company does not contact trader the Public Private Parmership guidelines not policies framed by the Ministry of Hauson, Government of Judia.	Sil
a	Whether system for menturing the execution of works visited in the agreement is in emissiones adjulated in the agreement is in emistance and the impact of cost manufaction, if any, revenues/lenses from contracts, etc., have been properly accounted for in the books.	Yes, there is a proper system for manifering the esecution of works six-a-vis milestones stipulated by the agreements. No significant cost escalation was noticed.	Satu





3	Whether funds received/receivable for apocific actionies from central/state agencies were properly accommed toriumated? List the mass of deviation.	According to information and explanation given to us the funds exceived from the finite Careermant, converted as Share capital has been properly accounted furufillized.	:NIL
35	Whether the bank guarantees have being revalidated in time?	There were no pending providences of think Guarantees during the year.	MA
₩.	Comment on the Confirmation of halteness of trade receivables, today payables, tent deposits, hark accounts and cash eleminat.	The management has attained conformation of bulances from their account. Conformation of bulances have not been secreted in respect of the accounts exceivables and payatries, to reply to the require the conformations seen to show purious by the Company.	MIL
7	The cost incurred on abundomed projects may be quantified and the amount actually written-off shall be membered.	There were no abandment projects thiring the year under Audit.	MIL

For SASI VIJAYAN & RAJAN Chartered Accountants (V. R. No. 003(6295)

Place: Thirivananthapuram Date: 13/11/2018

G DILEEP KUMAR FCA Partner M.Na.164319



EARNALIS INTERNATIONAL AIRFORT LIMITED FARVATHOL T. C. 86/2, CHACKS, N. H. BYPASS ROAD, THIRD VANXAS THAP URLAN, KERNIA. \$TAKOALISME BALANCE SHETT AS AT 31 MARCH 2018.

N	Tommore P	come or Promon Letter or	electronic ability
PIXOLUSADI	Note:	As at \$1 March 2016	As at \$1 Merch 2017
ASSETS			
Hem-current wasets			
Figure (A) Figure (Co.)	1	31,838.10	11,623.4
Capital work in progress	- 8	1.48.051.55	F122,113.9
Commercial Agency Agency Commercial Agency Agency Commercial Agenc	, X	3.40	27
Fittership Access	-57	124 300	
In-Chart	10.	283-00	741.0
Carley Advances	100	297.00	10,000.0
Other advances	- Vi	524.18	1.042
0.00	5.	3,79,990.27	1,52,317.31
		PT DIRECTED	- FORTOPAKINE
Carrent Jasets	-		
Citis and Citis accounts	0.0	6000000	67869
Differ the part of the party	196	74.75	635.4
	- ""	7,162.97	7,355.67
TOTAL ASSETS		1.86,853.20	1,59,677.91
EQUITY AND DABUTEES			
funity			
County Share orpital	(Vol.)	1.05,970.82	96,733.00
Commercial	19.	191.91	L152.95
Shire of the		1.86.1EL.81	99,859,99
HABILITIES			
Non-surrent liabilities			
Pivancal liabilities	- 1		5555
Revenuego	X-	77,870.65	56,138,00
Other new carters systems	16	550.00	: 80:71
-0.55		77,546 10	56,218.75
Currente Naturalina	come.	MARKET AT	3441-24
Cities success additions	2##	2,000.84	1.3102.48
Projects	3##	1.05.89	436.78
		3,3400	3,339.24
TOTAL EQUITY AND LIABILITY		1,84,833.14	1),56;627;10
1-4 1715; 5-44-11 2 -7-7-10 17768111111111			

The excensiving notes are an energy grant of the financial studeness. As per unin import of every fully

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HARVATHET, E.C. 84/3, CHACKE, H. H. BYPARE ROAD, THERWANDAY HARVATHAN, STRALE.

STANDALDON'S TAXEMENT OF PROPET AND LOSS FOR THE PERIOD ENGED SE MARCH 2018.

All accounts early frages (afficiency offseeting states)

Paraticulans	Note No.	For the year anded 35 March 2016	For the year ended. 11 Week 2017
To serve from a parations (Ulter symmetry House) Other symme	366	42.00 983.54	0.00
Tatal Revenue		10.11	477.51
Сърсиции			
Drugower breefit expense	300	104.530	\$15.34
The same and a series of the law and the same and		64.86	12.64
Trimpedation		114.70	
Other expense	YVE	10030	pp 101
total expenses		(2,324.58)	mint. etc
Paurit before extrationer terms and tax		-381.85	-327.8h
Exceptional Herma		12.67	
Profit hefore tee	1	HEA.38	-127.88
Les rapesses	1		
() Cuereni Sar			2
(rection) Code williams of the		T .	
ios Phryno ricco pintor Dispersitio			-1014)
The state of the s		.015.56	-27.45
Profit (Long) for the proof from profits on a governities. Profit (Long) from the order on a province of the contract of the			10.40
		-	
Enterprise of department minutes in		7	
Printing of Park House training contrations (effective)			
Fruit (Lain) for the period			
Office Committee on the Committee of the			
# 10 hard that self has be bedoughed to scraft and bear			
10 more to return the last wifeer be without hid			
e profit er est. • (Atoms else est les estacides es aucilitée à la			
Although the editing to furnish at sell be revised field to	1 1		
	1 1	-	
Total compenhencing fromta for the period Compiling			
and decided the impeliance from he he			
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Carrology per emply share of feer value Rs. 1002- (for the societying operation) in 008			
CLEAN	311	175	Feigh.
Children's Inv	300	135	0.03

The accompanying names are a vegor part of the Science Exercise EX.

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EXECUTE OF TRANSPORT AND ADDRESS OF THE PARTY OF THE PART PANYATION, T.C. BACK, CHACKS, M. H. BYPASS NOVE, THIRDS VICINITY MANUFACTURE. FERMAN

STANDALONE TESTENNEY OF DAMAGES HE EDITOY FOR THE PEAR EDITO SE MARCH 2018.

h. Bassin Share Capital		All principal and the	Agent Labour Street, Street, Street,
Particulars	784666	Ammint	
ALEX I April 1919		36,478.33	
Charges in the name there is sent.	1	18,218.95	
As in \$1.56ent 2017		98,760.39	
Changes, who made down with a	95	2.5 = A5	
(do at 15 Warst 2016		1.05 979 30	

& DANKE Toods

	State			
Particulars	applications enoting posting planning	Expiral inserve.	Sangered Carrings	Yenel Dilline Finally
Natures at 2 April 2014	hon me	89.15	3,239.79	3.487.21
Pub/tasiliarieme			22.62	317
Office Earliesh work houses				
Farst comprehensive recomm for the exercise 1) Watch 2017			-37.42	123,43
Treatment twen Killer and the team.				
Completed.				
Tombers of allega.		2.25		- 4.5
there are being now, proving placement.	20.0	- 71		100.00
Rampopint \$9 Macm 2011		85.18	5,179.79	7,175.99
Profit / Kong Life Ship ship	-	- 72	10.010	1-048-39
Street Samp of territor Street				
Total completenance income for the year extent bit. Meson 2018			968.49	1005.00
Remarks out his review in their operations become				
Zermo and				
- White to Felants				
per american property (1999)				19130
Bayerman 23 March 2018	1	3076	190.75	

No distribution of daught a sure plant record a season with the company of the Park Company of the Company of the Park Company

As per many treatment of the state of

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CANNAR INTERNATIONAL MERCAT LIMITEE

AGENTATION, T.J. BATL, CARCUS, BICSTRUSS START, THROUGH-BUTCHINGS AND ASSAULANCE BILL

STANDALONE STATMENT OF CASH FLOWS FOR THE YEAR ENDED IS MAKEN 2018.

Particulars	Period Ended 31-03-2018	31-01-2017
Operating Activities		
Proffit before the	94.34	117.66
Adjustments to recognite profit before the to net cush lines:		
Representation and Impairment of property, plant		
and recognitions	14.20	um
Amendication and implement of intengible south	€.68	0.60
Norking capital adjustments:		
Increase in other Correct Americ	20.43	40.00
Increase / (Descense) in provinces.	637.53	-281.36
Cavilian recrated from operations	(896.55)	1907.29
Figure the good (not of refunda)	194.33	798.50
Net each flow from operating activities (A)	122.20	-40.30
B. Carlo Draw Draw Describing authorities		
Princhare of property, plant and equipment	21,461,07	-37,585.14
intergible apart amine decelopment	1,11	-0.13
Punchase of Burn Current Programments		39.00
Antomist received (History Income)	125.49	540.45
But said flow would be brosesting activities (II)	23,526.00	36,873.81
C. Cash face-from financing autorities		
Processed from your of share sapital	7,270,60	\$\$,772.45
Capital Reserve	-	0.75
Proceeds from borrowings	おは年	25,850.78
interpolation	-13804	4.50.00
First court flow word in figuresing activities (C)	21,800.63	\$2,824.49
Ret decrease in each and cash equivalents [A+0+C]	255.72	4,305.64
Carls and cash appreciations at the language of the year	6,724.8E	11,550.94
Carti and cash equivalents at the end of the year	8,900,700	6,224.16

The accompanying Harris and in hitagray poet of the ferenced Hartements.

Report and report of even date

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Notes to the Standarone financial statements as at end for the year ended 21 March 2018.

A. Company Decryling

Expensive international Airport Credited ("the Company") was incorporated in 30 December 3009 in India as a proute Broted company and later convenient why a public limited company in August 2010. The Company is having its registered office in Thiruwestershapsham, set up by the Government of Kerata to build and operate Kerata National Airport. The expert is being boilt at Mookhamaratistic shall in Faurur District with a proposed runway length of 3,400m or more. The expert is expected to have an annual triaffic of more than 5.41 million externational passengers and 0.14 million dominal operations as put the projected estimates for as first year of operations. Construction of the runway it in progress and the commercial observation are expected to start by 9 December 2018.

8. Significant assurating piotons

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

Studement of Complance

in accordance with the notification rewel by the Minstry of Corporate Affairs, the Company Not adopted Indian According Standards (referred to as "ind AS") confied under the Companies Dedian Amounting Standards) Rules. 2015 with effect from April 1, 2016. These Shancal statuments have been grepared in accordance with ind AS as prescribed under Section. 123 of the Companies Act, 2013 read together with the Companies Drullan Accounting Standards) Rules, 2015 and subsequent amendments thereto.

Basis of preparation and presentation.

The financial stamments have been prepared on findorical cost barn considering the applicable provisions of Companies Act 2013, except for the following thms that have been measured at fair value as required by relevant and AS. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services at the time of initial recognition.

- a) Certain financial assets/habilities are measured at fair value and
- b) Any other sens as specifically stated in the accounting policy.

These financial standowness are possessed in indian Pupers (E), which is also the Company's functional currency, All amounts are in Indian Rupers munified off to talks, except share data and per share data, unline otherwise stated.

The financial statuments of the Company for the year ended 31 Month, 2018 were authorised for your in accordance with a resolution of the directors on 16 August 2018.

III. Use of Estimate and judgment

In the application of accounting policy which are described in Para C below, the management is required to make judgment, estimates and assumptions about the carrying amount of assets and liabilities, income and expenses, contingent liabilities and the accompanying disclosures that are notably epiparent from other sportes. The estimates and associated assumptions are based on natural experience and other factors that are considered to be original and are product and community. Actual results may offer from those enforcers.

The extinuous and underlying assumptions are invested on ongoing basis. Revisions in accounting assimates are recognised in the period in which the estimates are revised.



C. Summer of Significant Accounting Policies:

1) Property Plant and Equipment (PPE)

Property. Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses if any, except for freshold land which is not depreciated.

Cost includes purchase price after defacting trade discount / reliable, import staties, nonrefundable taxes, and other directly appropriate cost of bringing the asset to its working condition in the matter intended by the management.

An item of PPE is derecognised on discosal or when no future economic benefits are expected from use or disposal. Any gain or less artising on denecognition of an item of property, plant and equipment is determined as the difference between the net disposal proceeds and the currying amount of the asset and is recognized in Statement of Profit and Loss when asset is deerecognized.

Degreement of an asset larges when it is evaluable for use, i.e., when it is in the location and condition recovery for it to be capable of operating in the interided manner. Depreciation of an asset reases at the series of the date that the asset is classified as held for sale in accordance with lod AC 105 and the date that the asset is developed.

Description of the Asset Extrasted Useful life.

Tangible:	Useful Lives
Motor webicies	A years
Flant & muchinery	15 years
Furniture & futures	30 years
Computers	±yeari
Office equipment	5 99 21
Electrical equipment	10 years

Deprecation on the Property, Plant and Equipment, is provided over the ideful life of assets, on straight like method as specified in Schedule II to the Companies Act, 2013.

Depreciation an fined assets undeed/disposed off during the period is provided on the state of addition/(disposal. The assets' residual values, useful thes and methods of depreciation are reviewed at each financial year and and adjusted prospectively, if appropriate.

2] IntangRie Awets

intergole assets expured separately are measured at cost on small recognition. After initial recognition, imangible assets are carried at cost less any accumulated amountation and accomplished requirement bases.

Software (not being an integral part of the related hardware) acquired for elternal line and treated as integrable assets.



An item of intemption want is descriptioned on disposal or when no fallow economic benefits are expected from its use or disposal. Any profit or loss arising from derecognition of an intemptible arest are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Satement of Frofit and Loss when the satet is derecognised.

mtangible assets are amortised in the Statement of Profit and Loss using the straight line method over their estimated useful lives, from the date that they are available for loss. Accordingly, at present, these are being amortised on straight line book for 10 years.

3) Impairment of targible When Property and Equipment) and intargible insets

At the end of each repurting period, the Company reviews the carrying amounts of its FPE and other intengalie assets to sintermine whether there is any indication that these senets have suffered an impainment loss if such indication exists, the recoverable amount of the asset is essentially under to determine the extent of the impairment loss. The resulting impairment ross if any is recognised in the Statement of Profit and Loss.

4) mountaines

The sumsony has not started its summercial operations and is yet to possess any kind of imperatories to state.

5) libraro

The determination of whether an arrangement is (or contains) a lease is based on the substance of the surangement at the inception of the lease. The arrangement is (or contains) a lease, if full linear of the surangement is dependent on the use of a specific around or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement. The company is not fleeing any arrangements in the eaters of a lease on the date of this financials.

fil Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when there is a present legal or combinative obligation as a result of a past event and it is probable (i.e. more likely than not) that an outflow of resources embedying economic tienefits will be required to settle the obligation unit a reliable estimate can be made of the amount of the obligation. Such provisions are determined based on management's estimate of the amount required to settle the obligation at the balance short date. When the Company expects a provision to be reinfluenced, the reinfluencement is recognised as a standarder asset only when the reinfluencement is settle-like.

Present obligations arising under onerous contracts are recognised and measured as provisions. An overous contract is considered to exist when a contract under which the unaucodable costs of meeting the ubligations exceed the economic benefits expected to be received from it. Contingent liabilities are disclosed on the basis of judgment of management / independent expects. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Foreign Currency Transactions

The financial statements of Company are presented in this, which is also the functional currence. In preparing the financial statements, transactions in currences other than the ontily's functional summits are recognised at the rates of exchange prevaling at the dates of



the transactions. At this and of each reporting period, monetary items denominated in foreign to the case are transfered at the rates preventing at that does

81 Cash Flows and Cash and Cash Equilibrium

Statement of cash flows is prepared in accordance with the indirect method prescribed in the led AS 7. For the purpose of presentation in the statement of cash flows, cash and cash reconsidents includes cash on hand, imagine, and drafts on hand, deposits held with Sanis, other short term highly liquid investments with cognial relations of 3 months or less that are readly conventible to known amounts of cash and which are subject to an magnificant risk of changes in value.

The company has planted as funds in their deposits and fund deposits with bases with original meturity more than 3 months with the intention of inecoing the commitments of construction of the sirport. Even though the deposits are having priginal maturity of more than 8 months responsy of the seguents are permaturally caused for suppose the simulativities contact obligations. The very purpose of packing title funds in the first deposits and fixed deposits are to meet the thort, term fund requirements of the company's construction spettact obligations, therefore these funds are considered as part of Cash and each equivalents for the purpose of cash fixed.

