

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

To
Board of Directors of
Adani Ports Special Economic Zone Limited,

1. We have audited the accompanying statement of quarterly consolidated financial results of Adani Ports and Special Economic Zone Limited ('the Company') comprising its subsidiaries (together, 'the Group') and jointly controlled entities for the quarter ended March 31, 2017 and for the year ended March 31, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The quarterly consolidated financial results are the derived figures between the audited figures in respect of the year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The consolidated financial results for the quarter ended March 31, 2017 and year ended March 31, 2017 have been prepared on the basis of the consolidated financial results for the nine-month period ended December 31, 2016, the audited annual consolidated Ind AS financial statements as at and for the year ended March 31, 2017, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these consolidated financial results based on our review of the consolidated financial results for the nine-month period ended December 31, 2016 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual consolidated Ind AS financial statements as at and for the year ended March 31, 2017; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. 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 reports of other auditors on separate financial statements and the other financial information of subsidiaries these quarterly consolidated financial results as well as the year to date results:



- i. includes the results of the following entities:

List of subsidiaries:

- a. Abbot Point Operations Pty Limited
- b. Adani Ennore Container Terminal Private Limited
- c. Shanti Sagar International Dredging Private Limited (formerly known as Adani Food and Agro-Processing Park Private Limited)
- d. Adani Hazira Port Private Limited
- e. Adani Hospitals Mundra Private Limited
- f. Adani Kandla Bulk Terminal Private Ltd
- g. Adani Kattupali Port Private Limited
- h. Adani Logistics Limited
- i. Adani Murmugao Port Terminal Private Limited
- j. Adani Petroleum Private Limited (incorporated on April 26, 2016)
- k. Adani Petronet (Dahej) Port Private Limited
- l. Adani Vizag Coal Terminal Private Limited
- m. Adani Vizhinjam Port Private Limited
- n. Adani Warehousing Services Private Limited
- o. Adinath Polyfills Private Limited
- p. Dholera Infrastructure Private Limited
- q. Karnavati Aviation Private Limited
- r. MPSEZ Utilities Private Limited
- s. Mundra International Airport Private Limited
- t. Mundra LPG Infrastructure Private Limited (formerly known as Hazira Road Infrastructure Private Limited)
- u. Mundra SEZ Textile and Apparel Park Private Limited
- v. The Adani Harbour Services Private Limited (formerly known as T M Harbour Services Private Limited, acquired on December 7, 2016)
- w. The Dhamra Port Company Limited

List of step-down subsidiaries:

- a. Abbot Point Bulk Terminal Pty Limited (acquired on October 4, 2016)
- b. Mundra LPG terminal Private Limited
- c. Dhamra LNG Terminal Private Limited
- d. Dhamra LPG Terminal Private Limited
- e. Hazira Infrastructure Private Limited
- f. Dholera Port and SEZ Private Limited

List of jointly controlled entities:

- a. Adani CMA Container Terminal Private Limited
- b. Adani International Container Terminal Private Limited

- ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, in this regard; and
- iii. give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2017 and for the year ended March 31, 2017.



4. We draw attention to:

- (a) Note 2(ii) of the accompanying statement of consolidated financial results regarding recognition of Minimum Alternate Tax ('MAT') credit entitlement in respect of certain interest income based on the consideration that the Company would be able to claim tax holiday benefits on the same, as per provisions of section 80IAB of the Income Tax Act, 1961, more fully described in the said note.
- (b) Note 5 of the accompanying statement of consolidated financial results regarding the basis of recognition of certain projects service revenue during the earlier year, as more fully described in the said note.
- (c) Note 11(a) of the accompanying statement of consolidated financial results which indicates that one of the subsidiary company has accumulated losses and its net worth been eroded, the subsidiary company has incurred a net cash loss during the current year and previous year. These conditions along with other matters set forth in Note 11(a), indicate the existence of material uncertainty that may impact the subsidiary company's ability to continue as a going concern. However, the financial statement of the subsidiary company have been prepared on going concern basis for the reasons stated in the said Note.

Our conclusion is not qualified in respect of these matters.

5. We did not audit the financial statements and other financial information, in respect of 18 subsidiaries, whose Ind AS financial statements include total assets of ₹9,103.03 and net assets of ₹1,579.99 crores as at March 31, 2017, and total revenues of ₹770.18 crores and ₹2568.90 crores for the quarter and the year ended on that date and net cash inflows of ₹294.17 crores and ₹231.15 crores for the quarter and for the year ended on that date. These Ind AS financial statements and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. Our opinion, in so far as it relates to the affairs of such subsidiaries is based solely on the report of other auditors. Our opinion is not modified/qualified in respect of this matter.

Certain of these subsidiaries are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.



S R B C & CO LLP

Chartered Accountants

Adani Ports and Special Economic Zone Limited

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6. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2017 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

For S R B C & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003



per Arpit K Patel

Partner

Membership No.: 34032

Place: Ahmedabad

Date: May 24, 2017



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

To
Board of Directors of
Adani Ports and Special Economic Zone Limited,

1. We have audited the accompanying statement of quarterly standalone financial results of Adani Ports and Special Economic Zone Limited ('the Company') for the quarter ended March 31, 2017 and for the year ended March 31, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. The quarterly standalone financial results are the derived figures between the audited figures in respect of the year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The standalone financial results for the quarter ended March 31, 2017 and year ended March 31, 2017 have been prepared on the basis of the standalone financial results for the nine-month period ended December 31, 2016, the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2017, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these standalone financial results based on our review of the standalone financial results for the nine-month period ended December 31, 2016 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, Interim Financial Reporting, specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual standalone Ind AS financial statements as at and for the year ended March 31, 2017; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, in this regard; and
 - ii. give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2017 and for the year ended March 31, 2017.



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4. We draw attention to:

- a. Note 3(ii) of the accompanying statement of standalone financial results regarding recognition of Minimum Alternate Tax ('MAT') credit entitlement in respect of certain interest income based on the consideration that the Company would be able to claim tax holiday benefits on the same, as per provisions of section 80IAB of the Income Tax Act, 1961, more fully described in the said note.
- b. Note 4 of the accompanying statement of standalone financial results regarding the basis of recognition of certain projects service revenue during the earlier year, as more fully described in the said note.
- c. Note 11(a) of the accompanying statement of standalone financial results which indicates that one of the subsidiary company has accumulated losses and its net worth been eroded, the subsidiary company has incurred a net cash loss during the current year and previous year. These conditions along with other matters set forth in Note 11(a), indicate the existence of material uncertainty that may impact the subsidiary company's ability to continue as a going concern. However, the financial statements of the subsidiary company have been prepared on going concern basis for the reasons stated in the said Note.

