DELHI INDIRA GANDHI INTERNATIONAL AIRPORT | GMR

# ANNUAL REPORT

## 2023–2024

# DELHI INTERNATIONAL AIRPORT LIMITED

## ANNUAL REPORT FOR THE FINANCIAL YEAR 2023 - 2024

| S. No. | Content |
|---|---|
| 1. | Directors’ Report |
| 2. | Report on Corporate Governance |
| 3. | Management Discussion and Analysis Report |
| 4. | Annexures to Directors’ Report |
| 5. | Independent Auditors Report on Standalone Financial Statements (Ind AS) |
| 6. | Standalone Financial Statements (Ind AS) |
| 7. | Independent Auditors Report on Consolidated Financial Statements |
| 8. | Consolidated Financial Statements (Ind AS) |

## BOARD OF DIRECTORS OF DELHI INTERNATIONAL AIRPORT LIMITED
## AS ON MARCH 31, 2024

| S. No. | Name of the Director | Designation |
|---|---|---|
| 1. | Mr. G.M. Rao | Executive Chairman |
| 2. | Mr. G.B.S. Raju | Managing Director |
| 3 | Mr. Grandhi Kiran Kumar | Director |
| 4 | Mr. Srinivas Bommidala | Director |
| 5 | Mr. Indana Prabhakara Rao | Executive Director |
| 6. | Mr. Kada Narayana Rao | Whole-time Director |
| 7 | Dr. Srinivas Hanumankar | Director |
| 8. | Ms. Rubina Ali | Director |
| 9. | Mr. Pankaj Malhotra | Director |
| 10. | Dr. Mundayat Ramachandran | Independent Director |
| 11. | Mr. Amarthaluru Subba Rao | Independent Director |
| 12. | Dr. Emandi Sankara Rao | Independent Director |
| 13. | Ms. Bijal Tushar Ajinkya | Independent Director |
| 14 | Mr. Fabien Alain Camille Lawson | Director |
| 15 | Mr. Regis Lacote | Director |
| 16. | Ms. Denitza Weismantel | Director |
| 17. | Mr. Matthias Engler | Alternate Director to Ms. Denitza Weismantel |
| 18. | Mr. Pierre Etienne Mathely | Alternate Director to Mr. Regis Lacote |

# Corporate Information

| Chief Executive Officer (KMP) | Chief Financial Officer (KMP) | Company Secretary and Compliance Officer (KMP) | Statutory Auditors | |
|---|---|---|---|---|
| **Mr. Videh Kumar Jaipuriar** | **Mr. Hari Nagrani** | **Mr. Abhishek Chawla** | **Walker Chandiok & Co. LLP, Chartered Accountants**<br>(Firm Registration No. 001076N/N500013)<br><br>Address: $21^{st}$ Floor, DLF Square, Jacaranda Marg, DLF Phase-II, Gurugram, Haryana – 122002, India<br><br>Email: Danish.Ahmed@WalkerChandiok.IN | **K.S. Rao & Co., Chartered Accountants**<br>(Firm Registration No. 003109S)<br><br>Address: $2^{nd}$ Floor, 10/2 Khivraj Mansion, Kasturba Road, Bengaluru – 560001, India<br><br>Email: sudarshan@ksrao.in |

| Company Details | Secretarial Auditors | Cost Auditors |
|---|---|---|
| **Registered Office Address**:<br>New Udaan Bhawan, Opposite Terminal-3, Indira Gandhi International Airport, New Delhi – 110037<br><br>CIN: U63033DL2006PLC146936<br><br>Email: DIAL-CS@gmrgroup.in | **Maneesh Gupta**<br>**Company Secretary**<br><br>Address:<br>18/15, Shakti Nagar, Delhi – 110007<br><br>Email: guptamaneeshcs@gmail.com | **M/s. Narasimha Murthy & Co., Cost Accountants**<br>(Firm Registration No. 000042)<br><br>Address: 3-6-365, 104 and 105, Pavani Estate, Y V Rao Mansion Himayath Nagar, Hyderabad - 500 029, Telangana<br><br>Email: chnr.nmc@gmail.com |