5) Asserue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow as the Company and the revenue can be reliably measured, regardiess of when the payment is being inside. Revenue is measured at the foir value of the consideration received or receivable, using into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Remotering of Services

Revenue from rendering of services is recognized as per the terms of the contract with continues when related services are perfermed and when the outcome of the transactions involving rendering of services can be estimated reliable.

As the coniquery him not started its comment of operations operational income that not been generated by the company. License first received from BPCF stat, Fuel Facts Five United (Associate Company) on the lind from used for the purpose of development and operation of a fuel farm in the airport principles is recognized as operating income.

НООИТИКЕ ПІКЕОТИВ

interest income on formula scient measured at amortised cost is recognised on a titleproportion basis using the effective interest method. The company is yet to commence
commercial operations. The whotilized surplus funds of the company are partied as short form
deposits with banks yielding warrest. Interest is consist on time basis on the amount
outstanding and at the applicable rates using the effective interest method. The interest named
on unided capital temporarily parked in flexi deposits and fixed deposits are credited to the
finall. It has account as one into As 38 and entantive AS 26, interegible Assets. The interest
existing on the borrowed funds temporarily parked in short from deposits with banks yielding
interest has been deducted from the borrowing cost as per ind AS 23, and entantive AS 16.

(O) Burnswing Costs

Scrowing cod includes resmed, commitment charges, brokerage, underwilling code, financing charges and all ancillary / incidental costs incurred as connection with the





arrangement of borrowing. Sorrowing costs which are directly attributable to account on all constitutions of qualifying assists that recessurely takes a substantial policy of time or get ready. For the mental displayers containing to those mixts using the effective recent at methods.

Borrowing costs that are directly attributed to the acquisition, construction or production of a scalinging exact are capitallised in the cost of that asset. Such borrowing costs are capitalised as part of the cost of the state when it is probable that they and result to future exposms benefits. To the artists and the costs can be measured reliably. To the autent that the borrowing cost are incurred type-fluidly for the purpose of obtaining a qualifying asset are added to the cost of the studying asset for capitalisation and the borrowing cost is reduced from any asset are expenses.

11) Employee Benefits

a) Short Term Employee Benefits

All employee benefits payable whonly within feeder manths of randoming services are classified as short-term employees benefits. Benefits such as salaries, eages, incordies offic, are recognized during the period in which the employee reinters related services and are manused at professioning amount expected to be paid when the Kabilities are section.

Part employment stripping

Defend contribution plans:

A defined contribution plan is a pest employment benefit plan under which an entity past specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards employed physicist fund to commend administrated provided fund scheme which is a defined contribution plan. The Company's contribution is recognised as an expense in the Schement of Profit and cost during the pooled in which the employee condens the related service.

a) Long Term Engloyee Berefits

The Company provides for the encurbment/ availment of leave employ for Arport Authority of India staff subject to the roles of AAI. The employees of AAI (or department with KIAI) are entitled to accumulate leave subject to limits as prescribed by AAI. The liability is provided based on the number of days of unutilized leave at each between sheet date.

As the long term employee benefits in the nature of post employment plans is not defined by the company, accordingly will approximate to been carried out. The impact of the according valuation on the defined benefit plans has not been given effect in the Exercial materierity.

The greatity Rability of the company too been provided in the books of accounts for the employees who have completed live years of service but the corresponding amount has not been dispersed by creation of a granuty fund as the human resources policy of the company is yet to be fermion; by the company. Expenses on account of granuty contribution and leave salary to the officers on deposition to the Company from the Amports Authority of india have been provided during the year under autit and applicable in the expenses for the year.

17) Taxes on tocome

Income tax expense incressorts the sum of tax currently gayable and deferred tax. Tax is recognized in the Statement of Fruit and Loss, except to the extent that it returns to keep necessaried detectly in equally or in other comprehensive second.



an Content Tax

Correct tile includes previous for income Tile sympattini under Special provision (i.e., Mannam Alternate Tile) or normal provision of income Tile Act. Tile on Income To- the correct period is determined on the basis of estimated taxable income and tile credits computed in accordance with the provisions of relevant tax laws and based on the expected outcome of accordance appeals.

all Deherred Tax

Deferred tax is recognised on temperary differences between the carrying amounts of assets and habitons in the bulance shees and the corresponding tax basis used in the computation of taxable profit. Deferred tax italificies are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deduction taxipurary differences, unabsorbed losses and unabsorbed depreciation to the extent that it is probable that future taxable profits will be available against which thisse deductible temporary differences, unabsorbed losses and unabsorbed depreciation can be utilized.

As the company has not started its operations the tax impact on the temporary differences are not recognized in the books of accounts of the company.

13) Current versus non-current dissification

The Company presents assets and liabilities in the Balance Sheet based on current/hon-current, clessification.

- a) An areat is current when it is:
- Expected to be restited or intended to be consumed in 17 months. The operating cycle of the company is not considered as the company has not started its commercial operations.
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to sattle a habitity for: at least beginn months after the reporting period.

AS other assets are stagnified as noti-current.

- by A liability is current when
- It is expected to be settled in 12 months. The operating cycle of the company is not considered as the company has not started its commercial operations.
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twolve months after the reporting period.

All other liabilities are classified as non-current.

c) Deferred tax assets and liabilities are classified as noncurrent passes and liabilities.

The operating cycle is not considered as the company has not started its commercial operations

14) Events after reporting date:

Where events occurring after the Italiance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events if any is adjusted with the standature and AS financial statements. Otherwise, events after the fishing sheet date of material size or nature are only discoored.



\$50 Carrobits per ollars)

10 final earlings per shire

Busic earnings per share it calculated by dividing the net profit attributable to owners of the Company by the weighted average examine of emany shares outstanding during the financial year.

(ii) Offsted earnings per share

Diluted earnings per their adjusts the figures used in the determination of basic earnings per share to take into assuums the after occome tax effect of inversel and other financing costs associated with dilutive protestal county shares and the weighted average number of additional stoody shares that would have been outstanding assuming the conversion of all photoe potential equity shares.

16) Compting Segments

The company has not started its operations during the current financial year and as such there are no reportable segments.

171 I air value measurement

Each value is the pinor that would be remixed to sell an accet or point to transfer a liability in an orderly pranaction between market pertoperts at the measurement date, regardless of whicher that price is directly observable or extimated using unsufer valuation technique in estimating the fair value of an asset or a liability, the Company takes into account the characteristics of accet and taking if market participants would take those into account raise value for intercement and I in disclosure purposes in these financial statements is determined in such being except for transactions in the scope of and AS SS. Normally at initial integrables, the transaction price is the best evaluation of fair value.

The fair value of an asset or a liability is measured using the assumptions that market pursicularity would use when among the asset or liability, assuming that market participants and to their economic best interest. A fair value measurement of a Hob-linance asset takes into occount a market participant's ability to generate economic benefits by using the asset is its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the departmentarion and for which sufficient data are available to measure fair value, maintaining the one of relevant observable inputs and imministing the use of unobservable inputs.

The company is holding having a point venture with Sharat Petroleum Corporation Limited for operating a fuel farm and is presently holding 25% states in the company. As the company has not spirited its operations the value has been disclosed at cost.

181 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of non-equity and a financial hability or equity outsument of another errory. The company recognities a financial asset or financial hability in its balance sheet unly when the emity becomes party in the contractual provisions of the instrument.

a) Promoted Assets

A financial asset leter also includes any asset that is each, equity instrument of acother entity or contractual collegation to receive cash or another financial sizes or to exchange feature asset or financial liability under coording that are powerfully factorable to the Company.



Financial assets of the Company comprise saids and settle equivalents, Bank bulinces, investments in equity shares of companies, investment other than equity shares, issue/ advances to employee / related parties / others, security deposit, claims recoverable etc.

tivitial recognition and measurement

All financial essets are necognized initially at fair value plus, in the zaze of financial actets not recorded at fair value through profit or loss, transaction costs that are attributable to the exquisition of the financial asset. Transaction costs if any, of financial assets carried at law value through profit or loss are expensed in Statement of Profit and Loss.

Investments in equity instruments are classified as Fair value through profit and foot, unless the related instruments are not field for trading and the company previously elects on motal recognition to present subpreguent changes in fair value in other comprehensive nature.

E) Financiar patrities

The Company's financial liabilities include loans and borrowings, occured expenses and other sources.

The Company initially recognises linguistical liabilities when it becomes a party to the contractual provisions of the instrument. All financial habilities are measured at fair williams and influence of the initial recognition which are interested at transaction price. Transaction costs that are iterately attributed to the acquisition or asset of financial liabilities if any, that are not ut fair value through profit or loss, are added to the fair value on initial recognition. Suffragions to initial recognition, the liability component of the financial natrument is manufact at amortises cost using the effective interest mathod.

Derecognition

A financial asset it primarry derecognised when:

- 1, the right to receive cash flows from the asset has expired, or
- 2. the group has transferred its rights to receive cash flows from the awart or has assumed an obligation to pay this received cash flows in full without material delay to a third party under a pass-through arrangement; and at the group has transferred substantially all the risks und rewards of the asset, or in) the group has matter transferred not retained substantially all the risks and rewards of the asset, but has transferred contract of the asset.

On demonstration of a financial asset in its entirety, the difference between the carrying impury, measured at the date of demonstration and the consideration received is recognised in gruffic or loss.

inspainment of financial assets. The Group recognition impairment list on trade receivables using expected credit loss model which involves use of a provision matrix constructed on the being of historical credit lins experience as permitted under ind AS 155

A financial labelity is derecognised when the obligation under the liability is discharged / capcelled / express.



Notes to the Standalore financial statements us at and for the year ended 21 March 2018

NOTE-1: Property Plant & Equipment

All emports are in fragmen Labbis serless stolerwise stated

The state of the											1
The right of the state of the state 19,000 10,000		110	Paris &	Peters.	WHOM	Diffe			J.	ALIAN MARK	Coppetitions
1906 1906	THE PARK										
	Secretarial the state of 1 April 2017	31,553.04							37,49634	iO.	11,71196
	Applicate Nobel Heasie	=	10:0			3.39	-	8,29	2030	133	38338.42
Department Fection State	Seed Sprompt/Wheel	L			P				F.2	11	
Committee Feet	A court in act it is bein	111/100	W.						11.221.15	1.52	1.48,031.39
Column C	SCHOOL SHIPS:										
	Accelerate Separation part	57	3.						37.EE	drt.	1
	Copmission beautions to the pensor		ū	3	2.5	134			CIBID.	0.00	-
11,080 0019	Allamentaliningtheam	,				10			1	-	
	Acuto and the season / emphasize is at 1,000,000	1	2.6					東東	inai	111	
(4.29(34) 438 25.0 1.95 44: (4.2) (4	ethe			1							
11.10 DAY 18.10 GOO 18.10 NEW 18.10 (B.11)	Asset 31 (3) milit	PE (857)	17						11.014	2,77	1,1712.44
	Applications.	H.Walle	ii.ii						11.05.11	3.40	CHICOTHE

The company is currently occupying a land admissioned to 71.22 Acres lying corregionals to this free holistand of this company. This land is proposed by KINFRA on Lehalf of the Government of Kenda with an initial plan to be based to KHA order kingle Topier moon order (VII) No. 31) (2015 dated 03-CE-2015. The Conservant of years is yet to confirm in the false agreement in the historogiest Catalins Meetings to be Need in the countries fluincial view. The value of this lease hard land is not accounted for your book of eccounts of the pompeny. The few hold land in absents competing of the property as at 21 March 2018 is 1253 Aprel (1994-125 Aprel 125) Aprel



land held pending transfer of ownership to Government

As per the GO Ms 29/201A/Trans eased 21.03.2014, secretariwan accorded to purchase 11.44 acres of land directly by VIAL for subsequent purchase to Government. Accordingly, NIAL had grandesed 30.51 acres of land for As 3,87,17,380/- out of 11.44 Acres (remaining land persons for purchase was for want of illustrated from LAO). Administrative section was accorded for the reinforcement of an amount 5: 0,87,17,802/- (lane 50.18t). No.146/2016/Franched directly to more the experiment of an amount 6: 0,87,17,802/- (lane 50.18t). No.146/2016/Franched directly to more the experiment of connection with purchase of 11.52 acres of land which was recited on 13-Apr-2016. As such, the experiment of majority and was treated as a Current Asset in the Balance Short as on 31 March 2016 as the properties recoverable from the Sprement of Karala.

NOTE - II CAPITAL WORK IN PROGRESS

Particulars	As at 31 March 2018	As at 31 March 2017
	F in Laktive	t m Cakno
Covering Ballance as in the beganning of the year	1.17,713.90	28,240.57
Add: Additions during the year	22,814.64	35,772.85
Add: Burrowing not pending capitalisation	5.348.63	4,950.99
Less: Income from temporary rivestment out of bornwed funds	44.84	-755.95
Closing balance as at the end of the year	2,46,031.39	1.17.712.98

NOTE - III INVESTMENTS (Non-current)

Farticulars	As at 31 March 2018	As at 51 Merch 2017
Equity Shares at fair value through other comprehensive income investment in CIAL BPCS Fair Fairs Private United (19,50,000 shares of BPCS Risk Flore Fairs Private United at up (prevents year 19,50,000 shares of Bu 10 each) fully paid up unquoted non-traded stated at cost hong 26% of metotal equits)	₹ in LaVins 100.00	₹ in Labbs 195:00
Tetal	195.00	195.00

As the company has not started its operations the investment is considered as available for time and the fair value is recognized at most

NOTE -TV OTHER NON CURRENT ASSETS - Capital Advances

Parsiculars	As at 31 March 2018	As at \$1 March 2017
	ž in takna	f in Salitis
Larren & Touton (1.0 - Material on Site (DPC-1) Larren & Touton (1.0 - Material on Site (Fackage A)	764.83 12.37	440.9 867.9
Michilleatron Advance (Package A) Land (MeM Peopling Transfer of Demonstructor to Government)		
Total	297.00	1,108:86





NOTE - V. OTHER ADVANCES - Other Non Current Assets

Part(colars)	As at 31 March 2018	As ut ≥1 March 2017
	:₹#iflakhs	t in takins
Umecared		
Kannur International Amount Promution Society	15.28	13.10
Security Deposits	45.EII	11.58
	53.97	24.96
Other non current assets Non Current Tax Assets		
Advance Income Tax		
Abortos Income Tarc Accessment Year 2012-18		
Advance Income Tax Assessment Year 2013-24	-207,61	307.66
Advance income Tex. Assessment year 2014 - 45	354,00	354:00
Advance recome 74s. Accessment year 2015-16.	-	
Advance Income Tax: Assessment year 2016-13	-	168.50
Advente Escone Tax. Alamament year 2017 - 18	210.35	210.15
Advince Uccome Tax: Assessment year 2018 - 18	352-25	5000000
Income Tax pard At 2013-14 against appeal with CFT-(A)	36.30	36 95
Incomin Fav paid AV 1034-55 against soppal with CIT IAI	50.43	3830
Tax Deducted at Source (Commutate)	200 90	270.25
ASSOCIATIONS—SYNCHOLOGIC	1,092,41	1,217.54
ess: Provision for Taxation	442.79	442.79
Carrier and the state of the st	650:12	785.25
Med MAY Count Entitlement	220.28	220.29
CENVAL Crodit Deferred		453.74
Total	974.18	1,474.24

CERNAT credit deferred on the counter valing duty paid for the import of inactionaries has been standered to the cast of the respective esset.

NOTE VI CASH AND CASH EQUIVALENTS (current)

Particulara	As et 32 March 2018	As at 31 March 2017
	Elecusina.	CE IN SANCTO
Relances with Banks		
# III Treasury Sermio Bank Account	0.01	501
X311 Current Account	1737	4.13
#I to Franci Depose Accounts	7,065.91	6,286,24
W) In Flee Deposit Acrowith	30.07	377.07
vi in Termi Louis (surpse d'Flexi FD)	132.58	57.38
Total	6,980.58	0,724.86



Farticulars	As at 31 March 2018	As at 31 March 2017
full-roas with flanks (of the but any of cook and look normalises). Clegoes, druhs we hard; sind. Carlo on hand.	# in Laking	CH 140hi 6,774.10

NOTE VII OTHER CHRRENT ASSETS.