Our conclusion is not qualified in respect of these matters.

5. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2017 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2017 and the published year-to-date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

For S R B C & CO. LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003


per Arpit K Patel
Partner
Membership No.: 34032

Place: Ahmedabad
Date: May 24, 2017



AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(₹ in Crore)

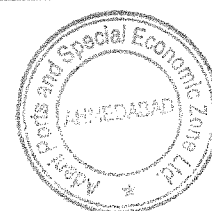
Sr No	Particulars	Quarter Ended			Year Ended	
		March 31, 2017	December 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
		(Audited) (Refer Note 19)	(Unaudited)	(Audited) (Refer Note 19)	(Audited)	(Audited)
1	Income					
	a. Revenue from operations	2,231.46	2,208.67	1,898.71	8,439.35	7,108.65
	b. Other Income	323.26	220.90	238.16	1,040.11	732.67
	Total Income	2,554.72	2,429.57	2,136.87	9,479.46	7,841.32
2	Expenditure					
	a. Operating Expenses	606.66	552.30	508.92	2,167.89	1,835.30
	b. Employees Benefit Expenses	113.49	111.82	73.00	383.14	275.81
	c. Depreciation and Amortisation Expenses	295.88	296.60	256.26	1,160.19	1,062.96
	d. Foreign Exchange (Gain) / Loss (net)	(304.04)	69.93	(29.64)	(277.44)	50.30
	e. Finance Cost					
	- Interest and Bank Charges	395.55	300.54	276.52	1,281.24	1,193.61
	- Derivative (Gain)/Loss	96.21	(1.52)	(54.22)	111.94	(69.31)
	f. Other Expenses	177.79	131.00	108.38	473.63	373.21
	Total Expenditure	1,381.54	1,460.67	1,139.22	5,300.59	4,721.88
3	Profit before share of profit from joint ventures and Tax (1-2)	1,173.18	968.90	997.65	4,178.87	3,119.44
4	Tax Expense (net) (Refer Note 2)	11.86	131.59	106.99	286.63	282.81
5	Profit after tax and before share of profit from joint ventures (3-4)	1,161.32	837.31	890.66	3,892.24	2,836.63
6	Share of Profit from Joint Ventures	2.75	0.27	11.00	9.26	19.27
7	Net Profit for the year/period (5+6)	1,164.07	837.58	901.66	3,901.50	2,855.90
	Attributable to:					
	Equity holders of the parent	1,166.91	847.46	910.10	3,911.52	2,897.16
	Non-controlling interests	(2.84)	(9.88)	(8.44)	(10.02)	(41.26)
8	Other Comprehensive Income					
	a. Re-measurement gains/ (losses) on defined benefit plans (net of tax)	7.37	(6.03)	(0.55)	3.40	(2.21)
	b. Net Gains on FVTOCI Equity Securities (net of tax)	3.27	-	19.19	3.27	19.19
	Total Other Comprehensive Income (net of tax) (a+b)	10.64	(6.03)	18.64	6.67	16.98
	Attributable to:					
	Equity holders of the parent	12.39	(6.03)	18.22	8.42	16.56
	Non-controlling interests	(1.75)	-	0.42	(1.75)	0.42
9	Total Comprehensive Income for the year/period (net of tax)	1,174.71	831.55	920.30	3,908.17	2,872.88
	Attributable to:					
	Equity holders of the parent	1,179.30	841.43	928.32	3,919.94	2,913.72
	Non-controlling interests	(4.59)	(9.88)	(8.02)	(11.77)	(40.84)
10	Paid-up Equity Share Capital (Face value of ₹ 2 each)	414.19	414.19	414.19	414.19	414.19
11	Other Equity excluding Revaluation Reserves as at 31st March				17,111.79	13,091.30
12	Earnings per Share - (Face value of ₹ 2 each)	5.63	4.09	4.39	18.89	13.99
	Basic and Diluted (in ₹) (Not Annualised)					

13 Details of Secured Non-Convertible Debenture are as follows :-

Sr No	Particulars	Previous Due Dates from October 01, 2016 to March 31, 2017	
		Principal	Interest
1	INE742F07080	27-12-2016	27-12-2016
2	INE742F07098, INE742F07122	-	27-12-2016
3	INE742F07296*, INE742F07320*	27-02-2017	27-02-2017
4	INE742F07395*	28-02-2017	28-02-2017
5	INE742F07379*	01-03-2017	01-03-2017
6	INE742F07171	-	02-03-2017
7	INE742F07288	16-03-2017	16-03-2017
8	INE742F07296	-	16-03-2017
9	INE742F07312	-	22-03-2017
10	INE742F07080	27-03-2017	27-03-2017
11	INE742F07098, INE742F07122	-	27-03-2017
12	INE742F07338	-	31-03-2017

Principal and Interest have been paid on due date.

* Part principal and interest have been paid before due date.



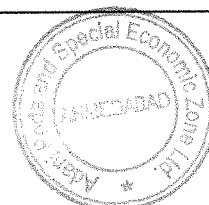
Statement of Assets and Liabilities

(₹ in Crore)

Particulars	As at March 31, 2017	As at March 31, 2016
	(Audited)	
ASSETS		
Non-current assets		
Property, plant and equipment	16,569.26	16,466.60
Capital work in progress	4,513.97	1,966.76
Goodwill	2,670.39	2,644.58
Other Intangible assets	1,813.85	1,772.04
Financial assets		
Investments	252.33	408.50
Trade receivables	13.63	22.00
Loans	-	2,913.94
Loans - Joint Venture Entities	759.32	-
Other financial assets	840.79	2,139.37
Other non current assets	2,252.56	1,789.70
Deferred tax assets	1,991.56	1,422.66
Total Non-current assets	31,677.66	31,546.15
Current assets		
Inventories	657.09	211.89
Financial assets		
Investments	909.03	136.68
Trade receivables	1,964.76	1,936.58
Customers' bills discounted	728.23	499.51
Cash and cash equivalents	951.03	843.00
Bank balance other than above	1,025.77	435.24
Loans	1,748.30	1,567.85
Loans - Joint Venture Entities	34.32	-
Other financial assets	1,006.62	599.96
Advance paid for Acquisition	1,450.00	-
Other current assets	1,432.27	829.13
Total current assets	11,907.42	7,059.84
Total Assets	43,585.08	38,605.99
EQUITY AND LIABILITIES		
Equity		
Equity share capital	414.19	414.19
Other equity	17,111.79	13,091.30
Equity attributable to equity holders of the parent	17,525.98	13,505.49
Non-controlling interests	139.24	123.96
Total equity	17,665.22	13,629.45
Non-current liabilities		
Financial liabilities		
Borrowings	17,993.24	15,819.67
Other financial liabilities	93.03	99.35
Net employee defined benefit liabilities	11.01	4.80
Deferred tax liabilities	215.71	221.14
Other non-current liabilities	1,050.96	934.45
Total Non-current liabilities	19,363.95	17,079.41
Current liabilities		
Financial liabilities		
Borrowings	2,533.89	3,133.81
Customers' bills discounted	728.23	499.51
Trade and other payables	493.72	403.29
Other financial liabilities	1,997.66	3,467.81
Provisions	87.22	61.00
Other current liabilities	521.28	300.75
Liabilities for current tax (net)	193.91	30.96
Total Current liabilities	6,555.91	7,897.13
Total liabilities	25,919.86	24,976.54
TOTAL EQUITY AND LIABILITIES	43,585.08	38,605.99