| Bankers | Registrar & Transfer Agent | Debenture Trustee |
|---|---|---|
| ICICI Bank Limited<br>Axis Bank Limited<br>Union Bank of India<br>Deutsche Bank<br>JP Morgan<br>Yes Bank<br>HSBC Bank<br>Kotak Mahindra Bank<br>IndusInd Bank | **Integrated Registry Management Services Private Limited**<br><br>Address: No. 30 Ramana Residency, $4^{th}$ Cross Sampige Road, Malleswaram, Bengaluru - 560 003<br><br>Tel No. (080) 23460815-818<br>Fax No: (080) 23460819<br>SEBI Registration Number: INR000000544<br>CIN: U74900TN2015PTC101466<br><br>Email: alpha123information@gmail.com | **Axis Trustee Services Limited**<br><br>Address: Axis House, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai – 400 025<br><br>Tel No. +91-22-62300451<br>Fax No: +91-22-43253000<br>SEBI Registration Number: IN000000494<br>CIN: U74999MH2008PLC182264<br><br>Email: debenturetrustee@axistrustee.in |

| Bond Trustee |
|---|
| **Citicorp International Limited**<br>Address: $39^{th}$ Floor, Champion Tower,<br>Three Garden Road, Central Hong Kong<br>Fax No: +852.2323.0279<br>Email: kathy.lau@citi.com |

# DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2023 - 2024

Dear Members,

The Board of Directors ["**Board**"] are pleased to present the 18th Annual Report ["**Report**"] on Business and Operations along with the Audited Financial Statements (Standalone and Consolidated) of your Company ("**the Company**" or "**DIAL**") for the financial year ended March 31, 2024 along with Auditors' Report thereon. This Directors' Report, read with the Management Discussion and Analysis [MDA] report includes the details of company's financials, business & operations performance and initiatives taken by the Company.

## STATE OF THE COMPANY'S AFFAIRS:

## FINANCIAL PERFORMANCE ON STANDALONE BASIS:

| Particulars | 31-March-24 (In ₹/crores except EPS) | 31-March-24 (USD Mn.) | 31-March-23 (In ₹/crores except EPS) | 31-March-23 (USD Mn.) |
|---|---|---|---|---|
| Revenue from Operations | 4,805.14 | 576.12 | 3,989.97 | 485.57 |
| Other Income | 289.72 | 34.74 | 264.30 | 32.17 |
| **Total Revenue** | **5,094.86** | **610.86** | **4,254.27** | **517.74** |
| Annual fee to AAI | 2,265.29 | 271.60 | 1,857.67 | 226.08 |
| Employee benefits expense | 290.83 | 34.87 | 251.98 | 30.67 |
| Other expenses | 979.46 | 117.43 | 896.52 | 109.11 |
| **Total Expenses** | **3,535.58** | **423.91** | **3,006.17** | **365.85** |
| **Earnings before finance cost, tax, depreciation and amortisation expenses (EBITDA)** | **1,559.28** | **186.95** | **1,248.10** | **151.89** |
| Depreciation and Amortization | 792.13 | 94.97 | 655.79 | 79.81 |
| Finance Cost | 1,127.05 | 135.13 | 810.32 | 98.61 |
| **Loss before exceptional items** | **(359.90)** | **(43.15)** | **(218.01)** | **(26.53)** |
| **Exceptional items** | **(179.29)** | **(21.50)** | **59.30** | **7.22** |
| **Loss before taxation** | **(180.61)** | **(21.65)** | **(277.31)** | **(33.75)** |
| Total tax (credit) | - | | 7.55 | 0.92 |
| **Loss after taxation** | **(180.61)** | **(21.65)** | **(284.86)** | **(34.67)** |
| Other comprehensive income for the year | (105.20) | (12.61) | (311.73) | (37.94) |
| **Total Comprehensive (loss)/ Income for the year** | **(285.81)** | **(34.27)** | **(596.59)** | **(72.60)** |
| **Earnings Per Share [EPS] (in ₹)** | | | | |
| - Basic and Diluted | (0.74) | - | (1.16) | - |

*Corresponding annual fee to AAI accrued pursuant to Ind AS 116 Lease Equalization income.