Pikrticularii	As at 33 March 7018	As at 35 March 2017
	f in Labra	* in Califor
Advances other than positive Advances	724.18	416.83
Security Deposits	1.60	127
Literad Feet reconside from SATEPS (Beland Party)	27.41	47.84
Other Advances	29:14	115.02
Total	712.39	630.81

Note Vill Equity Share Capital

Particulars:	As at 31 Merch 2017	Changes in during the year	A) at 31 March 2018
Share Capitle! (a)Authorised 15,00,00,000 (leasily Shares of #1, 1507-each	1,50,000.00	1	1,50,000.00
(b) Issued, Subscribed and Park up 1059 70800 Equity Shares of its 1057 each fully park Previous Year: 98700000 Equity Shares of its 1065 and it	98,700.00	7,270.80	1,05,970,00
TOTAL	98,700:00	7,270.80	1,05,970.80

Terms rights attached to equity shares

The company has only one class of earth shares having our value of PMI 100 per share. Each holder of equivalents is onticled to one your per store. The common declarat and pays disclored in hillion rupees. In the event of Residuation of this company, this holders of arguny of service will be contribute receive remaining assets of the company, after distribution of all preferential amounts. The distribution soft be in proportion to the number of equity shares. held by the shareholders.





(x) Reconciliation of Number of Shares	Year ended	Your ended
The face value per share in Az 100/-	\$1.03.2018	11 01 2017
	No of shares	this of attanes
Number of Shares in the opening	98790000	8647m300
Charas Issued during the year		
(a) Kesale Government	(+	
(h) PSUs	300000	4380000
Ito Airporta Authority of India	19	
(d) Others - Private Sextor	6970800	7841200
led Pacify pand amores converted and fully good sharps.		227711-22
(OPSU').	-	-
(i) Others		2500
Shares brought track during the year	- 2	
Forfeited shares re-suspell		
Number of Shares as in the classing	105970800	98700000
(d) Equity Shares - Partly Paid		
Number of Shares in the spening	7.0	2500
less. Fartly part shares converted into fully paid.		-2500
Fortiding shares		3
Number of Shares as in the closing		
(a) Hights, Preference and Restrictions attached to		
each class of shares		
No back rights, preférences, réstrictions etc., attaches		
(f) Shares held by Holding Company, Subsidiary		
Company, Associates etc.		
Sturm hold for		
(1) Its Holding Company and its Littinute Holding Company	MIL.	POL
(2) Substitutions of its Holding Correspond and its Ultimate studying Complete.	NIL	HIL
(3) Associates of its Holding Company ambits Ultimate	2007	7000
Halring Company	NIL.	1416
(g) Shares held by each shareholder -	1	
(I) Holding more than 5% shares including P5Us		
[3] Goetcoreett of Kriptia - Fully Furt	35000000	35000000
(2) BPCL - Pully Paid Fally Pard	21580000	21380000
(E) Airports Apthority of Jodia - Fally Pad	10000000	10000000
141865 Yosutak	9500000	4500000





Particulare)	Year ended 31.03.2018	Your ended 31.03.2017
(II) Held by PSUs with less than 5%	No of aforms	The of Stares
[1] Farals State Bourages [Mountaining & Warkering] . Corporation Ltd - Fully Paid	#05000	80E00G
(2) Kanda Menguh & Metals turnted - Fully Field	500000	100000
El Karalla State Industrial Enterprises 156 - Folly Paid	10000	10000
as) Karala Hatinis & Mesopha Uni (KTDC) - Fully Pull)	4000	4000
(5) Kerata State Hidustrial Development Corporation Fully Paid	1000000	1000000
(h) Shares reserved for base under options and contracts/commitments	MIT	MIL
(i) During the fast five years	1 1	
(1) Reprepare number and close of share altered as fully	NII	We will
shild up there wert the contracts withour payment being recovered in cash		
(2) Appregate number and does of charge attempted as fully used up by way of ignic shares	, jul	firs.
(1) Aggregate martises and case of share bought back		
(i) Terms of any of securities consertible into	1	
Equity/Preference shares immed along with the earliest date of conversion in descending order	NUL	N11
starting from the farthest such date		
(k) Cults Unbaild		
111 fly Depti	NIL	ters.
(2) My Officers	N94	9415
(Q Shares laxued for consideration other than cash		
1) Government of Kersla	#1545000	*1503000
Number of Shares on on 1 April 2017 Shares haved during the profit	\$1293000	21393000
Number of Owies at the 31 March 2018	31593000	31533000

ficial IX: Other figuity

The same of the sa		them I have set hope			
Participanis	approximation of the second of	that id myrro	Maranesi California	Congretures (100000)	Telef.
Salance at the beginning of the retrotting period .	-	:90.76	1,119.76		1,117.79
Changes in accounting policy or prior partial arrans Recoved Selector of the beginning of the reporting	-				
p+ #		- 1			
Street Comprehensive Internal for the year	2	2	76th 94	1 83	900.56
Drugents.	-	-		5 A.III	
himshood to recent desiring	-	11 27		-	
Bry order Changes	-	E			1.0
there emiliation enters pending simmers					
Became to the end of the recording portion		36.26	140.0		171.00
Printers View		345.716	1,139.29		1.118.00





NOTE - X BORNOWINGS

Particulars	As at 31 March 2018	As at E1 March 2017
	Kin Links	Tin Lakins
Term Loan-Carners Bank Limited Term Loan-Federal Bank Limited Term Loan-South Indian Bank Limited	59,929.41 7,820.60 9,560.67	43,525,42 5,673,86 6,938,73
Total	77,330.68	56,118.02

Security and terms of repayment in respect of above borrowings are as follows:

Term four borrowings are from a consortium of banks with Canara Bank as the least bank. Marriber banks involved in the comporture are South Indian Bank Circled and The Federal Bank landed.

The Consumy agreed to borrow from the Corporation the sums to the maximum export of Rulling Cross (Number Eight hundred and Ninety two Crosss only) out of which Rs. 652 Groes (Number Shi Hundred and Ninety Two Crosss Only) is from Consta Bank, Rs. 130 Cross (Rupees One Number) and ten crosss) from South roduct bank (Limited and Rs. 90 Crosss (Rupees Ricety Crosss Only) from The Federal Bank United, on the security of improvable proporties and other security of improvable proporties and other securities manifestations.

- all : part passu first charge in all invocable and receable assets of the Company both present and future.
- (ii) The right, other and interest of the Company by way of first charge in, to and wilder all the Commant. Approvels, insurance policies and uncalled capital of the Company.
- The company has areated an equitable mortgage (EM) of 1100-18 scres of land as security for term lean sanctioned by Cenera Burst.

Further the Government of Kerula has pledged. 51% of shareholding in the company with the lenders as security to the term blan.

The terror of the loan is fixed at 15 years and 2 quarters from the 1 st quarter of FY 2015-2016 till the 2rd quarter of FY 2020, The tenor is subject to change due to delays in the construction of the sirport project and pumponement of the construction of the sirport project and pumponement of the construction of the cons

The Company shall be hable to pay panal interest at the rate of 2% per annum or at such other rate as is specified by the lending hable, over and above the normal rate of interest, from the date of default until the represent is adultion to and prespective of any other consequences and remove a wallable to the lending banks.

Agreed tate of Interest

Basis Marter	Rank of Interest per immum	Sase Rate / MCLII	Spread on the base rate	Effective Interest #ace
Canara Nank	10.40%	355%	D.40%	9.55%
South Indian Bank End	10.40%	9.804	0.60%	10754
	10.40%	9.15N	-0.406c	9.55%

Current meturities of the long term debt is not reclassified as the repayment will begin only after the end of the muraturain period or the date of commercial operation.



NOTE - AL OTHER NON-CURRENT MASILITES

Particulars	As at 31 March 2016	the second control of
Amount that to omitractions Omers	Timitahing 224:00 3:16	f in Labba (49.57 3.16
Total	226,02	80.73

NOTE - WIL OTHER CURRENT MARILITES .

Particulars	As at All March 2018	As at 31 March 2017
Amount due to contractors Deposits received	7 n. Lavnii 2,067,33 23,53	5,146.16 16.31
Tatal	2,050.84	13,167,48

HOTE -XIII PROVISIONS - Current

Particulars	31 March 2016	41 at 31 March 2017
	T in Linkho	f m takhs
Statutory Audit Fee Puyeble	5.06	2.90
Internal Audit Fee Psyable	3.84	9.65
Current statumties of long-term debt.		
Expenses Psyaphe	628.72	134.99
Statutory bisbilities	218.01	399.10
Other payables	0.06	0.06
Total	1,053,89	436.76

NOTE-XIV OTHER OPERATING INCOME.

Participlars	Year ended 11 March 2018	Year anded 11 March 2017
License Fee for Utspayed Land from MERFS. [Income From Related parties]	# IN CIANS 42:00	#2.00
Total	42.00	47.00





ROTE XV OTHER INCOME

Particulars	Year mided 3.1 March 2018	Year ended 31 March 3017
Internet on Fixed Deployes Internet on Income Tax Refund Internet on Share Final Call AV:	7 in Linhis 7 is 272.68 13.29	
Africollanoous income	18.64	6.12
Total	300,61	425.61

The interest water section 244 A of the income Tax Act 1961 on the refund of Justine tax part in advance for the Assessment year 2016-17 is received in the succent financial as per the interaction under seption (149(1)) of the income Tay Act 1961. Total amount received including the interest is \$2.260_12,694/-

NOTE-XVI EMPLOYEE BENEFITS EXPENSES.

Particulars	Year ended E1 March 2028	Year ended 31 March 2017
	Elis Laktin	f. in Lakits
Salaries & Absumitors	,557,60	782.30
Manpower Outsourcing charges	19.33	28/27
Contribution to provident and other funds.		
Employer Contribution to Provident Fyind	22.40	16:61
Employer Contribution to EDC	0.61	0.18
Provident Fund & EQU Admir., Charges	0.40	0.49
Gretistry	13.50	10.50
Leave Talliny	12.29	11.76
Staff Wellier Expenses	98.03	\$1,29
Medical Departies Reimburgement	0.33	3.73
Total	584.93	385.84

NOTE -XVII OTHER EXPENSES

Farticulars	Year unded 31 March 2018	Year ended 31 March 2017
Advertisacroent	# in takte 128.50	₹ (h Lakh); 25.70
Audit Fees		
II For Statistacy Audit:		
ALFOR Company Law Martins	2.01	2.00
bil For Reimburament of Repences		
ULFor Internal Audit		
all For Company Jaw Muthers	3.58	2.10
b) for Ameribusiness of Experiess		h.
Bunk Charges	11.	0.31 5.30
Disiting related expenses	0.66	
Currenteration Charges	4.62	3.50 0.24
Computer running and traintmence	0.25	0.24



Particulars	Year ended 31 March 2018	Year ended 31 March 2017
Consultancy charges	10.84	
CSR Expenditure	56.75	18.67
Undonn Design Competition Pritis Money	0.45	
Electricity Chargesi	4.51	4.57
Entertainment Expenses	653	4.34
housekeeping Charges	0.08	0.8
Insurance Promium Paid - Acorts	9.71	9.5
traurance Premium Paid - Medical Irisurance	5.87	t.5
Insurance Promium Part - Syniches	1.47	5.7
Land Taxes	3.15	2.1
Meeting Expenses	11,46	4.0
Miscellanesus Expenses	0.59	0.2
Numbering of Trees	T.	93
Newcouper & Periodicals	0.04	0.0
Fortage, Course & Telegrams	3.08	4.6
Frinting and Stationery	5.29	6.0
Professional Osyciapment Expenditure	0.99	0.0
Professional Fee	15.38	11.6
Project Site & office Development Expanditure		9.7
Recruitment Expenses	37.12	- 18.9
Purhicitamenta	3.11	2.5
Registration Expenses	55.95	-84
Rehabilization Expenses	18.	1.5
Front, Rates and Taxes	33.00	27.3
Prior period expenses Repairs & Maintenation-AOL	11	35.2
Regard & Maintenance Office & Guest House	0.06	2.9
flegurs & Mantenance Others	25.95	
Retainership Free-Legal	357	23
Secretarial Audit Fee	0.75	1.0
Server Houting Charges	12.1h	
Site Progress Videography		3.
Sitting Fee	0.87	0.4
Soft west gation for Running Extension		4.3
Software development charges written off	36/47	
Sportorship Pres		1.6
TDS Interest	. 21.	
Traveling Exercises	14.35	53
Trial conding Operation Expenditure	*	
Virbide Burning and Maintaneron Reports	2.05	1.4
Valtois Accomodation and Expenses	5.21	3.3
Water Charges	65.0	0.0
Total	9,10,75	207.01



NOTE -XVIII Details of CSR	Expenditure
----------------------------	-------------

Particulars	Year ended 31 March 7018	Tear ended 31 March 2017
Group amount imprired to be spend during the year	F in Calchy	₹ de Labitic 7(6
Amount spine during the year. (3 Construction/ implication of any esset : -		
(ii) On purposes other than (i) alongs (iii) Unpaid amount out of (i) and (ii) alongs	56.79	38.重7

Note VIX-Earnings Per Sham

Busic NPS arrounds are calculated by shading the profit for the year attributable to equally holders of the parent by the weighted average number of Equity theres substanding shaling the year.

Counted CPs products are calculated by the ding the profit attributable to equity fallities of the parent lafter adjusting for interest on the convertible otalisers of shared by the weighted average rundler of Equity shares outstanding during the year plus the weighted average insorber of Equity shares that would be issued on conversion of all the dilution potential Equity shares into Equity shares.

Particulars	45 21 31 March 2018	As at 31 March 2017
Front attritumable to equity holders of the company for brown	E IN LANDS	# HI CANA
Wingfilled armage number of sound shares for basic SPS*	105545878	93841340
Basic Earnings (Her Share (or face value for 100) 1949	0.95	0.01
Utect of cliuseum Vyoighted inverage mainter of equity shares adjusted for the		
affect of discharif	101648878	93900144
Diffuted Earnings per share of face value As 1001 - 1508	-6.55	-0.01

The northinal salae is its 100 per share

highe XXI, Interest in asint venture.

Pursiculars	Year ended \$1,03,3018	Year ended #1.05.2017
19.50.000 shares of BPCs son, FUTS FARM PRIVATE LAWTED AT par (previous year 19.50,000) priores of Ps. 10 each) fully part up propulated man traited solded at cost being 20% of the testal equitor.	imbo	195 03

^{*} The weighted average number of shares taxes into account the weighted average affect of changes in share transactions during the year. There have been no other transactions involving Equity shares or potential Equity change between the reporting data and the date of authorisation of these financial comments.



Note 300: Related party transactions.

Described of Allaholds	San James		
A Pappara salaman di Camara per Sa all'anno	From the control of t		
t framewo	BITTLE SCHOOL PLANT PROMISE CONTRACT		
2 Maries, Sur Comme Descrip and Substantial Security (th Francisco Spire the Ad Styles Sector th Totals Mester th Totals Mester th Totals Mester th total set Sector th total sect	Denne Denne Denne Denne Denne Denne Denne Denne Harryson Denne (bed Fragge Denne (bed Fragge Denne)	(mill)

Delpits of residual party forms around from plant profess for Section, Afril and delicence colors for an at Manch. Afric.