Note :

- 1 a) The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Companies (Indian Accounting Standard) Rules 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016. Beginning April 01, 2016, the Company has for the first time adopted Ind AS with a transition date of April 01, 2015. The impact of adjustments arising on transition has been accounted for in opening reserves and the comparative period results have accordingly been restated. These financial results (including all the periods presented) have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles accepted in India.



b) Reconciliation of results between previously reported (referred to as "Previous GAAP") and Ind AS for the quarter and the year ended March 31, 2016 is presented as under :-

(₹ in Crore)			
Sr No	Nature of Adjustments (excluding reclassification adjustments)	Quarter Ended March 31, 2016	Year Ended March 31, 2016
	Net Profit as per Previous GAAP	914.06	2,867.36
i)	Re-measurement cost of net defined benefit liability (refer note below)	0.54	2.20
ii)	Net gain/(loss) on financial assets / liabilities fair valued through statement of profit and loss (refer note below)	10.89	7.14
iii)	Restatement of profits eliminated in case of ports assets accounted as Intangible covered under Appendix A to Ind AS 11 (refer note below)	(1.36)	(5.13)
iv)	Reversal of amortisation of Goodwill (refer note below)	0.70	2.81
v)	Accounting policy alignment impact of subsidiary entity	(0.42)	1.02
vi)	Finance cost on liability component of Preference Shares (refer note below)	(1.56)	(6.23)
vii)	Transition from Change in Joint Venture accounting from Proportionate Consolidation to Equity Consolidation and Equity consolidated to Subsidiary accounting	10.98	11.08
viii)	Deferred tax impact on Ind AS adjustments (refer note below)	0.55	16.91
ix)	Impact of measuring derivative financial instruments on mark to mark basis (refer note below)	(24.28)	-
	Total	(3.96)	29.80
	Net profit before OCI as per Ind AS	910.10	2,897.16
	Other Comprehensive Income (net of tax)	18.22	16.56
	Net profit after OCI as per Ind AS	928.32	2,913.72

c) Reconciliation of equity between previously reported (referred to as "Previous GAAP") and Ind AS for the quarter and the year ended March 31, 2016 is presented as under :-

(₹ in Crore)		
Sr No	Nature of Adjustments	Year Ended March 31, 2016
	Equity as per Previous GAAP	13,223.63
	Adjustments:	
i)	Fair Valuation of Financial Assets and Liabilities (refer note below)	(11.95)
ii)	Fair Valuation of Equity Investments through OCI (refer note below)	135.53
iii)	Restatement of profits eliminated in case of ports assets accounted as Intangible Appendix A to Ind AS 11 (refer note below)	94.36
iv)	Reversal of amortisation of Goodwill (refer note below)	2.81
v)	Accounting policy alignment impact of subsidiary entity	(38.81)
vi)	Fair valuation impact of preference shares (refer note below)	(147.75)
vii)	Impact due to equity accounting of jointly controlled entities and associates, as applicable	64.18
viii)	Deferred Tax on Inter Company transaction elimination (refer note below)	183.49
	Total adjustments	281.86
	Equity as per Ind AS to the extent pertaining to equity shareholders of parent	13,505.49

Explanation Notes of Key components:

- Remeasurement cost of net defined benefit liability : The remeasurement cost arising primarily due to change in actuarial assumption has been recognised in Other Comprehensive Income (OCI) under Ind AS compared to Consolidated Statement of Profit and Loss under previous GAAP.
- Fair valuation for Financial Assets and Financial Liabilities : The Company has valued certain financial assets and financial liabilities, at fair value. Impact of fair value changes as on date of transition, is recognised in opening reserves and changes thereafter are recognised in Consolidated Statement of Profit and Loss Account or Other Comprehensive Income, as the case may be.
- Fair Valuation of equity instruments :- Under Indian GAAP, the Group accounted for long term investments in unquoted equity shares as investment measured at cost less provision for other than temporary diminution in the value of investments. Under Ind AS, the Group has designated such investments as FVTOCI investments. Ind AS requires FVTOCI investments to be measured at fair value. At the date of transition to Ind AS, difference between the instruments fair value and Indian GAAP carrying amount has been recognised as a separate component of equity, in the FVTOCI reserve, net of related deferred taxes.
- Restatement of profits eliminated in case of ports assets accounted as intangible covered under Appendix A to Ind AS 11 : The profit/loss on intra-group transactions related to major ports covered under the guidance given in Appendix A of Ind AS 11 'Service Concession Arrangements', have been considered as realised and accordingly, not required to be eliminated. Under previous GAAP, the profit/(loss) arising on intra-group transactions have been eliminated in full.
- Reversal of Amortisation of Goodwill : The goodwill on amalgamation was amortised under previous GAAP however the same is carried at previous GAAP carrying value in accordance with Ind AS 101 and tested for impairment.
- Finance cost on liability component of Preference Shares : The group has issued non-convertible redeemable preference shares. The preference shares carry fixed dividend which is non-discretionary. Under Indian GAAP, the preference shares were classified as equity and dividend payable thereon was treated as distribution of profit. Under Ind AS, non-convertible preference shares are separated into liability and equity components based on the terms of the contract. Interest on liability component is recognised using the effective interest method.
- Deferred Tax : The impact of transition adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Consolidated Statement of Profit and Loss account for the subsequent periods.
- MTM on derivative financial instruments : Under previous GAAP, the net mark to market losses on derivative financial instruments, other than those designated as cash flow hedges, as at the Balance Sheet date, were recognised in profit and loss, and the net gains, if any, were ignored. Under Ind AS, such derivative financial instruments are to be recognised at fair value and the movement is recognised in the statement of Profit and Loss.