[Note: Exchange Rate for March 31, 2024 is 1 USD = ₹ 83.405 and for March 31, 2023 is 1 USD = ₹ 82.170 (Source: Foreign Exchange Dealers' Association of India)]

## REVENUE AND PROFIT ON STANDALONE BASIS:

During the financial year ended March 31, 2024, your Company has recorded a total Revenue of ₹5,094.86 Crore as against ₹ 4,254.27 Crore in the corresponding previous financial year, being increase of ~19.76%.

Further, your Company has also recorded the Loss after Tax of ₹ 180.61 Crore for the financial year ended March 31, 2024, against the Loss after Tax of ₹ 284.86 Crore in the corresponding previous financial year ended March 31, 2023.

The above said decrease in loss after tax is mainly due to reversal of provision against Airport Authority of India (AAI) advance during the current year.

## FINANCIAL PERFORMANCE ON CONSOLIDATED BASIS:

| Particulars | 31-March-24 (₹/crores except EPS) | 31-March-24 (USD Mn.) | 31-March-23 (₹/crores except EPS) | 31-March-23 (USD Mn.) |
|---|---|---|---|---|
| Revenue from Operations | 4,805.14 | 576.12 | 3,989.97 | 485.57 |
| Other Income | 115.31 | 13.83 | 129.27 | 15.73 |
| **Total Revenue** | **4,920.45** | **589.95** | **4,119.24** | **501.30** |
| Annual fee to AAI | 2,265.29 | 271.60 | 1,857.67 | 226.08 |
| Employee benefits expense | 290.83 | 34.87 | 251.98 | 30.67 |
| Other expenses | 979.46 | 117.43 | 896.53 | 109.11 |
| **Total Expenses** | **3,535.58** | **423.91** | **3,006.18** | **365.86** |
| **Earnings before finance cost, tax, depreciation and amortisation expenses (EBITDA)** | **1,384.87** | **166.04** | **1,113.06** | **135.44** |
| Depreciation and Amortization | 792.13 | 94.97 | 655.79 | 79.81 |
| Finance Cost | 1,127.05 | 135.13 | 810.32 | 98.61 |
| **Loss before share of Profit /(loss) of associates and joint ventures, exceptional items and tax** | **(534.31)** | **(64.06)** | **(353.05)** | **(42.98)** |
| **Exceptional Items** | **(179.29)** | **(21.50)** | **54.14** | **6.59** |
| **Loss before share of Profit /(loss) of associates and joint ventures and tax** | **(355.02)** | **(42.57)** | **(407.19)** | **(49.57)** |
| Share of profit of associates and joint ventures | 172.92 | 20.73 | 146.89 | 17.88 |
| **Loss before taxation** | **(182.10)** | **(21.83)** | **(260.30)** | **(31.69)** |
| Total tax expense / (credit) | - | | 7.55 | 0.92 |
| **Loss for the year** | **(182.10)** | **(21.83)** | **(267.85)** | **(32.61)** |
| **Other Comprehensive Income** | | | | |

| | | | | |
|---|---|---|---|---|
| **A) Items that will not be reclassified to profit or loss in subsequent periods** | | | | |
| Re-measurement loss on defined benefit plans | (1.00) | (0.12) | (1.82) | (0.22) |
| Income tax effect | | | - | - |
| **B) Items that will be reclassified to profit or loss in subsequent periods** | | | | |
| Net movement of cash flow hedges | (104.20) | (12.49) | (309.91) | (37.72) |
| Income tax effect | | | - | - |
| Share of other comprehensive income of associate and joint venture | (0.06) | (0.01) | (0.15) | (0.02) |
| **Total Other Comprehensive Income for the year (net of tax) (A+B)** | **(105.26)** | **(12.62)** | **(311.88)** | **(37.96)** |
| **Total Comprehensive income for the year (net of tax)** | **(287.36)** | **(34.45)** | **(579.73)** | **(70.57)** |
| **Earnings Per Share (in ₹)** | | | | |
| - Basic and Diluted | (0.74) | - | (1.09) | - |

[Note: Exchange Rate for March 31, 2024 is 1 USD = ₹ 83.405 and for March 31, 2023 is 1 USD = ₹ 82.170 (Source: Foreign Exchange Dealers' Association of India)]

## REVENUE AND PROFIT ON CONSOLIDATED BASIS:

The consolidated revenue has increased by ~19.45 %, from ₹ 4,119.24 crores in Financial Year 2022-2023 to ₹ 4,920.45 in Financial Year 2023-2024.