	Parking	Company	NAP.	Bulliations of T	91447
Specificacy of the scale	- Car.	THE R. P. LEWIS CO., LANSING, MICH.			
GASTINEST.	(Salara	1 1	11/47	V	
At 7 bascon	NAME OF TAXABLE PARTY.		1.71		3.5
FF Thirty be V	Entry				_
MI ALIENTINI	5400		71 M		-717
tils (ingrematationer) is	tien				
In Henry Debay Spinise	100 pt 100		8.0		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
	Tanan Mr.		2.75	_	51
Ste. 3: Panetty Atroval	Billing Face	4	- 54		- 31
NAME OF THE OWNER					
BOS, BML Fuel Ford Fronts Lettled	les e	int in .		-	161
Draw George (Comp.)					
SPEA WALL FAR FOUND FOUND STORE	Library WH III Value	400		-1	40.0
DHH COUNT A-FE					
REQ IN Factor from crisis	Deputy Deputy	- 共和。 共和	-		- 8

Note XXI: Financial risk management objectives and policies

Market risk is the risk that the foir value of future cach flows of a financial monument will fluctuate because of shanges in market process Market risk comprises their types of risk interest rate risk, coveragy risk and other prices that, such as equity price trisk and commodity risk. Prioritial instruments affected by market risk include issess that torrowings, deposits. For value through other comprehensive income (FeTSCI) investments and derivative filtrated instruments.

Interest rate risk

hiterest rate cisk as the root that the for value or future cash flows of a frequent instrument, will fluctuate decaying of changes in injuriest interest nature. This Company's exposure to the Hot changes in read other entrances rates which exposure to the Hot of changes in read of other entrances rates.



interest rate will affect the fair value of the sizers of the scorpany as the company has not started its commercial operations and the interest was had a direct hearing on the barrowing out to be dipitalised. The impact of increase of decrease of 100 basis points on the barrowing the last value of makes (PFF) by No. 773.21 cable.

Foreign currency this

Foreign currency like is the like that the fair value or future rach fixes of an exposure will fluctuate because of charges inforced excharge rates. The Company's supposure to the risk of shanges in foreign excharge rates relates phospilly to the purchase of assets from abroad. The company's only exposure at the exist of the year is an outstanding bottonic payable to MA's liberables QUIC_FLAVIDA Arguest Support List.China amounting to USD 13.55, 330 (AN SEC A Labra). The impact of increase or document of 100 basis around on the outstanding business will change the fair value of assets (PPE) by its 8.69 (Jahra).

Credit rick

Credit risk is the risk that counterparty will not meet its utiligations under a financial instrument or customer contract. Intelling to a financial loss. The Company is not exposed to credit risk as it has not started to commercial operations.

Financial instruments and cash deposits

Credit risk from bijlances with basis and financial institutions is managed by the Company's Financia department in accordance with the Company's policy investments of surplus funds are made only with approved assumentations and within statistic levels assumed to each counterparts.

Liquiday Hsk.

The Company more tasks to role of a shortage of funds using a liquidity planeting tool. The Company's objective is to maintain a trailing tenses continuity of funding and flee billion through the use of pane learns and other contracts. The economic has milligated the risk by placing funds in abort term deposits with banks to match with the lead time for the disburstment of loans from the banks. The Company has access to a tefficient venety of sources of funding and debt maturing within 12 months can be collect over with existing horizon.

None XXXII: Events after the requirting period

There are no material events to be disclosed subsequent to the end of the reporting period.

Note 100V: Capital and other commitments

This company has the following capital commitments towards the construction of the airport:

Particulars of Contract	Current Year	(No. in Lakha)	
THE COURT OF THE PARTY OF THE P	(fix. in Labbu)		
Software Development Costs	5.05	3.65	
EPC-1: Multiway and Airside Works	5710.00	7,710:00	
Fackage - A: Terminal Buildings	5495.00	9,860.00	
Daggage Handling Systems	463-24	501.14	
Devutors	215.32	97.54	
(Afte and Escalators	477.88	561,61	
Interior Cesign & Decaration	225.46	337.11	
Hand held and door frame metal detector	12.47	53:49	
Internal Way Finding & External UtO Facto Stanage	19629	201.83	
Passenger Boarding Bridges	868.78	835.92	
Tutal	13,775.00	20,286.09	





Note 105: Provisions & Commigent Listelland

A contingent liability exists when there is a possible but not probable lobilitation, or a present obligation that may, but probably will not require an possible of resources, or a present obligation whose amount cannot be extremed reliably. Contingent Subilities do not warrant possible to the are physicised willess the possibility of outflow of constants of contingent for the possibility of outflow of

The company has pending the following planning https://www.edit rangus courts and which in its opinion has no implied on its financial accidental to the financial statements according March 2018.

Case No.	Petitioner & Respondent	Date of admission
WP IC 1 No. 2170/2012	P. E. Kateent v/s KARC	23 January 2012
W.P. (C) No. 1005/2015	One Earth One Life w/s.f. MOLKIAL	6.11.2014
W.P. (C.) No. 85 (1017	Julius Parter uns 1. State of Secula 2. Two others	4.01.2017
W.P. (C) Nin, 101(E/2018	State of Recelu & 2 others	29.09.2033
W.P. (C) No. 19187/2017	Air Corporation Employees Ornor (ACEU) Vs. Union of India and 4 others	04.07.2027
VE.P. (C.) No. 207803/2057	Kariyii Samii 1975 Mattannur Municipality & Z others	12.06 3117
Cmylt No: 1338/2014 D	A.R. Shiji v/A L. SC. Kennud 2. Aust Collector, Kannur 3. CFE, KIAL 6feltannur	6.11.2014
iA /1507/2014	A.F. Shey (r)s DC, Nantour & Others	
виште Тад Аррия!	Appeal with Commissioner of Income 7ax (Appears) for AY 2013-14 (amount paid as advance #s 34.25,650/-)	01-04-2016
locome Tax Appgill	Appeal with Commissioner of Hourse Toy (Appeals) for AY 2014-15 (amoont paul as advance 5, 50.42,500/3)	92-92/2017

An pre-our report of even date.

For Say Yoppun & Room, Chartured Accountains

G Disept sover FRN / 0036295 Memo et 104119 Tricumbrami

25-11-2018

For Kannur International Agreet United

Cornodo

Ceritary

Director Managing Director

Chief Financial Cifficer



SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PHRWA, POWERHOUSE, LINK ROAD PALARIVATTOM, KOCHL, KERALA - 682825



IFH: 0484 -253431V.

ERCAN SERVINGER MANAGEMENT

Office of PATHAMANTHITTA, PANISSEAN, ADDOR, NOVELINARIA & KAYANKI LAN

INDEPENDENT AUDITOR'S REPORT

To the Members of .

Kannur International Airport Limited .

Parvathy, T.C 36/1, Chackia, N.H Bypass Road, Thiruvanauthapuram, Kerula

Report on the Consolidated Ind AS Financial Statements

We have madited the accompanying Committated and AS forms all statements of Kamur International Airport Limited (hereinather referred to as "the holding Company") and its subsidiariest the holding company and its subsidiariest collectively referred to as the "Group"), its associate and jointly computed entities/joint variance and joint operation, comprising the Committated Bulance Sheet as at March 31, 2018, the Committated Statement of Profit and Live (including other Comprehensive Income), the Committated Contributed Statement of changes in Equity, for the year then ended, and a summary of significant necessaring policies and other explanatory information (hareholder referred to as "the Cornellidated Figuresial statements").

Management's Responsibility for the Consolidated Ind AS Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated figure in large material and the response of the Companies Act, 2013 thereinetter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance (including other Comprehensive Iscorne), consolidated cash flows and consolidated stammers of changes in squiry of the Group including its Associates and Jointly controlled entities feith ventures and Joint operation in accordance with the accounting principles governly accepted in India. including the Indian Accounting Standards (Ind AS) specified under Section 153 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014: Indian accounting standards prescribed under Section 133 of the Act . The empective Board of Directors of the Companies included in the Group and of its Associates and Jointly controlled entities their ventures and Joint operations are responsible for quantizative of adequite accounting treesds in accordance with the provisions of the Act for safeguarding the animate of the Group and the Associance and its Jointly controlled entities Joint vermons and Joint operations and for preventing and detecting finals and other oregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and pradent; and the design, implementation and maintenance of adequate interest financial controls, that were operating effectively for ensuring the occuracy and completeness of the accounting seconds, sein-out to the preparation and presentation of the Ind AS financial stammers that give a rose and till view and are free from material minimument, whether due to frond or error, which have been used for the purpose of preguration of the consolidated financial statements by the Direction of the Holding Computer, as aformant.





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 there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 145(10) of the Act. Those Standards require that we comply with othical requirements and plan and perform the audit to obtain removable assurance about whether the complicated 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 list AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated list AS financial statements, whether that to find of error, in making those risk assessments, the auditor considers internal financial coursel relevant to the Holding Company's proparation of the consolidated list 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 appropriates so of the occurating 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 list AS financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in sub-paragraph (a) of the other matter paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

Basis For Qualified Opinion

We draw your attention to the following qualification to the undit opinion of the financial statements.

- The Company has accounted the asset "passenger boarding bridge" on 31-03-2018 for Rs.7,33,76,249/- based on Performs Invoice. The invoice was dated 23-04-2018 and actual delivery of the asset was in the financial year 2018-19. Hence that extent the assets and limitities of the Company remains overstated.
- In each flow statement an annual of Rs.272.68 links being interest received from deposit of borrowed capital is included under operating activity instead of showing in financing activity.





We draw your attention to the following qualification to the audit opinion of the financial statements of BPCL-KIAL FUEL FARM PRIVATE LIMITED, a joint venture of the Company issued by an independent firm of Chartered Accountants vide its report dated 26/07/2018 reproduced by us as under:

- 1. The Company has not accounted for the service tax and GST charged by the Bharat Petralium Corporation Limited for the valuey reimbursement billed by the party during the year. Further the Company has written back the service tax charged by the BPCL and accounted by the campuny during the previous years under the head exceptional items (Note No.17). Hence the company has understated its Other Current Liabilities (Note No.10) to the extent of Rs.6.66 lakks bowards salary reimbursement to Bharat Petroleum Corporation Limited, as compared to the confirmation obtained from the party concerned. The above qualification results in overstatement of income by Rs.2.54 lakks and understatement of liability by Rs.6.66 lakks.
- 2. The Company has not adopted the Audited Ind AS Financial Statements for the financial year 2016-17 in the Annual General Meeting till the date of this report. The opening balances for the year 2017-18 have been brought forward based on the non-adopted Ind As Financial Statements. The possible effect if any in the opening balances for the year on subsequent non-adoption of the financial statements cannot be quantified.

Qualified Opinion

to our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, associates and jointly controlled entitles / joint venture and joint operation, the aforesaid consolidated financial statements give the information required by the Act in the manter so required and except for the effects of the matter referred to in the Basis for Qualified opinion paragraph above, give a true and that view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs (financial position) of the Group, its associates and jointly controlled entitics/joint ventures and joint operations as at 31th Match, 2018, and their consolidated loss (financial performance including other comprehensive income.), their consolidated cosh flows and convolidated statement of changes in equity for the year ended on that date.

Other Matter paragraph

- a) In point No.9 of significant accounting policies, Revenue Recognition, the interest carned to the extent of unused capital is credited to the profit & box account us per Ind AS 38 has to be replaced by Ind AS 18 (Revenue) read with Ind AS 109 (Financial Instruments)
- b) The company has not filed the financial statements as required under section 137 of the Companies Act, 2013 with the registrar of Companies. Necessary disclosure regarding the additional fees payable and flows imposable is not provided in the financial statements.
- c) The Company adopted the Financial Statements for the year 2016-17 without obtaining the report from Comptroller & Auditor General of India as required under section 594 & 395 of the Compunies Act, 2013.





- d) Changes in Accounting Policies The company has changed the accounting policy regarding treatment of Taxes & Duties which was earlier capitalised in Capital Work in Progress. During the current financial year Company has transferred Rs.4,38,35,385.40 being the CVD on various assets to input credit of GST (TRAN -1). This change was not disclosed in the notes to accounts.
- The liability autstanding to KELTRON Rs.11,29,2585 towards the purchase of software was treated as remission of liability and taken as exceptional item.
- f) The reconciliation of Tax Deducted at Source us per Form 26AS and Books of Accounts are not provided for our verification
- g) As per section 171 of The Goods and Services Act, 2017 any reduction in the rate of tax on any supply of goods or services or the benefit of input tax credit shall be passed on to the recipient by way of reduction in price. The company has got certificate under section 171 of the GST Act from Larson & Toubro and provided the necessary entries in the books of accounts but no such certificates were obtained and not provided necessary entries for other contracts.
- h) Lurson & Toubro charged GST on involves without deducting the service portion of the advances made during pre GST regime which was exempted from Service Tax at that time.

Report on Other Legal and Regulatory Requirements

- As required by section 143 (3) of the Act, based on our sudit and on the consideration of report of the other auditors on separate financial statements and the other flusticial information of subsidiaries, associates and jointly controlled entities joint ventures and joint operations, as noted in the 'other matter' programph, we report, to the extend applicable, 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 purpose of our must of the aformalid consolidated financial statements.
- 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 and reports of the other auditors.
- c) The Consolidated Bulance Sheet, the Consolidated Statement of Profit and Loss including Office Comprehensive Income, the Consolidated Statement of Cmh Flows and the Consolidated Statement of changes in Equity dealt with by this Report are in agreement with the books of account
 - d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - We find not have any observations or comments on financial transactions or matters except the matters prescribed in the Basis for Qualified opinion paragraph above, which have adverse effect on the functioning of the Company.





- On the finite of the written representations received from the directors of the company as on 31° Murch 2018 taken on recent by the Board of Directors of the company and the reports of the statutory auditors of its joint venture incorporated in India, name of the directors of the Group companies, its joint venture incorporated in India is disqualified as on 31° March 2018 from being appointed as a director in terms of section 164(2) of the Act;
- g) Qualifications, reservations or adverse remarks relating to the maintanance of accounts and other matters connected therewith are disclosed in Basis of Qualified Opinion Paragraph.
- h) With respect to the adequacy of the inturnal function over financial reporting of the Holding Company, its subadiary companies, associate companies and jointly controlled entiries/joint ventures and joint operations incorporated in India and the operating effortiveness of such controls, refer to our separate Report in "Annexaty A".
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 13 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 and based on the consideration of the report of the other auditors on separate francial materians as also the other francial information of the inint venture, as noted in the 'other matter' paragraph.
 - 1) The Group has disclosed the impact if any of pending linguitions on its ferencial position in its coppolidated and AS financial materioris.
 - (i) The Group is not required to make any provision, as required under the applicable law or accounting attendands for material foreseeable loses, if any, on long-term contracts metading derivative contracts.
 - (iii) There were no amounts which were required to be transferred to the investor Education and Protection Fund by the Group, and

FOR SASI VIJAYAN & RAJAN

(E.R. No. 0936295)

G DILÎMP KUMAR FCA

Farmer M.No.104319

Place: Thintvarianthapurum

Date : 13/11/2018



SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PRRWA, POWERBOUSE LINK ROAD PALARIVATTOM, KOCHL, KERALA – 682625



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Office of PACHONAMORPHETA, PANILLI, OK. ADDRIK HAVELINGGE & KANAMORLAN

"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT.

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 fluoreial controls over financial reporting of Kanniar International Airport Limited ("the Holding Company") and its nabridary companies which are companies incorporated in India as of March 31, 2018 in conjunction with our audit of the consolidated Ind. AS. financial statements of the Computer for the year naded on that date.