2 i) The Company, its subsidiaries and joint venture entities provide tax provision, as applicable, as per Minimum Alternative Tax (MAT) as per provisions of section 115JB of the Income Tax Act, 1961, after considering the Company's eligibility to avail tax holiday benefit under section 80IAB/80IA of the Income Tax Act 1961. The Company and certain subsidiaries, as applicable, has also recognised MAT credit of ₹ 327.81 crore, ₹ 123.54 crore, ₹ 124.04 crore, ₹ 770.42 crore and ₹ 613.60 crore during the current quarter ended on March 31, 2017, preceding quarter ended on December 31, 2016, corresponding quarter ended on March 31, 2016, for the year ended on March 31, 2017 and corresponding year ended on March 31, 2016 respectively. Tax Expense includes Deferred Tax charge/(credit), as applicable.

ii) The Company earns interest income on funds lent to various parties. The Company contends that such interest income are earned from existing and potential business associations whereby concluded that such interest income has arisen from the Company's business activities and can be netted off with the interest expenditure which are incurred for business purposes while computing the deduction as per the provisions of section 80IAB of the Income Tax Act, 1961 and accordingly, no provision is required for income tax. Based on this, the Company has accounted higher MAT credit of ₹ 31.34 crore, ₹ 12.66 crore, ₹ 32.96 crore, ₹ 101.25 crore and ₹ 103.90 crore during current quarter and previous quarter ended December 31, 2016, corresponding quarter ended March 31, 2016, year ended March 31, 2017 and corresponding year ended March 31, 2016 respectively. The Company's tax assessments is completed till assessment year 2013-14, pending appeals with Appellate Tribunal for assessment year 2009-10 to 2011-12 and CIT (Appeals) for assessment year 2012-13 and 2013-14. The Company has received a favourable order from Appellate Tribunal for assessment year 2008-09.

3 The consolidated financial results have been prepared in accordance with Ind AS 110 "Consolidated Financial Statements" and Ind AS 111 "Joint Arrangements", prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder. The consolidated financial results as indicated above includes Adani Ports and Special Economic Zone Limited, its subsidiaries including step down subsidiaries and joint ventures entities. In line with Ind AS, joint venture entities, Adani International Container Terminal Private Limited and Adani CMA Mundra Container Terminal Private Limited, were consolidated using "Equity Method" from the "Proportionate Consolidation Method" under previous GAAP.

4 Consolidated Segment wise Revenue, Results, Segment Assets and Segment Liabilities :

(₹ in Crore)

Sr No	Particulars	Quarter Ended			Year Ended	
		March 31, 2017	December 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
		(Audited) (Refer Note 19)	(Unaudited)	(Audited) (Refer Note 19)	(Audited)	(Audited)
1	Segment Revenue					
	a. Port and SEZ activities	2,053.49	2,035.64	1,773.36	7,781.00	6,607.78
	b. Others	271.88	234.27	208.25	942.91	846.65
	Total	2,325.37	2,269.91	1,981.61	8,723.91	7,454.43
	Less: Inter Segment Revenue	93.91	61.24	82.90	284.56	345.78
	Total Income from Operations	2,231.46	2,208.67	1,898.71	8,439.35	7,108.65
2	Segment Results					
	a. Port and SEZ activities	1,063.78	1,053.73	1,045.44	4,247.10	3,595.39
	b. Others	30.35	10.67	1.53	67.73	20.99
	Total	1,094.13	1,064.40	1,046.97	4,314.83	3,616.38
	Less: Finance Expense	491.76	299.02	222.30	1,393.18	1,124.30
	Add: Interest Income	254.85	171.09	194.85	867.38	631.20
	Add: Other unallocable Income / Expenditure (Net)	315.96	32.43	-21.87	389.84	(3.84)
	Profit Before Tax	1,173.18	968.90	997.65	4,178.87	3,119.44
3	Segment Assets					
	a. Port and SEZ activities	31,837.30	30,652.66	25,615.30	31,837.30	25,615.30
	b. Others	1,275.41	1,201.94	1,170.45	1,275.41	1,170.45
	Sub-Total	33,112.71	31,854.60	26,785.75	33,112.71	26,785.75
	c. Unallocable	10,472.37	11,361.18	11,820.24	10,472.37	11,820.24
	Total Assets	43,585.08	43,215.78	38,605.99	43,585.08	38,605.99
4	Segment Liabilities					
	a. Port and SEZ activities	2,802.77	3,170.95	2,124.76	2,802.77	2,124.76
	b. Others	121.64	139.98	134.98	121.64	134.98
	Sub-Total	2,924.41	3,310.93	2,259.74	2,924.41	2,259.74
	c. Unallocable	22,995.45	23,652.06	22,716.80	22,995.45	22,716.80
	Total Liabilities	25,919.86	26,962.99	24,976.54	25,919.86	24,976.54

Others in the segment results represents mainly logistics, transportation and utility business.

5 The Company has entered into preliminary agreement with one of the party for development and maintenance of Liquefied Natural Gas (LNG) terminal infrastructure facilities at Mundra (Mundra LNG Project) vide agreement dated September 30, 2014. The Company had during the quarter ended September 30, 2014, recognised project service revenue of ₹ 200 crore pending conclusion of definitive agreement towards land reclamation based on the activities completed. Based on the agreement, the Company and the party are still in the process of concluding a definitive agreement for Mundra LNG Project relating to development and lease of infrastructure facilities (including lease of land) although land is being made available to the party for setting up the project facilities. The possible adjustments, if any, on execution of definitive agreement will be accounted later although the management does not expect any further adjustments in the books and further, the implementation of Mundra LNG project is progressing as on reporting date.

6 The listed Non- Convertible Debentures of the Company aggregating to ₹ 5,562.70 crore as on March 31, 2017 are secured by way of first pari passu charge on various property, plant and equipment and intangible assets of the Company and its certain subsidiaries whereby value of underlying assets exceeds hundred percent of the principal amount of the said debentures.

7 The company is rated as Baa3 by Moody's and BBB- from S&P and Fitch, the domestic rating agencies India Ratings and ICRA have assigned AA + rating to our company. Our Subsidiaries / joint venture companies, Adani Hazira Port Private Limited, The Dhamra Port Company Limited and Adani International Container Terminal Private Limited, have been rated AA-, Adani CMA Mundra Terminal Private Limited has been rated AA+(SO) and Adani Logistics Limited has been rated BBB.