## PERFORMANCE AND FINANCIAL POSITION OF THE SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES:

The following are the highlights of the performance and financial position of the subsidiaries, joint ventures and associates and their contribution to the overall performance of the Company during the period of this Report.

### (i) SUBSIDIARIES:

Your Company does not have any subsidiary as on March 31, 2024.

### (ii) JOINT VENTURES AND ASSOCIATES:

Your Company is a Joint Venture (JV) Partner in the Special Purpose Vehicles (SPVs) formed by the successful bidders in key business areas like Duty Free, Cargo, Food & Beverage, Vehicle Parking Facilities, Fuel Farm, Advertisement and Bridge Mounted Equipment.

The performance and financial position of the JVs and Associates during financial year 2023-2024 are as follows:

(₹ Crore)

| S. No. | Name of Joint Venture Company/ Associates | Total Share Capital | Reserves and Surplus | Total Assets | Total Liabilities | Turnover /Total Income | Profit Before Taxation | Profit after Taxation | % of Equity Shareholding of DIAL |
|---|---|---|---|---|---|---|---|---|---|
| 1 | Celebi Delhi Cargo Terminal Management India Private Limited | 112.00 | 92.34 | 541.74 | 337.40 | 711.56 | 141.89 | 104.98 | 26.00% |
| 2 | Delhi Aviation Fuel Facility Private Limited | 164.00 | 75.81 | 655.44 | 415.63 | 83.98 | (1.42) | (1.17) | 26.00% |
| 3 | Travel Food Services (Delhi T3) Private Limited | 14.00 | 29.08 | 62.05 | 18.97 | 214.47 | 39.18 | 29.82 | 40.00% |
| 4 | Delhi Duty Free Services Private Limited | 80.00 | 474.31 | 822.56 | 268.25 | 1,988.48 | 313.77 | 231.79 | 49.90% |
| 5 | TIM Delhi Airport Advertisement Private Limited | 18.48 | 119.78 | 235.70 | 97.44 | 384.38 | 48.70 | 36.03 | 49.90% |
| 6 | Delhi Airport Parking Services Private Limited | 81.44 | 21.47 | 339.91 | 237.00 | 244.09 | 47.01 | 33.81 | 49.90% |
| 7 | Delhi Aviation Services Private Limited | 25.00 | 0.15 | 27.88 | 2.73 | 1.94 | (3.29) | (3.80) | 50.00% |
| 8 | GMR Bajoli Holi Hydro Power Private Limited | 538.00 | (572.43) | 3,304.72 | 3,339.14 | 432.36 | (111.88) | (111.88) | 20.14% |
| 9 | DIGI Yatra Foundation | 0.00 | 5.72 | 20.19 | 14.46 | 21.30 | 8.60 | 8.60 | 14.80% |

During the year under review, there is no change in the business of the Company, any of its above-mentioned Joint Ventures and Associates.

Further, due to continuous losses in GMR Bajoli Holi Hydropower Private Limited ("GBHHPL"), the value of equity investment of DIAL in GMR Bajoli Holi Hydropower Private Limited has become negative and accordingly while preparing consolidated accounts, the carrying value of investments is restricted to Nil as at March 31, 2024 (as at March 31, 2023, the Company had created a provision for diminution in its investment in GMR Bajoli Holi Hydropower Private Limited for ₹ 66.06 crores).

There are no new companies which have become or ceased to be JV and Associates during the financial year under review.

Further, a statement containing the salient features of the Financial Statements of subsidiaries, associate companies or joint ventures in the prescribed form AOC–1 under the provisions of the Companies Act, 2013 is enclosed as **Annexure - A** to this Report.