Management's Responsibility for Internal Financial Controls

The respective Company's management of Holding company and its subsidiary Companies, which are companies incorporated in India are responsible for establishing and maintaining teneral financial controls based on the internal control over financial reporting ariteria established by the Company considering the countril components of internal control stated in the Gustance Note on Architectural 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 sufaguarding of its ansets, the prevention and desection of financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the holding company and its subridiary companies, which are companies incorporated in India based on our malit. We constacted our mulit 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 decreed to be prescribed under section 143(10) of the Companies Act, 2015, to the extent applicable to an mulit of internal financial controls, both applicable to an undit of internal financial controls, both applicable to an undit of Internal Financial Commiss and both issued by the Institute of Chartered Accountants of India. These Standards and the Guidance Note require that we compily with others requirements and plan and perform the mulit to obtain reasonable assumes about whether adequate internal financial commissioned and if such controls operated offorcoverly in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the inturnal financial controls system over financial reporting and their operating effectiveness. Our matter of internal financial controls over financial reporting included obtaining as 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 minutatement of the financial statements, whether that to finall overror





We believe that the audit evidence we have obtained and the qualit evidence obtained by the other auditors of the subsidiary companies, which are companies incorporated in India, in terms of their report referred to in the "other matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's intermal financial controls system over financial reporting of the hadring company and its subsidiary companies, which are companies incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide renormable 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 fituratial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable iletail, according and fairly reflect the transactions and dispositions of the another of the company; (2) provide reasonable assurance that transactions are recorded as necessary to pertail preparation of financial statements in accordance with generally accepted accounting principles, and that (excepts 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 anotherization, one, or disposition of the Company's most that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Biocaise of the inherent limitations of internal thrancist controls over financial reporting, including the possibility of collinson or improper management oversiding of controls, material misstatements that as error or finand 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 over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies of 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 affectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control mated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the fontance of Chartered Accountants of India.

For SASI VIJAYAN & RAJAN Churtimed Accountants (F.Jl. No. 003A295)

> G DILBEP KUMAR FCA Partner M.No. 104319

Place Thirwananthoporum

Date | 13/11/2018



SASI VIJAYAN & RAJAN CHARTERED ACCOUNTANTS 72 PHILWA, POWERHOUSE LINK ROAD PALARIVATTOM, KOCHI, KERALA - 682025



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"ANNEXURE D" TO THE AUDITOR'S REPORT FOR THE YEAR ENDED 31-03-2018

SLNO	Directions/Sub-directions	Action Tables	Impact on Figureial Statements
100	If the Company has been selected for districtment, a complete status report to terms of voluntion of Assets (including intengible assets and lend) and Liabilities (including Committed and General Reserves) may be examined, including the mode and present stage of districtment process.	The company has not been selected for distancestment disting the fununcial year 2017-2018.	NA
323	To report whether there are any cases of water/write off of debts/loans/iolizest etc; if yes, the reasons thereof, and the amount involved	BSML - 2,00 Professional Tex - 2,620,00 Stuffer I. Amin - 5,469,00	No material Impact
3	Whether proper records are maintained for inventories lying with third parties & sssets monived as gift from Government or other authorities.	According to information and explanation given to us these are no insenturies lying with third parties and up assets lasse bean received as gills from Government or other authorities.	NIL





4	A report on age-wise analysis of peoding legal/arbitration cases, including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	The Company has 10 pending legal/arbitration cases. The age-wise classification obtained from the management is as under. More than 3 years - 3. One to Three years - 7. Less than one year - 0. Total 10. These cases are pending for hearing/disposal at the respective forums. The Company has a system for menitoring expenditure on legal cases (foreign and local) which, in our view, is effective.	NII.
3	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.	a) As per GO.Ms 29/2014/Trans dated 21/03/2014, sanction was accorded to purchase 11,44acres of land directly by KIAL and subsequent transfer to Government. Accordingly KIAL had purchased 10.52 acres of land for Rs 9,87,17,980,00 out of 11.44 acres (remaining land pending for purchase for want of documents from LAO). Administrative sanction was accorded for the reimbursement of an amount Rs 9,87,17,982,00 (Vide GO(Rt)No.146/2016/Tran dated 22/03/2016) to meet the expenditure incurred in connection with purchase of 10.52 acres of land which was realized on 13/04/2016. Company has written to the Government vide Letter No.KIAL/CA/91 dated 29/04/2016 to pass necessary orders for transfer of ownership and the GO is pending for issue. This land needs to be transferred to Government since ownership of any land other than land in the form of equity contribution by Government in KIAL should west with the Government and Jeased out to KIAL.	NIL





	b) Out of 621.67 acres of land acquired on phese II, an extent of 24.67 acres of land was to be leased to the Company. The extent of 74.67 acres outsides 3.45 acres of land, which is to be transferred to local self government institutions for development of totals in the land provided for rehabilitation. The local agreement for 74.67 acres is pending. Hence, losse rent tas not hear accounted.	NIL
--	---	-----

X	Whether the Company has taken adequate measures to prevent sucroschment of idle land owned by it. Whether any land of the Company is encroscibed, under hitigation not put to use o declared surplus? Details may be provided	According to information and explanation given to us, there is no land belonging to the Company which is encounted, or under litigation not put to use nor declared as surplus land.	MI.
2	Whether the system in vogue for identification of projects to be taken up under Public Private Partnership in in line with the guidelines/policies of the Gracement? Comment as deviation, if any	According to information and explanation gives to us, this Company does not come under the Public Private Partnership guidelines and policies framed by the Ministry of Finance, Government of India.	NIL
Ē	Whether system for monitoring the execution of works vis-6-vis the milestones significated in the agreement is in existence and the impact of cost escalation, if any, severals/forces from contracts, ste., have been properly accounted for in the books.	Yes, there is a proper system for monitoring the execution of works vis-5-vis milestones significant cost establishes was noticed.	NII





(14)	Whether fands received/receivable for specific schemes from committation agencies were properly accounted florational? List the cases of deviation.	According to information and explanation given to an the finds received from the State Government, converted as Shore capital has been properly accounted infutilized.	NIL
4	Whether the bunk guarantees have being revalidated in time?	There were no pending secondidation of Bank Guarannees during the year.	:NA
(0)	Comment on the Confirmation of linfances of trade receivables, trade psychiats, term deposits, bank accounts and coab obtained.	The management has obtained confirmation of bulances from hard accounts. Confirmation of bulances have not been received in sempert of the accounts receivables and purables, in reply to the request for confirmations sent to these purties by the Company.	Nn.
2700	The cost incurred on attacional projects may be quantified and the amount actually written-off shall be thentomed.	There were no attentioned perjects during the year under Audit.	DAIL.

For SAST VIJAYAN & RAJAN Chartered Accountants (F. R. No. 6036295)

G DILEEP KUMAR FCA Partner

M.NO.TO4319

Place: Thiromnanthaporum Date : 13/11/2018



EANNUM INTERNATIONAL ALBERTAL LIMITED FARVATHY: T.C SA/B. CHACKS, M.H. STYASS ROAD. THIS UVANANTHAS GRAM. STRACA COMPOUNDATED BASANCE SHEET AS AT S.1 MARCH 2018.

All premotes are in Human Labouria less other-one stated Sate AR ST. ALST. Particulars Nic 31 March 2018 51 Merch 3017 SHITT Mon-current assets 21,639.10 75,625,48 Property Park and Squares Capital work in progress: Ü 3,46,021.38 1.17,712.96 Other interglule Asset. 3.00 1.77 Fermelal Assets 358.34 Towestering accounted for using the equity method HI. 136-87 Other non-running summa 197.00 Capital Advances W 1,908.86 ٧ 926.38 1,474,76 Other advisions 1,79,031.30 1,91,283 85 Cherrent accets Filiamical Assists Sinds and Sant equivalents w. 6,774.88 4,590.58 Other morest assets WII 792.39 610.81 7,762 117 7,155.47 TOTAL ASSETS 1,88,754.87 1.55,545.33 EQUITY AND LIABILITIES Esulty WIII 1,05,570 8W 96,738:00 County Share capital. 122.64 恢 Other Danilly: 1,177.33 99,123,31 1.06.103.44 LIAMILITIES Non-nurrent franciscour. Emmoial tilabilities 54,11E.02 YX.320.68 Borninelings Other noo surrent totallies. 34 336.03 80.25 77,546.70 96,712.71 Current Sub-littee Citium current Nabilities 306 2,21000304 1.162.48 300 1263.89 435.75 Province: 3:144:73 1,589.24

The accompanying rodes are an integral part of the file social absternance

TOTAL EQUITY AND LISABILITY

As per our report of over date:

For Sell Vigyar & River Chartery & Accritication

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RANNUR INTERNETIONAL AMEDIT LIMITER FANYADOL LE BADA SHADA HA BERRES BOAD THROUGHANDERAM, ETRALA

ELEMPONICATED STATEMENT OF PROPET ONE LOTS FOR THE PLEIOS SHOES SO MARCH SINCE

All promises pre- of Property Laboratory of the purpose of the state of

Гынкын т	Name Wes	For the year under:	For the year ended 31 March 2017
Second for supplied	W/s	Arad	k7:00
Office and the second	100	500.51	205.95
Tarial Recentual	777.2	341.00	-07.61
Exports eq.:			
Company Service Assessed .	308	144.10	221.64
Suprestation and americanic memori	19	14.85	124
Functions 4.44		33,636	
Other sections	25/6	510.15	217.50
Folgi experient		3,334.34	.905.49
Front technic share of our profits of frequencies possessited for impig equatic method and has there of not profit of accomplish accommission for party for south front of		Him	5(84)
Fruitt before ecceptional tiems and tax		1,203;64	(100.31
Econological		20.00	
fricitt before tan		-990.69	(155.31
Tax receives			
(COLUMN DESCRIPTION DE LA COLUMN DE LA COLUM		5	100 40
high pick for the partial Warn but brushe and arrest		-000.00	49.30
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The last transfer of transfer of the last transfer of the last transfer of transfer of the last transfer of transf			
Front (Leni) for the series	1		
Other Commissioner (Commissioner)		-	
A 10 turn that without by review that he profit and has higherman constabling to turn; that sell out to be perfectled.			
th graft or time			
 Species that will be estimated to profe at less difference for entiting to better that all the exhibit further 			
production of the production o			
purved. Earnings per equity share of hose value Ru.100/			
The the sentrating operated in this	100	-0.88	-08
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CANNON MICROSATIONAL ASSOCIATIONS AND ASSOCIATION OF A STANIAL ASSOCIAT

CONDUCTATES STATEMENT OF CHISCOS IN EQUITA YOU THE YEAR ENDED AS MARCH 2019

a. Zunite Phore Coattal	world the Control		
+ principle	Distiller	Amount .	
An at 5 April 2016		362/01/01	
Charges in the equity than moved		18389 46	
Ai #: 31 March 2017		38,796:00	
Changes in the route share make	700	1,2111.00	
As at \$1 March 2018		1,61,972.85	

8 - Biller Spelly:

		parties - miles	g	-
Pulskimini		Capital reserve	Pataised facings	Total Other South
Batance at 1 April 2814	389 (0)	10.40	1.142.33	1.872.98
HOM / Special Ser Mile year	747		40.00	411
Taller Comprehension bisser or				
Total templahansse lezense für file year ender 31 March (CE)			49.90	90.00
water and record in their country in events.				
Middle B. pett				
Tartoria y at places.		0.31		9,0
Control of the contro	.340.20	*		10.0
Salahon at 31 March 2017		30.79	1,392.63	2,123.33
Seria Stand to the year			-018.53	100.0
(Met Congressee income				
Tural contention the many for the year and of \$1 March 2018			377.52	994.61
Tributant all, much hills young to survey.				
ru tidure an illierte				
State authorities maning arming afformation				
Salance of JT Warth 2018		38,14	101 #4	111.61

The above the recovery of the paper is easily free of the result of the paper is a second or a contract of the form of the for

Arem on their of months

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GAWMUH INTERNATIONAL AINPORT UNOTED

DESCRIPTION AND ADDRESS OF THE PARTY OF THE

CONSDICIDATED STREMENT OF CASH FLOWS FOR THE YEAR ENDED 21 MARCH 2018

Persinitives	Farred tribut \$1-63-2918	31-03-2017
Operating Activities		
Profit byfore tax.	-000.00	150.30
Adjustments to resumple profit before on its set such Boies.		
Depression and implement of property, ident		
and production	34.20	12,00
. Amortization and implement of letting little assets.	mak	0.62
Paintaine charges in investments:	-21.79	32/0
Working source adjustments:	31311	
Imigrans in other Current Augris	20.40	-4E.24
Immercian / (Decrease) in provinces.	427.03	-312.21
Coult gavernment from repenaltions:	-910.55	987.25
mounts tax people (part of referred)	194.22	6.9
Net cade flow from operating artistion (A)	177.32	-40.11
E. Carls Nine from Investing authorities		
Pyrithma of property, plant and management	32,661,07	(27,389.59
Principles soon under development	1.55	41
Purchase of Stan Carrent Investments	3777	30.00
toperant received (finance receive)	13139	SAE-ID
Net cash flow word in Investing attractes (N)	22.526.00	-M.977.62
C Carli flow from Beauting achielites		
Properties from home of above trapitor	2,390.00	21,720 40
Clairtal Pasatrie		11.23
Proceeds from bocrowings	E1,755.66	35,855.76
Disposed paid	3.500.68	4,9959
Not could filled seeml by first-rolling settinities (C)	22,9894.88	33,436.40
virus critical between fitting on institutional distributions for I	255.72	A,825.64
Net decrease in each and cash equivalents (ArthrC		71172272
[전문] [1]	6,724.86	11,956.52

The incompanying nates are an American's of the Basery's debrising

As air our report of even date

FOCUSAL TRAVEL & BADIS

District Suppliers

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March # 104118 I wond-

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Notes to the Consolidated financial statements as at and for the year ended 31 March 2018

A. Company eventions

Sancur interpretational Amport Combine ("the Company") was incorporated in 20 December 2009 in India as a private lember company and table conjugate into a public limited corporaty in August 2010. This Company is having its registered office in This construction, set up by the Conformation of Earsta to build and operate Contral international Amport. The airport is being build at Moord apparatible area in Contral Contral in processed subsets forget of 3.400m or more. The airport is expected to have an attend traffic of store than 3.47 million international passengers and 0.54 million domestic passengers as set the proposal actions for as first year of operations. Construction of the narrows is in programs and the commercial operations are expented to start by 8 December 2018.

8. Precipies of persolidation and equity accounting

The consolidated financial statements comprise of the financial statements of the Company and M/s. BPCL 6WL Fiel Farm Provide Limited at an March 31, 2018. The company is holding 26% of the voting power as at 81 March 2018 and the balance 74% being held by Sharet Patroleum Corporation limited.

Interest # Juint Venture

The company has invented in a joint version as a party to joint version and does not have joint control over that. Such control is the contractually agreed aftering of control over an economic activity, and exists only when the strategic features and operating decorats relating to the activity order in the contributed occasion of the parties sharing control. Investments in joint vertices with 75% forming a accounted as an associate and consultanced using the equity method of accounting.

Energy method

Under the equity method of accounting, the assestments are suitably recognised at soci and adjusted the matter to recognise the Company's share of the post-acquisition profits or littles of the investee in the Concountated Statement of Profit and cost, and the Company's share of other components in come of the investee in other comprehensive income.

When the Corquany's share of itumes in an aquita accounted investment equals of exceeds its animals in the entity, including any other unusuated large-term receivables, the Company does not recognise further losses, unless it has incurred obligations or made payments on broad of the other entity. Unrealised gains if any on transactions between the Company and juminations are eliminated to the extent of the Complany's interest in these orbities. Unrealised comes if any are also eliminated unless the transaction provides emisence of an impairment of the asset transferred. Accounting policies of equity accounted investment from born changed when recognity to amount consistency with the policies adopted by the group.

The carrying amount of equity accounted invectments are tested for impairment in accompanies with the dollar.

HI. Changes in awnership intermets

Without the Company seems to equity account for an exceptional because of a last of control or significant influence, any retained interest to the entity is remeasured to its face eatie with the there is carrying amount recognised in Consultation Statement of Front and Loca. This face value becomes the initial corrying amount for the purposes of subsequently accounting for the recorded interest as an associate. In addition, any amounts proceedly recognised in other companies income in respect of that associate are accounted for an if the Company had denictly disposed of the interest as associate are accounted for an if the consumptions previously accomposed in other companies associate are respected to profit or total.



If the saveration interest in an associate is induced but joint control or significant influence is retained, only a pracordinate share of the amount previous recognised in other comprehensive recome are reclassified to profit or loss where appropriate.

Significant accounting policies

The principal accounting position against in the preparation of these consolidates financial statements are set out below. These policies have been constitutedly applied to all the years presented.