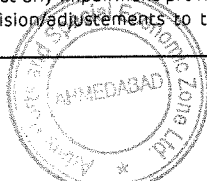
8 Income from Operations of the quarter ended March 31, 2017 previous quarter ended December 31, 2016 and year ended March 31, 2017 includes incentive earned under Government's Foreign Trade Policy 2015-20 on Port Services Income for the current year and for the previous year, as per the information compiled thereof.

9 a) Operating Income for the year ended March 31, 2017 includes income of ₹ 192.70 crore towards project related advisory services rendered for the development of Container Terminal Project at Mundra. The income has been recognised based on completion of performance obligation as per the arrangement / agreement entered between the Company, Joint Venture entity and the Service Provider. The Container Terminal facilities are being developed in Joint Venture entity.

b) The Company has completed the development of infrastructure assets of Container Terminal 4 which has been agreed to be transferred to joint venture entity, Adani CMA Mundra Terminal Private Limited (ACMTPL). Currently, the Company is temporarily operating the terminal facility, pending regulatory clearances for transfer of the terminal facilities to ACMTPL w.e.f. July 2016. Income from cargo handled at the terminal is included in Income from Operations.

10 The Company has acquired 100% equity stake of The Adani Harbour Services Private Limited (formerly known as T M Harbour Services Private Limited) pursuant to share purchase agreement signed on December 07, 2016, which is engaged in business of marine port services, at a consideration of ₹ 106.27 crore.

11 a) The Company is carrying net investment of ₹ 101.28 crore and has outstanding net loan of ₹ 290.09 crore in a subsidiary, engaged in Port services under concession from one of the port trust authorities of Government of India. The subsidiary company is temporarily not operating the port operations since January 2016 due to various operational bottlenecks, unviability of operating the port terminal, pending resolution to management's representation to port regulatory authorities and Ministry of Shipping in the matter. The management of the subsidiary company expects to have early resolution to operational issues at Port terminal whereby long term sustainability of the operations is achievable with adequate cash flows. The subsidiary had incurred net cash loss in current year as well as previous year and has accumulated losses of ₹ 137.99 crores as at March 31, 2017, whereby subsidiary company's net worth has become negative. The Company has undertaken to provide such financial support, as necessary, to enable the subsidiary company to meet the operational requirements as they arise and to meet its liabilities as and when they fall due and does not expect any impairment provision against its exposure. Accordingly, financial results of the subsidiary company have been prepared on a 'going concern' basis, no provision/adjustments to the carrying value of the said investments/loans is considered necessary by the management as at March 31, 2017.



(b) The Company is carrying net investments of ₹ 122.50 crore and has outstanding net loans and advances of ₹ 1,170.51 crore, in subsidiary companies engaged in Port services under concession agreement with the port trust authorities of Government of India and in business of development of integrated textile park at Mundra SEZ. The net worth of these companies have been eroded based on the latest financial results.

As per the management, considering the gestation period required for break even for such infrastructure investment projects, expected higher cash flows based on future business projections prepared by the management and the strategic nature of these investments, no provision/adjustment to the carrying value of the said investments /loans is considered necessary by the management as at March 31, 2017.

- 12 During the year, Abbot Point Operations Pty Ltd. ("APOPL"), a wholly owned subsidiary of the Company has acquired 100% of the ordinary share capital of Abbot Point Bulkcoal Pty Ltd ("APB"), engaged in the business of operations of Abbot Point Coal Terminal 1 ("APCT 1") in Australia, for a consideration of Australian Dollar 1 plus a completion adjustment.

The Company is yet to finalise the quantum of the completion adjustment with the Seller, accordingly, no impact of the completion adjustment has been reflected in the provisional business combination accounting, whereby goodwill of ₹ 5.35 crores has been recognised. The amount of goodwill recognised is expected to change as a result of the finalisation of the completion adjustment and the recognition of deferred tax consequences of the business combination.

- 13 During the quarter ended March 31, 2017, the Company has issued USD 500 million, US Dollars denominated Notes in the International market. The Notes bear fixed interest of 3.95% p.a. and having maturity date of January 19, 2022. The notes are issued at a price of 99.784% on the principal amount.

- 14 During the quarter, the Board of Directors of the Company has approved the scheme of arrangement entered between the Company and its subsidiary, the Adani Harbour Services Private Limited (AHSPL) whereby it is proposed to transfer Marine Business Undertaking having net assets value of ₹ 397.77 crores to AHSPL at a consideration of ₹ 200 crores to the transferor company (as adjusted by loans and interest accrued thereon, if any) based on the fair valuation report taken by the Company from the external experts. The Scheme is subject to the approval of creditors, shareholders and National Company Law Tribunal ('NCLT'). Pending aforesaid approvals, the Company has not taken effect of the draft scheme in financial results for the quarter and year ended March 31, 2017.

- 15 During the quarter and year ended March 31, 2017, the Company has accounted for purchase of 31,213,000 and 30,131,014 numbers of equity shares of two subsidiaries, Adani Kandla Bulk Terminal Private Limited and Adani Murmugao Port Terminal Private Limited, respectively at total consideration of ₹ 61.34 crores from the Group Company whereby these entities become wholly owned subsidiaries. As per the management, the transfer has been recorded based on Irrevocable Letter of Affirmation from the seller and acceptance by the Company although legal transfer is still in process.

- 16 Subsequent to year ended March 31, 2017, the Company has incorporated Mundra International Gateway Terminal Private Limited as wholly owned subsidiary on May 17, 2017.

- 17 The aforesaid audited results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 24, 2017.

- 18 The Board of Directors of the Company has recommended a final dividend of ₹ 1.30 per equity share (65%) of ₹ 2 each for the year ended March 31, 2017 subject to approval of Shareholders.

- 19 The figures of the last quarters are the balancing figures between audited figures in respect of the full financial year up to March 31, 2017 and March 31, 2016 and the unaudited published year-to-date figures up to December 31, 2016 and December 31, 2015, respectively, being the date of the end of the third quarter of the respective financial year which were subjected to limited review.

- 20 Key Numbers of Standalone Financial Results of the Company for the quarter ended March 31, 2017, preceding quarter ended December 31, 2016 and corresponding quarter ended March 31, 2016 and year ended March 31, 2017 and corresponding year ended March 31, 2016 are as under :-

Sr No	Particulars	Quarter Ended			Year Ended	
		March 31, 2017	December 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
a	Total Operating Income	1,234.85	1,297.38	942.35	4,878.86	4,619.17
b	Profit Before Tax	929.32	808.68	728.83	3,292.94	3,106.27
c	Net Profit After Tax	837.49	743.61	653.32	3,100.61	2,964.50

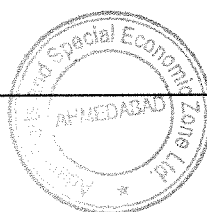
The Standalone Financial results are available at the Company's website www.adaniports.com and on the website of the stock exchanges www.bseindia.com and www.nseindia.com.