## DIVIDEND & APPROPRIATIONS:

Since your Company is in expansion stage, hence, your Company has not proposed any dividend and necessary amount has been transferred to reserves.

## SENIOR SECURED FOREIGN CURRENCY NOTES 2026 and 2029 LISTED WITH SINGAPORE STOCK EXCHANGE:

| Issued on | Amount (US$ Mn.) | Coupon | ISIN | Due | Remarks |
|---|---|---|---|---|---|
| October 31, 2016. | 522.60 | 6.125% | USY2R27RAB56 and US246725AB18 under Regulation S and Rule 144A respectively. | October 2026 | - |
| June 04, 2019. | 350.00 | 6.45% | USY2R40TAB40 and US246724AA69 under Regulation S and Rule 144A respectively. | June 2029 | - |
| February 25, 2020. [Tapping] | 150.00 | 6.45% | Same as above. | June 2029 | - |
| Total | 1022.6 | | | | |

During the financial year under review, the interest (half yearly) on such aforementioned Senior Secured Foreign Currency Notes was paid by the Company on their determined due dates.

## NON-CONVERTIBLE DEBENTURES [NCDs]:

| Issued on | Amount (₹) | Coupon | ISIN and Ratings | Due | Listed/ Unlisted | Remarks |
|---|---|---|---|---|---|---|
| March 30, 2021 | 32,57,09,84,700 | 10.964% | INE657H07011<br><br>Unrated. | October 2025 | Unlisted | • The Company had partially redeemed NCDs of Rs 744,05,15,745/- on August 23, 2023.<br>• Further, the Company had wholly redeemed remaining NCDs of Rs. 25,13,04,68,955 on July 26, 2024. |
| June 22, 2022 | 1000,00,00,000 | 9.52% p.a. payable monthly (until 36 months from date of allotment) and 9.98% p.a. payable monthly (from 37 months until 60 months from the date of allotment) | INE657H08019<br><br>AA- with stable outlook. | June 2027 | Listed | |
| April 13, 2023 | 12,00,00,00,000 | 9.60% per annum payable per quarterly | INE657H08027<br>AA- with stable outlook. | April 2030 | Listed | |
| August 22,2023 | 7,44,00,00,000 | 9.60% per annum payable per quarter | INE657H08035<br>AA- with Stable outlook. | August 2030 | Listed | |
| March 22, 2024 | 8,00,00,00,000 | 9.50% per annum payable per quarterly | INE657H08043<br>AA- with Stable outlook | March 2034 | Listed | |
| Total | 6,25,70,46,89,55 | | | | | |

## NCDs Issued during the Financial Year:

A. UNSECURED (FOR THE PURPOSES OF COMPANIES ACT, 2013 AND APPLICABLE SEBI REGULATIONS), LISTED, RATED, REDEEMABLE, NON-CONVERTIBLE DEBENTURES DUE APRIL 2030:

During the year under review, your Company has raised ₹ 1,200 crores in April, 2023 by issuing unsecured (for the purposes of Companies Act, 2013 and applicable SEBI regulations), listed, rated, redeemable, Non-Convertible Debentures (NCDs), (ISIN: INE657H08027) due in 2030. The NCDs got listed on BSE Limited on April 17, 2023 and were initially subscribed by ICICI Bank Limited, Barclays Bank PLC – Mumbai branch, Tata Capital Financial Services Limited, The HongKong and Shanghai Banking Corporation Limited – Mumbai, India Infrastructure Finance Company Limited and Aditya Birla Finance Limited. The proceeds of said NCDs has been availed for partly finance the Phase 3A Expansion project of the Company.

The Debentures were rated "ICRA A+" with Positive outlook by ICRA Limited and "IND A+" with Positive outlook by India Ratings and Research (A Fitch Group Company) initially.

Subsequently, ICRA Limited and India Ratings and Research (A Fitch Group Company), Credit Rating Agencies ("CRA") have upgraded the Credit Rating from "ICRA A+" and "IND A+" with positive outlook to "ICRA AA-" and "IND AA-" with stable outlook.