State mante of Continuous

in autoritative with the neptication issued by the Minutry of Corporate Affairs, the Company has adopted factor Accounting transform [inflored to a, "MELAS"] needed under the Company is adopted factor Accounting thurstood; Pulse, 2015 with effect from April 1, 2016. These controlled makes from statements have been progrand a accordance with 500 AS as prescribed under Section 1.13 of the Companies Act, 2013 read together with the Companies (Indian Accounting Standards) Rules, 2013 and subsequent amendments thereto.

Busin of pressuration and presignation

The constricted financial materiality have been prepared on historical cost busy considering the applicable provisions of Companies Act 2013, record for the following starms that have been recounsed at fair value as enjoyed by recount hid AS. Historical test is generally based on the fair value of the convergence painting for providing the convergence of live and area of the time of live in equipment.

- Errain financial essenziabilities are measured at the value and
- till Any other form as apeoficially stated in the accounting policy.

These constituted financial statements are presented in indian fluores (f), which is also the Company's functional commiss. All amounts are in indian Rupter resided off to faith, except share data and per share that, unless otherwise stated.

The committated financial statements of the Company for the year states 31 March, 2018 were authorized for inside in accombined with a resolution of the (firections on 18 August 2018).

III. Use of Extends and paterners.

In the application of accounting policy which are described in Para D holder, the management is because to make adaptive, estimates and expectation, about the conying amount of access and liabilities, attorns and expectes, contingent liabilities and the accompanying disclosures that are setably apparent tions other seasons. The eminates and associated assumptions are based on lesturess experience and other factors that are considered to be relevant and are prudent and reasonable. Actual emults may differ from those estimates.

The extinutes and underlying assumptions are reviewed on organing basis. Revisions to accounting estimates are recognised in the period in which the outlinates are revised.

B. Summary of Significant Accounting Policies.

11 Property, Flant and Equipment (1991)

Property, Plaint and Equipment are stated at cost mit accumulated degradation and accumulated impairment losses if any, except for feedbald land which is not degradated.



Cost includes quechase since after deducting trade discount / retain, import fluttes, minrefundable takes, and other directly attributable cost of bringing the solet to its working condition in the manner intended by the management.

An item of PTE is derecognized on disposal or when no future expensive benefits she expected from one or disposal. Any gain or loss arising on derecognizion of an item of disposal proceeds and the company expensive of the expen

Organization of an espet bogers when it is assume for use, usi, when it is in the location and condition necessary for it to be capable of operating in the interided manner. Depreciation of an asset season at the earlier of the date that the asset is season as full for sain in accordance with ind AS 205 and the date that the asset is derecognisms.

Description of the Japen Figurest Caeful libr

Tangibie:	Useful Dives
Matter withindes	N system
Flant & muchinary	35/years
Funiture & Falues	10 (10)
Cooputers	2 years
Office equipment	5,9600
Electrical Association of the	10 years

Depreciation on the Property, Plant and Equipment, is provided over the qualitable of assets on straight fine mythod as specified in Schedulic II to the Companion Act, 2013.

Depreciation up front assets added/disposed off during the period is provided on pool and have with reference to the during addition/disposal. The assets' residual values, starful from and reamons of depreciation are reviewed at each limited lessy and and arthorise processors ety. If appropriate.

Zī intanghis Amets

intangible assets acquired according are measured at cost on initial recognition. After initial recognition, intampble assets are carried at cost loss any accumulated amortisation and accumulated impatrial tosses.

Software than timing an integral part of the related handware) acquired for internal use are trioloid as integrable assets.

An error of intemptife asset is derecognised on disposal or when no future encounter terrelits are expected from as due or disposal. Any profit or less arising from derecognishin of an intemptife asset are missioned as the difference between the net disposal proceeds and the carrying amount of the suset and one recognises in the consolidation Statement of Profit and Loss when the exist to derecognised.



Intergible assets are amortised in the contributed Statement of Profe and Communing the straight line method over their estimated world lives, from the date that they are available for use. Accordingly, at present, these are being amortised on straight line being for 10 years.

11. Impairment of tangible (IPP) and intengible assets.

At the end of each reporting period, the Company reviews the carrying amounts of its FPE and after prompted exacts to determine whether there is any indication that these assets have sufferent an insperment four if such indication exists, the recoverable amount of the sesset is estimated at order to determine the extent of the impulment loss. The resulting impurment loss if any is recognized in the Consolidated Statement of Profit and Loss.

41 inventories

The company has not started its commercial operations and a yes to passess one kind of insentones to note.

St. Contact

The dimension of whether an arrangement is for contained a lease is black on the substance of the arrangement at the exception of the lease. The arrangement is (of contains) a lease, if followed of the arrangement is dependent on the use of a specific usest or usests and the arrangement consent a right to use the asset, or assets, even if that right is not explicitly specified is an arrangement. The company is not belong any arrangements in the nature of a lease on the date of this convolutated francism.

63 Provisions, Contingent Gabilities and Contingent Assets

Provisions are recognised when there is a present legal or constructive oringation in a result of a past event and it is provided (i.e. more likely than next) that an outflow of resources enthalping economic benefits will be required to antifer the obligation and a reflettle extinute too he made of the amount of the obligation. Such provided is an determined thank on management's estimate of the amount recovered to settle the obligation of the palaries should date. When the Company expects a provision to be reintbursed, the reintbursement is recognised as a consolidated asset only when the reintbursement is virtually contain.

Present obligations arising lander phenous sontracts are recognized and measured as providions. All describs confract is considered to exist when a startract under which the shared-lader sonts of meeting the obligations exceed the economic benefits expected to be received from it. Contingent liabilities are disclosed on the basis of judgment of management / independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

7) Toreign Compact Transactions

The consolidated financial statements of Computy are presented in DOI, which is also the functional currency. In preparing the consolidated financial statements, transactions a currencies other than the entity's functional currency are recognised at the rates of exchange prevailing at the clutes of the transactions. At the end of each reporting period, mointain describing at the foreign currencies are transacted at the rates prevailing at that state.

51 Cesh Flows and Cash and Cash Equivalents

Orinorhidated Statement of cash flows is prepared in accordance with the indirect methods prescribed in the aid 45.7. For the purpose of a mercurion of the consoldated statement of





can't flows, cash and cath indevalents includes cash on hand, chepter and drafts on hand, depends halfs with Barks, other short time highly bound investments with original maturities of a months or less that are readily conventible to known amounts of cash and which are subject to an insignificant cirk of changes in value.

The company has paried its funds in florid descripts and fined appoints with tanks with prignal maturity more than 3 months with the expertion of meeting the commitments of construction of the airport. Even though the disposits are being original maturity of more than 3 months majority of the deposits and juminaturely closed for popularity construction contract stringstons. The very purpose of parking also finds in the fixed deposits and fixed deposits are to meet the chart tech funds requirements of the company's construction contract obligations, therefore their funds are sensitived at part of Cash and cash equivalents for the purpose of each flows.

30 Revenue Recueration

Revenue is recognized to the extent that it is probable that the contonic benefits will fine to the Company and the revenue can be reliable measured, regardies of when the payment is being made, flavorius is measured at the fair value of the consideration received or reconsideration and excluding times or duties taking who account contractually defined torres of payment and excluding times or duties collected on benefit of the appropriate.

Hendering of Services

Revenue from rendering of services is recognized as per the terms of the contract with customers when related services are performed and when the dutcome of the translations impriving rendering of services can be estimated reliably.

As the company has not started its commercial operations spenational income has not been generated by the company. Uconse has received from BPCS-BBB, full Fairs this Limited (Associate Company) on the land being used for the purpose of development and operation of a fuel farm in the suport premises a recognised as operating income.

Indonest frasirie

interest income on financial around measured at arrunned cost is recognised on a firmamportion bear using the effective interest method. The company are parked in short term
commercial operations. The amplicate surplus funds of the company are parked in short term
plegosts with banks yielding interest interest is account on time back on the amount
contributing and at the applicable rates using the effective interest method. The interest surrent
on unused capital temporarily parked in first deposits and freed deposits are are study to the
fruit, it (can account as per find Ac 38 and entantie AS 36 interpolic Assets. The interest
world on the borrowed funds temporarily parked in short term deposits with tunish yielding
interest has been deducted from the formoving cost as per find AS 28 and expensive AS 16.

10/ Honowing costs

Borrowing cost miskes interest, commission compare, broketage, understaining costs. Broketage strangers and all ancillary / socialistical costs incorred in commission with the arrangement of borrowing Borrowing costs which are directly actituitable to acquisition / construction of apartifying assets that necessarily takes a substanced period of some to get rectly for its intended one are capitalised as a part of cost perturbing to more assets using the affective actions?

Remoteuring cours that are directly attributable to the acquilables, construction or production of a qualitying cost are included in the root of that aues. Such borrowing costs are capitalised as



part of the cost of the asset when it is propublic that they will result in future economic benefits to the entity and the costs can be measured reliably. In the excess that the borrowing cost we incurred specifically for the purpose of obtaining a qualifying asset are added to the cost of the qualifying asset for capitalisation and the borrowing cost is reduced from any investment income carried on the temporary exestingent of those porrowings.

11) Proplayer Barrefits

a) Surr Term Employee Benefits

All employees benefits payable wholly within twelve months of remining screeces and classified as short-term employee benefits. Benefits such at spinites, expect incentives attl, are recognized during the period in whact the amproper unders related persons and are magnified at undercounted amount expected to be said when the happines are settled.

Four-employment obligations

Cleffined contribution plants

A delined specification give is a post-employment benefit plan under which an entity page specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified implifiely contributions towards employee provides fund to specified implifiely contributions towards employee provides fund to specified an advantage with a 2 defined constitution plan. The Company's contribution is recognised as an expense in the Consolidated Scatterness of Profice and Low sharing the period in which the employee renders the related service.

to Long Term Employee Benefits

The Company provides for the encediment,' availance of leave with pay for Amort Authority of languages to the rules of AA. The employees of AAI too deputation with RAC) are excited to accomplate leave subject to hints as provided by AAV. The limiting is provided black on the number of days of unufilled leave at each billions short date.

As the long-term englishes becoths in the nature of post-englishments alone is not defined by the company, actually election has not been carried as. The explicit of the actualist calculus on the defined benefit plans has not been given effect in the consolidated financial statements.

The gratuity locality of the company has been provided in the corresponding amount for the employees who have completed five years of sending but the corresponding amount has not been superised by creation of a grundly fund as the numari resources policy of the company is yet to be finalized by the company. Expenses on account of gratuity controls from and leave salary to the inflicent aim dejutation to the Company from the Alguer's Authority of India have been provided during the year under audit and included in the expenses for the year.

12) Naves on income:

protome tax expense represents the sum of tax currently psyclole and deformed has. Tax is recognized in the Consolidated Statement of Profit and core, except to the extent that it relates to bests recognized directly meaning min other comprehensive example.

all Current time

Element the includes provision for Income Tax computed under Special provision (i. e., Minimum Albertaile Tax) or moreal provision of Income Tax Act. Tax on including for the committ period is determined on the basis of estimated taxable income and tax bredth computed in accordance with the provisions of relevant tax laws and taxed on the expected outcome of assessmently appears.

At Deferred Car.



Deferred tax is recognised on temporary differences between the corrying amounts of assets and habitions in the basic cubest and the corresponding tax takes used in the computation of savable pools. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets and generally recognised for all deductible temporary offerences, unabsorbed losses and unabsorbed draw among to the extent that it is probable that future thratile profits well be available against which those deductible temporary differences, unabsorbed losses and unabsorbed degrees which there is deduction.

As the corrigacy has not started its operations the tax impact on the temporary effections are not recommed to the books of accounts of the company.

15) Current versus non-current classificación

The Company presents assets and liabilities in the balance Sheet based on current/non-current

- at An arost & turrent when it in
- Expected to be realized or intended to be consumed in 22 months. The operating cycle of the company is not considered as the company has not started its commercial operations.
- Expected to be realized within twelve months after the reporting period, or
- Cash or each equivalent unless restricted from being exchanged or used to settly a liquidity for at least twelve success after the reporting period.

All other assets are classified as non-current.

- Id A hispitaly is current when
- It is expected to be settled in \$2 months. The operating cycle of the company is not considered as the company has not started in commercial operations.
- It is due to be settled within swelve munity witer the experting period, or
- There is no unconditional right to defer the sattlement of the liability for at least twelve months after the reporting period.

All other liabilities are charaffed as non-current.

of Deferred tax assets and liabilities are classified as nuncurrent assets and liabilities.

The operating syste is not considered as the company has not started its commessed operations.

14) Events after reporting date:

where events occurring after the balance sheet date provide evidence of conditions that existed of the end of the exporting period, the impact of such events if any is adjusted with the commissated and 40 theorem statements. Otherwise, events after the balance sheet date of material size or house are only disclosed.

£5) Earnings per share

(i) Basic earnings per share:

Sauce earnings per share is circolated by monling the net profit attributable to owners of the Company by the exignant average number of equity shares outstanding during the financial year.

(ii) District earnings per share.

Coupled earnings per share arguets the figures and in the determinance of burn remains perphase to take into account the after recover the effect of manner and other financing sonts.



essociated with dilutive potential equity shares and the weighted everage murber of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

101 Operating Segments.

The company has not started its operations during the current financial year and its such there are no reportable segments.

37) Fair value mensurement

Fair value is the price that would be received to sell an asset or path to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using snother valuation technique. In estimating the fair value of an asset or a liability, the Company takes are account the conscious of asset and liability if market participants would take those into administration fair value for measurement and if or declosure purposes in these consolidated financial statements is determined as such basis except for transactions in the scope of fair value. Normally at initial recognition, the transaction price is the best evidence of fair value.

The fair value of an other or a liability is remained using the assumptions that market participants vessed use when pricing this asset or liability, assuming that market participants act in their expressing best interest. A fair value manuscrement of a non-financial asset takes into account a market participant's ability to generate economic behalf is by using the access in highest and best use or by selling it to another market participant that would use the asset in as highest and heat use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are evaluable to measure for value, reporting the use of relevant bibliohishis inputs and minimizing this use of unobservable inputs.

The company is reading having a paint vectors with Sharet Petromain Corporation Limited for operating a fixed term and is projectly holding 20% state in the company. As the company has not started its operations the value has been disclosed witcost.

195 Honorod responsests

A financial instrument is any contract that gives not to a financial asset of one entity and a financial lastiful or equity instrument of another entity. The company recognises a brancial asset or financial liability in its culture sheet only when the entity becomes party to the contractual provisors of the instrument.

ii) Financial Assemi

A financial asset inter-sits includes any asset that is cash, equity instrument of another entity, or contractual obligation to receive cash or another bruncial asset or to exchange financial asset or financial liability under condition that are potentially favourable to the Company.

Financial assets of the Company company cash and cash equivalents, Bank balances, investments in rightly shares of companies, investment other than equity shares, loans/ advances to employee / related parties / others, security disposit, claims recoverable etc.

initial recognition and measurement.





At financial source are recognized modely at fire value plus, in the case of financial source not recorded at fair value through profit or lices, transaction costs that are amplitutable to the acquisition of the financial asset. Transaction costs if any, of financial assets carried at fair value through profit or loss are expensed in Committeed Statement of Front and Loss.

Investments in equity instruments are classified as fair value through profit and line, unless the related instruments are not held for brading and the company insurcably elects an untial necessition to present subsequent changes in fair value in other comprehensive income.

b) Fireinstal Dabilties:

The Company's financial liabilities include loans and borrowings, accrued expenses and other payables.

The Company initially recognises the ancial lightities when it becomes a party to the contraction provisions of the instrument. All financial lightities are measured at him value on what recognition which are required at transaction occur. Transaction costs that are identify stributable to the accuration or mue of financial lightities if any, that are not at fair value through profit or him, are added to the fair value on initial recognition. Suppose to with recognition, the liquidity component of the financial instrument is measured at amortised cost using the effective orderest method.