- 21 Figures of the previous period / year have been regrouped, wherever considered necessary to make them comparable to current period's / year's figures.

For and on behalf of the Board of Directors


Gautam S. Adani
Chairman & Managing Director

Place : Ahmedabad
Date : May 24, 2017





AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(₹ in Crore)

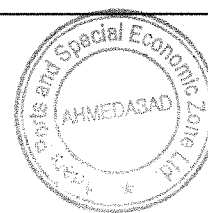
Sr No	Particulars	Quarter Ended			Year Ended	
		March 31, 2017	December 31, 2016	March 31, 2016	March 31, 2017	March 31, 2016
		(Audited) (Refer Note 17)	(Unaudited)	(Audited) (Refer Note 17)	(Audited)	
1	Income					
	a. Revenue from Operations	1,234.85	1,297.38	942.35	4,878.86	4,619.17
	b. Other Income	395.88	310.48	382.68	1,284.67	1,172.77
	Total Income	1,630.73	1,607.86	1,325.03	6,163.53	5,791.94
2	Expenditure					
	a. Operating Expenses	215.65	190.17	210.41	781.84	816.33
	b. Employees Benefit Expenses	50.09	55.22	46.03	210.99	178.92
	c. Depreciation and Amortisation Expenses	136.20	135.86	118.85	540.71	519.32
	d. Foreign Exchange (Gain) / Loss (net)	(262.47)	68.85	(2.19)	(200.33)	70.65
	e. Finance Cost					
	- Interest and Bank Charges	338.35	263.97	221.66	1,103.40	929.75
	- Derivative (Gain) / Loss	78.04	0.69	(69.50)	95.00	(75.30)
	f. Other Expenses	145.55	84.42	70.94	338.98	246.00
	Total Expenditure	701.41	799.18	596.20	2,870.59	2,685.67
3	Profit before Tax (1-2)	929.32	808.68	728.83	3,292.94	3,106.27
4	Tax Expense (net) (Refer Note 3)	91.83	65.07	75.51	192.33	141.77
5	Net Profit for the Period (3-4)	837.49	743.61	653.32	3,100.61	2,964.50
6	Other Comprehensive Income					
	a. Re-measurement gains / (losses) on defined benefit plans (net of tax)	4.40	(0.69)	(0.24)	2.33	(0.96)
	b. Net Gains on FVTOCI Equity Securities (net of tax)	10.00	-	17.56	10.00	17.56
	Total Other Comprehensive Income (Net of Tax) (a+b)	14.40	(0.69)	17.32	12.33	16.60
7	Total Comprehensive Income (after tax) (5+6)	851.89	742.92	670.64	3,112.94	2,981.10
8	Paid-up Equity Share Capital (Face Value of ₹ 2 each)	414.19	414.19	414.19	414.19	414.19
9	Earnings per Share (Face Value of ₹ 2 each) Basic and Diluted (in ₹) (Not Annualised)	4.04	3.59	3.15	14.97	14.31
10	Other Equity excluding Revaluation Reserves as at 31st March				16,450.66	13,151.62
11	Net worth				16,864.85	13,565.81
12	Debenture Redemption Reserve				476.21	638.88
13	Debt Equity Ratio (DER)				1.16	1.14
14	Debt Service Coverage Ratio (DSCR)				2.22	3.17
15	Interest Service Coverage Ratio (ISCR)				4.66	5.22

16 Details of Secured Non-Convertible Debenture are as follows :-

Sr No	Particulars	Previous Due Dates from October 01, 2016 to March 31, 2017	
		Principal	Interest
1	INE742F07080	27-12-2016	27-12-2016
2	INE742F07098, INE742F07122	-	27-12-2016
3	INE742F07296*, INE742F07320*	27-02-2017	27-02-2017
4	INE742F07395*	28-02-2017	28-02-2017
5	INE742F07379*	01-03-2017	01-03-2017
6	INE742F07171	-	02-03-2017
7	INE742F07288	16-03-2017	16-03-2017
8	INE742F07296	-	16-03-2017
9	INE742F07312	-	22-03-2017
10	INE742F07080	27-03-2017	27-03-2017
11	INE742F07098, INE742F07122	-	27-03-2017
12	INE742F07338	-	31-03-2017

Principal and interest have been paid on due date.

* Part principal and interest have been paid before due date.



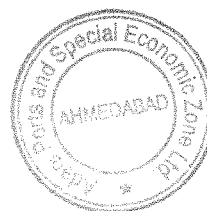
Statement of Assets and Liabilities

(₹ in Crore)

Particulars	As at March 31,2017	As at March 31,2016
	Audited	
Assets		
Non-Current Assets		
Property, Plant and Equipment	8,328.08	8,466.17
Capital Work in Progress	1,458.08	856.63
Goodwill	44.86	44.86
Other Intangible Assets	16.65	12.51
Financial assets		
i) Investments	9,515.65	5,184.77
ii) Trade Receivables	2.54	5.36
iii) Loans	5,952.23	6,534.92
iv) Other Financial Assets	809.96	1,843.84
Deferred Tax Assets (net)	1,764.52	1,255.75
Other Non Current Assets	1,387.19	1,004.58
	29,279.76	25,209.39
Current Assets		
Inventories	523.00	124.82
Financial Assets		
i) Investments	894.74	128.10
ii) Trade Receivables	1,128.61	1,181.26
iii) Customers Bill Discounted	663.48	379.79
iv) Cash and Cash Equivalents	549.27	699.87
v) Bank Balances Other than (iv) above	1,002.74	237.75
vi) Loans	3,469.38	2,099.34
vii) Other Financial Assets	835.80	432.87
Other Current Assets	900.95	636.02
	9,967.97	5,919.82
Total Assets	39,247.73	31,129.21
Equity And Liabilities		
Equity		
Equity Share Capital	414.19	414.19
Other Equity	16,450.66	13,151.62
Total Equity attributable to equity holders of the company	16,864.85	13,565.81
Non-Current Liabilities		
Financial Liabilities		
i) Borrowings	16,160.57	10,247.05
ii) Other Financial Liabilities	77.63	93.60
Other Non-Current Liabilities	679.73	734.26
	16,917.93	11,074.91
Current Liabilities		
Financial Liabilities		
i) Borrowings	2,533.89	3,133.81
ii) Customers Bill Discounted	663.48	379.79
iii) Trade and Other Payables	258.26	185.28
iv) Other Financial Liabilities	1,396.07	2,420.68
Provisions	47.68	51.22
Liabilities for Current Tax	158.50	26.01
Other Current Liabilities	407.07	291.70
	5,464.95	6,488.49
Total Liabilities	22,382.88	17,563.40
Total Equity and Liabilities	39,247.73	31,129.21

Note :

- 1 a) The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Companies (Indian Accounting Standard) Rules 2015 as amended by the Companies (Indian Accounting Standards) Amendment Rules, 2016. Beginning April 01, 2016, the Company has for the first time adopted Ind AS with a transition date of April 01, 2015. The impact of adjustments arising on transition has been accounted for in opening reserves and the comparative period results have accordingly been restated. These financial results (including all the periods presented) have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles accepted in India.



b) Reconciliation of results between previously reported (referred to as "Previous GAAP") and Ind AS for the quarter and year ended March 31, 2016 is presented as under

(₹ in Crore)

Sr No	Nature of Adjustments (excluding reclassification adjustments)	Quarter Ended March 31, 2016	Year ended March 31, 2016
	Net profit as per Previous GAAP	566.20	2,841.58
i)	Remeasurement cost of net defined benefit liability	0.37	1.47
ii)	Net gain /(loss) on financial assets /liabilities fair valued through statement of profit and loss	136.98	178.36
iii)	Impact of measuring derivative financial instruments on Mark to Market basis	(9.44)	-
iv)	Reversal of amortization of Goodwill	0.50	2.61
v)	Deferred Tax impact on Ind AS adjustments	(41.26)	(59.62)
vi)	Others	(0.03)	0.10
	Total	87.12	122.92
	Net profit before OCI as per Ind AS	653.32	2,964.50
	Other Comprehensive Income (net of tax)	17.32	16.60
	Net profit after OCI as per Ind AS	670.64	2,981.10

c) Reconciliation of Equity between previously reported (referred to as "Previous GAAP") and Ind AS for the quarter and year ended March 31, 2016 is presented as under

(₹ in Crore)

Sr No	Nature of Adjustments	Year ended March 31, 2016
	Equity as per Previous GAAP	13,628.38
	Add:	
i)	Fair Valuation of financial assets and liabilities (net)	(43.04)
ii)	Reversal of Amortisation of Goodwill	2.81
iii)	Classification of preference shares as Compound instrument	(147.76)
iv)	Fair Valuation of equity instruments	125.42
	Total adjustments	(62.57)
	Equity as per Ind AS to the extent pertaining to equity shareholders of parent	13,565.81

- i) Remeasurement cost of net defined benefit liability : The remeasurement cost arising primarily due to change in actuarial assumption has been recognised in Other Comprehensive Income (OCI) under Ind-AS as compared to Statement of Profit and Loss under previous GAAP.
 - ii) Fair valuation for Financial Assets and Financial Liabilities : The Company has valued certain financial assets and financial liabilities, at fair value. Impact of fair value changes as on date of transition, is recognised in opening reserves and changes thereafter are recognised in Statement of Profit and Loss Account or Other Comprehensive Income, as the case may be.
 - iii) MTM on derivative financial instruments : Under previous GAAP, the net mark to market losses on derivative financial instruments, other than those designated as cash flow hedges, as at the Balance Sheet date, were recognised in profit and loss, and the net gains, if any, were ignored. Under Ind AS, such derivative financial instruments are to be recognised at fair value and the movement is recognised in the Statement of Profit and Loss.
 - iv) Reversal of amortization of Goodwill -The Goodwill on amalgamation was amortised under previous GAAP, however the same is carried at previous GAAP carrying value in accordance with Ind AS 101 and tested for impairment .
 - v) Deferred Tax : The impact of transition adjustments together with Ind AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss account for the subsequent periods.
- 2 The Company is primarily engaged in one business segment, namely developing, operating and maintaining the Ports services, Ports related Infrastructure development activities and development of infrastructure at contiguous Special Economic Zone at Mundra, in accordance with Ind-AS 108 "Operating Segment".
- 3 i) Tax provision in the Standalone Financial results have been made as per Minimum Alternative Tax (MAT) as per provisions of section 115JB of the Income Tax Act, 1961, after considering Company's eligibility to avail tax holiday benefit under section 80IAB of the Income Tax Act 1961. The Company has also recognised MAT credit of ₹ 131.09 crore, ₹ 125.97 crore, ₹ 124.12 crore , ₹ 571.28 crore and ₹ 607.82 crore during current quarter ended March 31, 2017 and previous quarter ended December 31, 2016, corresponding quarter ended March 31, 2016, year ended March 31, 2017 and corresponding year ended March 31, 2016 respectively. Tax Expense includes Deferred Tax charge / (credit), as applicable.
- ii) The Company earns interest income on funds lent to various parties. The Company contends that such interest income are earned from existing and potential business associations and whereby concluded that such interest income has arisen from the Company's business activities and can be netted off with the interest expenditure which are incurred for business purposes while computing the deduction as per the provisions of section 80IAB of the Income Tax Act, 1961 and accordingly, no provision is required for income tax. Based on this, the Company has accounted higher MAT credit of ₹ 31.34 crore, ₹ 12.66 crore, ₹ 32.96 crore, ₹ 101.25 crore and ₹ 103.90 crore during current quarter ended March 31, 2017 and previous quarter ended December 31, 2016, corresponding quarter ended March 31, 2016, year ended March 31, 2017 and corresponding year ended March 31, 2016 respectively The Company's tax assessments is completed till assessment year 2013-14, pending appeals with Appellate Tribunal for Assessment Year 2009-10 to 2011-12 and CIT (Appeals) for Assessment Year 2012-13 and 2013-14. The Company has received a favourable order from Appellate Tribunal for assessment year 2008-09.