Democranities

A financial asset is premarily derecognised where:

- 1. The cight to receive cash flows from the asset has expend, on
- 2. the group has transferred his rights to receive cash flows from the asset or has assumed an application to pay the received cash flows in full without material delay to a third purity under a pass-rhoosigh arrangement; and a) the group has transferred substantially all the rewards of the asset, or ti) the group has maken transferred not retained substantially all the roles and rewards of the asset, but his transferred control of the asset.

On derecognision of a hinancial asset in its entirety, the difference between the complete amount measured at the date of develophibles and the consideration received is recognised in profit or less.

imperment of financial assets. The Group recognises impairment loss on trade receivables using expected aredit loss model which implies use of a provision matrix constructed on the basis of hydorical credit loss experience as pennitted under but AS 10%.

A financial liability is derecognised when the obligation under the liability is discharged / cancelled / expired."

19) Changes and Corrections in Dryft Armual Accounts

The Spans of Descript segment the craft annual accounts for 2015-17 in the Board meeting hald an 1 times y 2018, and authorized the Managing Descript to forward the same to Statistical Auditors and Comptroller and Auditor General (CAS) for audit. The Managing Descript was authorized to except rise necessary consistency as may be advised by Statistical Auditors and CAG times after completion of Statistical Audit and CAG audit, a few chargestic receipts have been made in the approximation of Statistics Audit and CAG audit, a few chargestic receipts have been



Notes to the Consolitated financial statements as at and for the year ended 31 March 2018.

All amounts are in flugered Lakin (when otherwise stated

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Description of Assets	Total Canal	Buchet	Pieters.	Wide	Chilyman	Carpon Magment	See See	land.	HINGSHIP MATERIA	Coping Services
Gent Bird.										
Survention of the same at 3 April 2017	11,593.08	1.54	HT.	10.00	100	H	11.38	11,070,34	**	1,17,711.00
Addition fluing the year		900	878		9.19		ž	34.8	7.41	18.612.41
Tamy / Gilcohal / Writing III	,						=	-	-	
Alexander 40 (1.00) 2018	W199.11	91	###	18.44	9000 9	177	26,643	11221	44	1.44=11.74
Patriciation Modification										
Accommission Decreations acts	7.1	3	34.45	1	1999	H	6172	# 44	4	
Collected and emersions for this period		(6.1)	en-		## L74	ATO I	170	14.13	1	
Annual Sent Shapes	,	0						P		
Amenicated Septembers, provinces,	1.	070	10.00	11.00	6.58	210	26.85	\$2.1	12.18	
femilia										
Autidiality	12.111.04	101	70.10	134	ALC: A	124	N.	31.629.00	111	NUMBER OF
83.00 TOTAL TITLE	11,911.01	950	31.67	200	(2)	COL.	41.13	11.0311	14	1,46,711,111

of the Government of Gesta with an initial plants to National Secret Scientifical Unit Int. 50 (2015 good 01-01-101). The Government of National Secret Secret Secret Scientifical Secret Secre Cocomists on the harm Agreement in the subsequent Calment Meetings to be half in the Comment when the calment the base him harm is not accommend by the figure of the base him harm is not accommend by the figure of the base him harm is not accommend by the figure of the base him harm is not accommend to the base him harm is not accomme backs of account of the company. The free hold land in absolute connective of the numbers as at 31 Meets 2018 is 1999 Acres (presigns year 1991 Acres).



Land held pending transfer of demership to Sovernment

As per the GO A& 29/2014/Trans stated 21.08.2014, senction was accorded to burchase 11.43 acres of land directly by KIAL for subtraction 19-refer to Government. Accordingly, KIAL had purchased 10.53 across of land for As 9.87,17,0607, out of 31.44 Acres premaining land pending for purphise was for want of disconvents from IAO). Administrative senction was accorded for the reinfluriescent of an amount Ps 9.87,17,9627 (see BD (NI) No.146/2016/Tran disted 22/05/2016) to reset the expenditure incurred in connection with purphise of XIAS2 acres of land which was resilied on 15-Apr-2016. As such, the expenditure incurred in connection with the acquisition of this land was treated as a Current Acces in the Balance Sheet as on 31 March 2018 as the artisant is representable from the Expenditure of Emple.

NOTE: IL CAPITAL WORK IN PROGRESS

Particulars	As at 31 March 2018	As at 31 March 2017
	₹ in takhu	T.in Latin
Opening Bulunce as at the Supposing of the year	1,17,712.96	78,240:57
Add: Add Sons during the year	22,814.68	35,277.83
Add: fiorrowing cost pending capitalisation	5,548.65	4,950,99
use theorie from temporary investment out of borrowed funds	-44.E4	-755.95
Closing balance as at the end of the year	1,46,011.39	1,17,712.96

NOTE - III Interest in Joint Venture

"Set out below is the appointe of the company as at 33 March 2017 which, in the opinion of the directors, are material to the group. The entiry scale below have shore capital company of equity shares, which are had directly by the company. The country of incorporation or registration is also their principal place of humbers, and the proportion of voting rights held.

BPCL KIAL FUSE PANM PROVATE Content (the "Company") is a private termed company, emorporated on 22nd. December 2015 at a joint venture between Earning international Alignet Ltd. (KIAL) and Sharat Petrolleum Companion Ltd. (BPCE) for fuel form and distribution services in Reprint international Airport which is under construction BPCL's investment in the project amounts to Ps. 170 Cr. KIAL and SPCL have signed a statistical agreement for this investment."

Particulars	As at 31 March 2018	As at 31 March 2017
	₹ in Laktor	E-HI-E-HI-HI-
BPCL KTAL FUEL FARM PRIVATE LIMITED		
Investment in KIAL BPCL Fuel Farms Private Limited		158.34
Percentage of interest	24.4	268
Reconciliation to carrying amounts		
Opening carrying amount	358.34	146.73
lovestment in Joint venture many the year	100	33.00
Effect of franklished provisions provided to Accounting		
Standard 27		
Financial Reporting of Interests in Josef Ventures	- 2	
Printit / (Lines) for the year	-21,71	-72.47
Other comprehensive suprime	-	23
Dividend received		-
Closing net assets	136.63	158.34



NOTE -IV OTHER NON CURRENT ASSETS - Capital Advances

Particulars	As at 21 March 2018	As et 31 March 2017
	f in Lakhri	€ m Labhn
Larsen & Toubro (td - Material on Sto (EPC-1)	284.83	440.93
tursen & Toutiro Ltd - Material on Site (Facilities A) Mobilisation Administrative (Package A)	12.17	867,98
Land (Held Pending Transfer of Ownership to Government)		
Total	297.00	1,308.16

NOTE - V OTHER ADVANCES - Other Non Current Assets

Particulars	As at 31 March 2018	As at 31 March 2017
	E bi Lakha	t in Laktin
Unsecured	-05-98	0240
Karmer International Arport Fromotion Society	12.43	13.33
Security Deposits	40.59	11.58
	53.97	24.95
Other non current assets Non Current Tax Assets		
Advance Income Tax		
Advenue Instatue Text Assessment Year 2012-13		1.0
Advance income Taic Assessment Year 2013-14	397.93	207.93
Advance income Two Accessment year 2014 - 15	354.00	354.00
Advance Income Taic Accessment year 2015-16		2000
Advance income Taic Assessment year 2015 - 17		108.50
Advance Intume Tax: Assessment year 2017 - 18	210.15	220.25
Advance Income Taic Assessment year 2018 - 19	52.70	
fromme Ten paid AV 2013-14 against appeal with CIT (A)	36.30	16:11
Income Yan paid AY 2014-15 against appeal with CIT (A)	10.48	30.43
Tax Deducted at Source (Cumilitative)	240.50	250.21
CONTRACTOR CONTRACTOR CONTRACTOR	1,092.41	1,137.54
Ansa: Provision for Taxation	442.29	492.29
1111 Z - Lande	650.12	795.25
Add: MAT Credit Entitlement	220.29	220.25
CENNAT Credit Deferred	1.20	433.74
Total	924.38	1,474.24





NOTE VI CASH AND CASH EQUIVALENTS JOUTENT!

Exct)aulies	As ut he march outs	As at 31 March 2017
	#3H, Califful	T in Lake
Balances with Banks		
If in Transury Soungs Bank Account,	0.01	10.01
ii) In Current Account	27.17	4.12
III) IN Fixed Duplis # Accounts	7,065.01	6.786.78
is 5 in Flow Deposit Accurates	30.07	377.07
willer Farm Louis Encrow / Flex (#1)	-192.58	37.30
Tetal	6,980.58	6,724.86

Particulars	At at 51 Metrit 2018	Ax et 51 Merch 2017
(Ratemans with Bursks (of the rusture of radii and cash equivalents) Cheques, drafts on hand, and Cash on hand	# in takhe E.980;58	Fin (aline 6,724.86

NOTE VII OTHER CURRENT ASSETS

Particulars	At at 11 March 2018	AL VI 31 MARCH 2017
	. Ein Liabita	E-H) Galden
Advances other than capital Advances	724:18	465.83
Security Deposits	1.66	1.17
Unemore Fiers Peconication from NGFFFL (Reduced Forts)	27.41	47.84
Ordine Adherinoss	29.14	315.97
Total	71(2.39	630.61

North Will Equaty Sharp Coortal

Particulars.	As VI El March 2017	Changes in during the year	A) et 23 March 2018
More Capital al-Authorized 15.000.000 faces there of % 100/ seen	1,50,000.00		1,50,000.00
(U) Housed, Substitutible Earlid Paid say 105970900 Gapity Shares of the 100% early Substitute Process News, 587070000 (Epinty Printers of 44,190% early)	3E,700.00	3,870.80	1.09,579.80
.10f6.	38,700.00	7,270.80	1,06,520,00



Terms/rights ettached to equity shaces

The company has only one class of equity shares having par value of INF 100 per share. Each holder of equity shares is entitled to one able per share. The company declares and pays disiplicities in Indian rupees. In the event of foundation of the company, the foliages of equity shares will be untitled to receive remaining exsets of the company, after phytimatical of all professional enough to the distribution will be in proportion to the number of equity shares. held by the shareholders.

(c) Reconciliation of Number of Shares	Year ended	Year ended
The face value per share is Rs 100/-	31.07.7018	31.03.2017
	No of strange	No of shares
Number of Shares in the opening	98700000	86476300
Shares brouged sharing the year	1 1	
(a) Kerata Siovernment	F-04-111-170	(10)
(h) =3/20	300000	4380000
(c) Airports Authority of Instite		110000000000000000000000000000000000000
(d) Others - Private Secror	6970800	7841200
in) Partly paid shares converted into fully paid shares		
(0.PSU's.	1 2	17
III Others	1.0	2500
Stures bought back during the year:	- 2	3
Forfinited thares re-stand		
Number of Shares us in the closing	105970800	98700000
(d) Equity Shares - Partly Palst		
Number of Shares in the opening		2500
Loss. Partily paid shares converted into fully paid	8	-3500
Forfetted shares	(a)	
Number of Shares us in the closing		
(c) Rights, Proference and Restrictions attached to		
each class of shares		
No such rights, prinferences, restrictions inc., attailment		





(f) Shares held by Holding Company, Subsidiary Company, Associates etc.	11.03.7018	Year ended 31.03.2017
1Nr	Roof stains	No of shares
Shurrer held by		
[1] its Holding Company and its Liftmate Holding Company	100	3631
(2) Substituties of its Holding Company and its Wilmate Holding Company	NIL	9411
(ii) Associates of its Holding Company and its Obintate Instaling Company	MIL	9481
(g) Shares held by each shareholder -		
(I) Holding more than SM shares including PSUs	********	- annone
(1) Sovermoverid of Kerala - Fully Paid (2) BPCL - Fully Paid Fully Paid	15000000 21580000	35000000 21180000
(9) Airports Authority of India - Fully Part	10000000	10000000
(4) MA Vanutaii	9500000	4500000
(N) Held by PSUs with less than 5%	230000	THE STATE OF
(1) Keraja State Reverages (Manufatturing & Marketing)	l II	
Corporation (10) - Fully Paul	806000	106000
(2) Kerala Minorala & Metals Umited - Fully Raid	500000	500000
(3) Kerala State milliotinal Enterprises And - Fully Pavil	10000	10000
[4] Kerala Huttels & Reserts Ltd (KTOC) Folly Paid	4000	4000
(h) Kerala State Industrial Development Corporation		
Fairy Print.	1000000	190000
(h) Shares reserved for issue under options and	NIL	NII
contracts/commitments		
(i) During the last five years		
(1) Appregate number and class of shore elected as fully	200	1340
pilld up purmint to contracts eshour payment being	Nill	84.
(2) Apprepare number and class of charge allotted at fully		
paid up by way of borus shares	NIL	6411
(5) Agreeate number and case of share pought back		
(j) Terms of any of securities convertible into		
Equity/Preference thoses though along with the	5300	1970
earliest date of conversion in descending order	MIL	NII
starting from the farthest such date		
(k) Calls Unpaid		
(1) By Dryctors	NH.	SH
111 By Officers	NIL	. 4(1)
 Shares issued for consideration other than cash Government of Kerala 		
Mumber of Shares as on T April 2017	31593000	31593000
Shares based during the year	+	
Number of Shares as on 33 March 2018	31593000	31593000





Note IX: Other Equity

	Same	- Attions at	Petitiness and Surplies			
Per Coden	application, densely personal administra	Coastal receive Performal Cornings		Coder Comprehismos	famile .	
Billiance of the beginning of the reporting period		1979	1,011.43	-	1,133.33	
Sharges in accounting bothly or prior purish accord Restated hideson or the beginning of the regarding	1 = 1	13.00	E	= =	(DILECTO	
patreE	=	4	6.7	-		
Total Commencers intone for the year.	-		-900.99	- 1	-910.40	
Distriction	-	100	1.2.300			
Transferred to retained excessor			n 1	-		
Rev. aither Changes	=	1 2		-	1.0	
Start againsmich month painting alternation	-		-	-		
Salanta at the end of the repoliting politic		- 3m.7g	107.84		132.60	
French Year		311.79	1,122.19		3,131.03	

NOTE - X BORBOWINGS

Marticulaire:	84 at 31 March 2018	As at 31 March 2017
	₹in salos	. t in Laicha
Term Loan-Centra Bank Limited	59,539.44 7,620,60	43,535.41 5,673.88
Ferm Lpg= South Indian Bank Limited	3,560.67	6,938.73
Total	77,320.68	55,138.02

Term loan barrowings are from a consortium of barks with Canara Burk as the lead trans. Member banks immitted in the consortium are South Indian Bank commed and The Federal Bank limited.

The Compleny agreed to borrow from the Consortium die sums to the existence extent of Rubbil Crokes (Rupees Eight hundred and Rinety two Crokes only) out of which Ru 992 Crokes (Rupees Six Hundred and Rinety Two Crokes Only) is from Canara Bank. Rutto Crokes (Rupees One hundred and ten protes) from South Indian Bank United and Ru- 30 Crokes (Rupees Rinety Crokes Only). From The Pederal Bank Limited, on the security of instructive properties and other proprieties mentioned hereupides:

- a) pain passe. That charge in all immovable and moveable assets of the Company both prevent and Active.
- b) The light, title and interest of the Company by way of first charge in, to and under all the Government. Approvals, insurance policies and uncolled capital of the Company.
- The sumpany has created an equitable murigage IEMS of 1152.15 zons of land as security for term loan seccriproid by Carura Bank.

Further the Government of Feralli has pledged. S1N of stareholding in the company with the lenders in security to the term (init).

The tench of the loan is fixed at 15 years and 2 quarters from the 8 in quarter of 6 Y 200 5-2006 till the 2" quarter of 7Y 2000-2003. The term is subject to change due to delays in the construction of the alignost project and position-month of the construction of the alignost project and position-month of the construction of the construction.



The Company shall be liable to pay penal interest at the rate of 2% per armuni or at such other rate as is specified by the lending backs, own and above the normal rate of interest, from the ideas of default until due repayment to addition to and irrespective of any other consequences and remedies available to the lending banks.

Agreed rate of Interest

Bank Nime	Eate of Interest per annum	Rase Rate /MCLR	Servad on the base rate	Effective Interest Rate
Canera Bank	10:40%	9.15%	C.40%	9.55%
South Indian Bank Ltd	10.40%	5.30%	0.40%	10 30%
Federal Bank too	20.40%	9.15%	0.40%	9.55%

Current maturities of the long term debt is not reclassified as the repayment will begin only after the end of the moistorium period or the sins of connectour operation.

MOTE OF OTHER NON-CHERRY HARRITES :

Particulars	As at 31 March 2018	As at 31 March 2017
Arresunt due to contractors Others	234.86 2.10	# An Laktin 79:57 3:38
Total	226.02	80.73

MOTE AND OTHER CURRENT HARD ITES

The first part of the second s		
Particulars	As at 31 March 2018	As at 81 March 2017
Amount due to contractors Deposits received	7 in Latins 2,067.52 23.52	f in Leichs 3,146,26 16,32
Total	2,090.84	3,152.48

NOTE - XIII PROVISIONS - Current

Particulars	As at 31 March 2018	As at 31 March 2017
	7 in Lelits	f in taxtis
Statutory Audit Fee Polyable	31.86	1.90
Internal Audit Fee Payable	3.24	0.65
Current maturities of king-texts didt		. 3
Expense) Payvible	1128.72	134.95
Sheutory Liabilities	218.01	299.16
Other payables	0.06	0.06
Total	1,053.69	436.76



NOTE-XIV OTHER OPERATING INCOME

Particulars	Year ended 31 March 2018	Year ended 31 March 2017
Libertse Fee for Chipaved Land from BKFFPL Income from Related parties)	F M Lakhs	E in Lakhs 42.00
Tatel	42.00	42:00

The interest under section 244 A of the income Tax Act 1961 on the refund of income tax paul in advance for the Assessment year 2006-27 is received in the current financial as per the immation under section 143(1) of the income Tax Act 1961. Total amount received including the interest it %: 2,60,82,694/-

NOTE-XV OTHER INCOME

Particulars	Year ended 31 March 2018	Year ended 33 March 2017
Interest on Forest Deposits	₹ in Lakhu. 272.68	7 in Lakha 417.25
Interest on Share Final Cell A/c Miscellangous Income	13.29	12.24
Total	300.61	435.61

NOTE -XVI EMPLOYEE BENEFITS EXPENSES

Particulars	Year ended 31 March 2018	Year ended 31 March 2017
	e in Lakto	Circ Lavins
Salurier & Allywarrices	397.60	282.36
Manpower Communing changes Contribution to provident and other funds	10 12	28.77
Employer Contribution to Provident Fund	22.40	16.6
Employer Contribution to EDU	0.63	0.21
Provident Fund & EDU Admin. Charges	0.80	0.4
Gratumy	18.50	10.6
Leave hality	12.79	11:70
Scaff William Exponses	98.02	35.25
Medical Expenses Reimbursement	6:39	3.73
Total	584,93	385.84





NOTE-XVII OTHER EXPENSES

Particulars	Year ended 31 March 2018	Year ended \$1 March 201
	T to Saldio	Thisanti
Aprelliposessi.	128.50	257
Auth Free:		
If Fire Statisticky Awalth		
M For Company Law Mattern	3:111	2.0
(b) For Farmingsment of Expression		
iii Far Mitemal Audit.		57.5
all first Company Law Matters	3.58	2.7
b) for fair minimum of Expenses.		
Barris Chorpes		田 田 田 田 田 田 田 田 田 田 田 田 田 田 田 田 田 田 田
Hummy related expenses	0:66	33
Communication Charges	4.52	5.5
Consultance sharps	10.84	
Computer summing and matheumenus	0.25	0.2
CSA Expensioner	58-75	32.5
Uniform Design Compatition Price Minney	0.46	
Rectirity Charges	8.53	8.5
Entertainment Expenses	0,23	0,3
Hospitaling Ourges	D III	0.6
Insurance Premium Past - Assets	0.31	0.6
Institution Framium Paid - Modital Institution	5.09	1.5
Insurance Fremum Park - Vehicles	2.67	9.5
Larrie Fleren	8.35	2.1
Meeting Fayer	33.44	4.0
Macellationis Econom	0.59	0.2
Numberry of Trees	. b	0.5
Nowspaper & Periodicals :	0.04	0.0
Fostage, Course & Tringrams	3.08	4.0
Printing and Districtory	5.29	6.0
Prohesiums Development Expenditure	1) 99	0.0
Professional Fee	15.38	11.6
Project Site & office Development Sapenditure	-	0.2
Recultment Expenses	.37.12	18.5
farficultineots.	1.11	3.5
Registration Downless	55.55	10.5
Rehabilitation Organizas	17	1.5
Hors, Hales and Tasus	18.66	27.9
File period regress Acres & Martiniana ADL		85.2
Repairs & Markenimos-Office & Goest House	0.06	2.9
Repairs & Maintenance-Others	25.55	5.55
Retainments Fems. Legal	3.52	1.5
Secretion(Aidir Fee	期西	1.0
Server Institling Charges	12.16	_
Site Programs Videography		100
Sitting Fee	0.67	11.4
Sqft-we Seeкорония слигую witten off	36.42	
Soil Intentigation for Name by Edminian Lammarship Feet		4.3





NOTE - YVIII OTHER EXPENSES COOM!

Particulars	Year ended 31 March 2018	Year ended 31 March 2017
	T 10 Laters	₹ in, Laithir
TOS interest	4	
Travelling Expenses	34.36	3974
Trust Lumming Operation Expenditure	-	1,55
Vehicle Running and Maintanence-Repairs	2.05	3.46
Visitors Accommisation and Expenses	5.21	3.24
Water Charges	0.09	0.01
Total	510.75	207.01

NOTE AND Details of CSA Fananditure

Particulurs	Yest ended 31 March 2018	Year ended 31 March 2017
Grains amount required to be spend during the year Amount spend fluring the year (i) Countralities/Jangulation of any asset	P in Laiding. Fell	E in Lakes No.
(ii) On purposes other than (i) above (iii) United amount out of (ii) and (ii) above	56-75	39.67

Note XIX: Earnings Per Shire

Best 195 amounts are cylousted by displing the pride for the year attributable to equity houses of the parent by the equipment armings number of Equipy shares outstanding during the year

Object LPS amounts are calculated by dividing the profit accelerabilities or equity holders of the gavent (after adjusting for interest on the conventible preference shared by the weighted everage number of Equity shares putting along the year plin the weighted average murder of figure, there's that would be insued on conversion of all the dilutive potential Cours shares into Equity shares.

Particulary	As at 31 March 2018	As at 31 March 2017
Predicattributable to equity holders of the company for basic parmogs	# In Lashs -550 69	fin Liebha 4990
Weighted average number of equity shares for book EPD*	101545978	95847240
Basic Carmings per Share (of Sice value \$4,100) INR	-0.58	0.05
Efficit of dilution		
Weighted average number of equity alarms adjusted for the effect of dilution*	102648429	93900144
Ohmid Lummys per mare lof fand value in 1001 458	-0.98	-0.05

The Hominal value is 6s.100 per share.





 This weighted average maintifier of phones takes only account the weighted average offers of changes in shore transactions during the year. There have been no other transactions involving basis of potential business shares between the prescription of these consolidation frequent shares and the date of authorities of these consolidation frequent shares and the date of authorities of these consolidation frequent shares and the date of authorities of these consolidations.

Note XX: Related party trumactions

The committee that transportings with related portion and mode on terms exponent to an error stength process, we makely related to a substantiant that terms and therefore provides the discharge.

Dental to all contents and the ex-	Name of miles and an inches		
CONTRACTOR AND SERVICE AND SER	Committee Description (Access to Management of the Management of t	Design Street or 18	
	Name After Street and Contract Contract	-	
t	PERMITS FOR THE CORNE		
	the Process Company on Representation Franchises on Participation Security on Participation Security on Application Security Company on Application Security Security on Security Security Security Security on Security Security Security Security on Security Security Security Security Security on Security Secur	Domain Do	Part Mart and Mart

Details of mixing years, "exclusives, starting the past ended to March, 2018 and believes independing so at 10 March, 2010.

	Famour	Janes III	Harr	Matter and Address of Control	7940
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dis A Farets AAres	retendant.	1 - 1	- 13		91 M 93 93 93 93
femilities)					
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The Secretary water					
sett locker has been treed	Librar top or prosed	43		- 11	403
The Cores have					
SPCC, NO. 7 AND THE STREET	Secret Sense	F-191			-25

Activ 200; Financial risk management objectives and policies

Market risk is the risk that the fair value of Asture cash from of a Heurica Instrument will fluctuate because of a Heurica in market source. Market risk commisses there types of risk, inheritative talk, commisses risk and other price risk, such as exputy potential and commissed market entire entering the expense risk and other price.



histowings, desirable fails value through other comprehensive into the (PVTDO) investments and its water.

Internet rate milk

mornal rate risk in the risk that the fave value or future case flows of a financial extrusion to William processor of aparties in market interest rates. The Company's exposure to the pile of changes in market interest rates related permitted to the Company's king form debt utiligations with financial rates that in the office of change in the interest rate will affect the far some of the assets of the Limpany as the company has not started by company appropriate and this interest code has a direct bearing on the company must be be companied. The impact of mirrorise or decrease of 200 has points on the South will thought be far will be directly by As. 771.21 Links.

foreign currency mis

Foreign currency risk is the risk that the few value or factor each Times of an exposure will furture because of changes in foreign exchange rates. The Company's exposure to the risk of changes in fureign exchange rates printed a primarily, to the purphase of impets from attended. The company's only exposure at the entit of the year it an outstanding because property to AMs Shandhan CAAC TIMESA Argony Support to AMS an excussing to USD IS 500 (MS 100 MS 100 MS

Chairle rich

Could give as the rise that counterparty will not meet as utilizations under a linearisal metrument or installible counters. Seeding to a financial loss. The Company is not exposed to credit six as if has not started its commencial observations.

Forward and surrence and south deposits

Could risk from believers with busins and financial implanting it managed by the Company's finance department or accordance with the Company's policy. Wiscottients of surplus funds are made only with approved assume purious and within south limits assigned to each counterports.

Utduidity nue

The Company maintains its nor off a company of funds using a liquidity planning bod. The Company's absentive is to maintain a ballance between continuity of funding sent flee fields through the use of trank books and other contracts. The company has magazine the risk by placing funds a stort term larger the sent term and the minimum for the contract of books from the ball time for the contract of books from the business. The Company has access to a sufficient wavery of sent one of funding and debt managing within 12 majors can be collidered within products.

Note: XXIII Everes after the importing period.

There are no material everys to be strationed subsequent to the end of the respecting period.

Note XXIII. Capital and other commitments

The commany has the following smaller commitments towards the construction of the singers.

Particulars of Contract	Current Year	Presidua Vane
Particulars in Contract	(Hs. in Labits)	(Na. in Lakha)
Software Development Costs	3.4(5)	5.65
LPC-1: Ruswipy and Windle Works	5710.00	2,730.00
Parkage - A. Terminal Guildings	5495.00	11.160.00
Raggage Huntilling Systems	465.24	003-14
Elevetors	315.12	97.54
Officiand Escalators	477.88	501.61
Interior Dissign & Decoration	276.66	117.11





Fazarnger bearding Skidges	18,725.09	20,286.05
Internal Way Funding & External LED Finds Signage	119.29	203.89
Hund held and door frame metal detector	17.07	53.19

Note XXIV: Fromigns & Contingent Liabilities:

A contingent liability conts when there is a possible out not probable obligation, or a present obligation that may, has printiply will not, require an outflow of restrictes, or a prosent obligation where amount carnot be estimated resubly. Confirment inhibities, did not warrant provisions, but are disclosed unless the prositiony of purifical of resources is remote.

Tim company has pending the following pending litigations with various courts and which in its upinion has no impact on its financial position in the conscionance financial statements as on TTF March 2008.

Casar No.	Petitioner & Respondent	Date of admission.
WP (C) No. 2176/2012	P.K. Kabeny v/s RIAL	2.1 January 2012
W.P. (C) No. 1685/2015	One Earth One Life, v/s 1, MD, KIAL	6.13,2014
W.P. (C) No. 83/2017	Attim Peter v/s 1. State of Kerala 2. Two others	4.01.2007
W.P. (C) No. 38356/201#	Viuhak v/v State of Kerala & 2 others	29.05.2017
W.P. (C) No. 19187/2017	Air Corporation Employees Union (ACELQ v/s Useon of Ingse and 4 others	64.07.2017
W.P. (G) No. 20703/2017	Famili Sanii v/s Muttannur Municipality & 2 athers	22.06.2017
Compret No. 1154/2004 ID	A.R. Shaji v.N 1. DE, Kannul 2. Aust Collector, Kannur 3. CPE, RIAL Martonnur	1,11.2014
IA /1507/2014	A.K. Ship s/i DC. Sanner & Others	
Income Ian Aborrol	Appeal with Commissioner of Income Tax (Appeals) for AY 2013-14 (unrount just as advance %: 36,29,650/-)	01-04-2016
ініца, не Еппозо	Appeal with Commissioner of Income Tax (Appeals) for A1 2014-15 (amount paid as advance Rs. 30,42,520/-)	62-62-2017

For Sinot Vilayars & Fasan Chartered Accountance

@ Dinney Krimur FRM:0036755 Memo # 104 k1%

Transferrer.

15-11-2018

For Kenny International Apport Smitted

Attemption Disease Disector

Chief Feursial Officer PROF - PROPER & CHICAGO

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ATTENDANCE SLIP KANNUR INTERNATIONAL AIRPORT LIMITED

Registered Office: Parvathy', T.C. 84/3, Near Ananthapuri Hospital, NH Bye pass,

Pettah Thiruvanantha	puram - 695024
Please complete this attendance slip and hand it over	er at the entrance of the Meeting Hall
Full Name of Shareholder/Representative/Proxy in B	Block Letters:
Address:	
Folio No:	No of shares held:
I hereby record my presence at the Adjourned Ann financial year 2017-18 being held at 10.30 am on 19 Kannur.	e i
Signature of Shareholder/Representative/Proxy:	
If Shareholder/Representative, please sign here If	Proxy, please sign here

Note: Only Shareholders of the Company/Representatives of Bodies Corporate or their proxies will be allowed to attend the Meeting.





FORM -MGT -11 **Proxy Form**

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19 (3) of the Companies (Management and Administration) Rules, 2014)

CIN:U63033KL2009PLC025103

Name of the Company: Kannur International Airport Limited

Registered Office: 'Parvathy', T.C. 84/3, Near Ananthapuri Hospital, NH Byepass, Pettah Thiruvananthapuram - 695024

Nam	ne of the member (s):
Regi	stered address:
E-m	ail id:
Folio	o No. / Client Id:
DP I	ID:
I/We,	Name: Address: E-mail –id: Signature:, or failing him
2.	Name : Address : E-mail –id: Signature :, or failing him
3.	Name : Address : E-mail –id: Signature :, or failing him

as my/ our proxy to attend and vote (on a poll) for me/us and on my /our behalf at the Adjourned Annual General Meeting of the Company to be held at 10.30 am on 19 January 2019 at Sadhoo Kalyanamandapam, Kannur and at any adjournment thereof in respect of such resolutions as are indicated below:





Resolution No.	Ordinary Business
1	To consider and adopt the Annual Accounts of the Company for the year ended 31 March 2018 together with Directors' Report and Auditors' Report thereon.
2	To appoint Statutory Auditors for the financial year 2018-19.

Signed this day of	2019.
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Signature of the shareholder

Affix Re 1 Revenue Stamp Here

Signature of the proxy holder (s)

Note: The proxy form duly completed must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting. A proxy need not be a member.



Registered Office

Parvathy, T.C 84/3, Chacka, NH Bypass Thiruvananthapuram-695024 Ph: 0471 2508668/70, Fax: 0471 2508669

Airport Office

Kannur International Airport Ltd Kara-Peravoor P.O Mattannur, Kannur-670702 Ph: 0490-2474463/64, Fax:0490-2474464