- 4 The Company has entered into preliminary agreement with one of the party for development and maintenance of Liquefied Natural Gas (LNG) terminal infrastructure facilities at Mundra (Mundra LNG Project) vide agreement dated September 30, 2014. The Company had during the quarter ended September 30, 2014, recognised project service revenue of ₹ 200 crore pending conclusion of definitive agreement towards land reclamation based on the activities completed. Based on the agreement the Company and the party are still in the process of concluding a definitive agreement for Mundra LNG Project relating to development and lease of infrastructure facilities (including lease of land) although land is being made available to the party for setting up the project facilities. The possible adjustments, if any, on execution of definitive agreement will be accounted later although the management does not expect any further adjustments in the books and further, the implementation of Mundra LNG project is progressing as on reporting date.
- 5 The listed Non- Convertible Debentures of the Company aggregating to ₹ 5,562.70 crore as on March 31, 2017 are secured by way of first pari passu charge on various property, plant and equipment and intangible assets of the Company and its certain subsidiaries whereby value of underlying assets exceeds hundred percent of the principal amount of the said debentures.
- 6 The company is rated as Baa3 by Moody's and BBB- from S&P and Fitch, the domestic rating agencies India Ratings and ICRA have assigned AA + rating to our company. Our Subsidiaries / joint venture companies, Adani Hazira Port Private Limited, The Dhamra Port Company Limited and Adani International Container Terminal Private Limited, have been rated AA-, Adani CMA Mundra Terminal Private Limited has been rated AA+(SO) and Adani Logistics Limited has been rated BBB.
- 7 The Ratios have been computed as per below
 - i) Debt Equity Ratio = Total Borrowings / Share holder's Fund
 - ii) Debt Service Coverage Ratio = Earnings before Interest, Depreciation and Tax / (Interest + Finance Cost + repayment made during the year)
 - iii) Interest Service Coverage Ratio = Earnings before Interest, Depreciation and Tax / Interest Expenses.
- 8 The Company has acquired 100% equity stake of The Adani Harbour Services Private Limited (formerly known as T M Harbour Services Private Limited) pursuant to share purchase agreement signed on December 07, 2016, which is engaged in business of marine port services, at a consideration of ₹ 106.27 crore.
- 9 Income from Operations of the quarter ended March 31, 2017 previous quarter ended December 31, 2016 and year ended March 31, 2017 includes incentive earned under Government's Foreign Trade Policy 2015-20 on Port Services Income for the current year and for the previous year, as per the information compiled thereof.
- 10 a) Operating Income for the year ended March 31, 2017 includes income of ₹ 192.70 crore towards project related advisory services rendered for the development of Container Terminal Project at Mundra. The income has been recognised based on completion of performance obligation as per the arrangement / agreement entered between the Company, Joint Venture entity and the Service Provider. The Container Terminal facilities are being developed in Joint Venture entity.
 b) The Company has completed the development of infrastructure assets of Container Terminal 4 which has been agreed to be transferred to joint venture entity, Adani CMA Mundra Terminal Private Limited ('ACMTPL'). Currently, the Company is temporarily operating the terminal facility, pending regulatory clearances for transfer of the terminal facilities to ACMTPL w.e.f. July 2016. Income from cargo handled at the terminal is included in Income from Operations.
- 11 a) The Company is carrying net investment of ₹ 101.28 crore and has outstanding net loan of ₹ 290.09 crore in a subsidiary, engaged in Port services under concession from one of the port trust authorities of the Government of India. This subsidiary company is temporarily not operating the port operations since January 2016 due to various operational bottlenecks, unviability of operating the port terminal, pending resolution to management's representation to port regulatory authorities and Ministry of Shipping in the matter. The management of the subsidiary company expects to have early resolution to operational issues at Port terminal whereby long term sustainability of the operations is achievable with adequate cash flows. The subsidiary had incurred net cash loss in current year as well as previous year and has accumulated losses of ₹ 137.99 crores as at March 31, 2017, whereby subsidiary company's net worth has become negative. The Company has undertaken to provide such financial support, as necessary, to enable the subsidiary company to meet the operational requirements as they arise and to meet its liabilities as and when they fall due and does not expect any impairment provision against its exposure.
 (b) The Company is carrying net investments of ₹ 122.50 crore and has outstanding net loans and advances of ₹ 1,170.51 crore, in subsidiary companies engaged in Port services under concession agreement with the port trust authorities of Government of India and in business of development of integrated textile park at Mundra SEZ. The net worth of these Companies have been eroded based on the latest financial results.
 As per the management, considering the gestation period required for break even for such infrastructure investment projects, expected higher cash flows based on future business projections prepared by the management and the strategic nature of these investments, no provision/adjustment to the carrying value of such investment project / loans is considered necessary by the management as at March 31, 2017.
- 12 During the quarter ended March 31, 2017, the Company has issued USD 500 million, US Dollars denominated Notes in the International market. The Notes bear fixed interest of 3.95% p.a. and having maturity date of January 19, 2022. The notes are issued at a price of 99.784% on the principal amount.
- 13 During the quarter, the Board of Directors of the Company has approved the scheme of arrangement entered between the Company and its subsidiary, The Adani Harbour Services Private Limited (TAHSPL) whereby it is proposed to transfer Marine Business Undertaking having net assets value of ₹ 397.16 crores (excluding borrowings of ₹ 111.21 crore) to TAHSPL at a consideration of ₹ 200 crores (as adjusted by loans and interest accrued thereon, if any) based on the fair valuation report taken by the Company from the external experts. The Scheme is subject to the approval of creditors, shareholders and National Company Law Tribunal ('NCLT'). Pending aforesaid approvals, the Company has not taken effect of the draft scheme in financial results for the quarter and year ended March 31, 2017.
- 14 During the quarter and year ended March 31, 2017, the Company has accounted for purchase of 31,213,000 and 30,131,014 numbers of equity shares of two subsidiaries, Adani Kandla Bulk Terminal Private Limited and Adani Murmugao Port Terminal Private Limited, respectively at total consideration of ₹ 61.34 crores from the Group Company whereby these entities become wholly owned subsidiaries. As per the management, the transfer has been recorded based on Irrevocable Letter of Affirmation from the seller and acceptance by the Company although legal transfer is still in process.
- 15 Subsequent to year ended March 31, 2017 the Company has incorporated Mundra International Gateway Terminal Private Limited as wholly owned subsidiary on May 17, 2017.
- 16 The aforesaid results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 24, 2017.
- 17 The figures of the last quarters are the balancing figures between audited figures in respect of the full financial year up to March 31, 2017 and March 31, 2016 and the unaudited published year-to-date figures up to December 31, 2016 and December 31, 2015, respectively, being the date of the end of the third quarter of the respective financial year which were subjected to limited review.
- 18 The Board of Directors of the Company has recommended a final dividend of ₹ 1.30 per equity share (65%) of ₹ 2 each for the year ended March 31, 2017 subject to approval of Shareholders.
- 19 Figures of the previous period / year have been regrouped, wherever considered necessary to make them comparable to current period's / year's figures.

For and on behalf of the Board of Directors

Gautam S Adani

Chairman & Managing Director

Place : Ahmedabad
Date : May 24, 2017