The initial rate of the NCDs were 9.75% per annum, payable quarterly subject to rating linked reset and reset after 5 years from April 13, 2023. Subsequently, due to upgradation of credit rating, the rate of coupon has been changed from 9.75 % per annum to 9.60 % per annum payable quarterly w.e.f. February 20, 2024.

B. UNSECURED (FOR THE PURPOSES OF COMPANIES ACT, 2013 AND APPLICABLE SEBI REGULATIONS), LISTED, RATED, REDEEMABLE, NON-CONVERTIBLE DEBENTURES DUE AUGUST 2030:

During the financial year under review, your Company has raised ₹ 744 crores in August, 2023 by issuing unsecured (for the purposes of Companies Act, 2013 and applicable SEBI regulations), listed, rated, redeemable, Non-Convertible Debentures (NCDs), (ISIN: INE657H08035) due in 2030. The NCDs got listed on BSE Limited on August 24, 2023 and were initially subscribed by Axis Bank Limited, ICICI Bank Limited, The HongKong and Shanghai Banking Corporation Limited – Mumbai. The proceeds from the NCDs has been availed and utilized for partly refinancing/ redemption of 10.964 % Non-Convertible Debentures [NCDs] issued by the Company in March 2021 ("2025 NCDs").

The Debentures have been rated "ICRA A+" with Positive outlook by ICRA Limited and "IND A+" with Positive outlook by India Ratings and Research (A Fitch Group Company) initially.

Subsequently, ICRA Limited and India Ratings and Research (A Fitch Group Company), Credit Rating Agencies ("CRA") have upgraded the Credit Rating from "ICRA A+" and "IND A+" with positive outlook to "ICRA AA-" and "IND AA-" with stable outlook.

The initial rate of the NCDs were 9.75% per annum, payable quarterly subject to rating linked reset and reset after 5 years from August 22, 2023. Subsequently, due to upgradation of credit rating, the rate of coupon has been changed from 9.75 % per annum to 9.60 % per annum payable quarterly w.e.f. February 20, 2024.

C. UNSECURED (FOR THE PURPOSES OF COMPANIES ACT, 2013 AND APPLICABLE SEBI REGULATIONS), LISTED, RATED, REDEEMABLE, NON-CONVERTIBLE DEBENTURES DUE MARCH 2034:

During the financial year ended March 31, 2024, the Company has raised ₹ 800 crores in March, 2024 by issuing unsecured (for the purposes of Companies Act, 2013 and applicable SEBI regulations), listed, rated, redeemable, Non-Convertible Debentures (NCDs), (ISIN: INE657H08043) due in 2034. The coupon rate on the NCDs are 9.50% per annum, payable quarterly subject to rating linked reset and reset after 5 years from March 22, 2024. The NCDs got listed on BSE Limited on March 26, 2024 and were initially subscribed by ICICI Bank Limited, Axis Bank Limited, and India Infrastructure Finance Company Limited. The proceeds of said NCDs has been availed to fund the Phase 3A project of the Company.

The Debentures have been rated "ICRA AA-" with stable outlook by ICRA Limited and "IND AA-" with stable outlook by India Ratings and Research (A Fitch Group Company).

NCDs redeemed during the Financial Year ended March 31, 2024:

During the financial year ended March 31, 2024, the Company had redeemed Unlisted NCDs of ₹ 744.05 crores in August 2023, out of the total issue size of ₹ 32,57,09,84,700/- (Rupees Three Thousand Two Hundred and Fifty-Seven Crores, Nine Lakhs, Eighty Four Thousand, Seven hundred only) issued by the Company in March 2021. Post partial redemption of 2021 NCDs the outstanding value of the 2021 NCDs is ₹ 2,513.05 crores.

NCDs issued post closure of the Financial Year:

UNSECURED (FOR THE PURPOSES OF COMPANIES ACT, 2013 AND APPLICABLE SEBI REGULATIONS), LISTED, RATED, REDEEMABLE, NON-CONVERTIBLE DEBENTURES DUE JULY 2034:

Post closure of the financial year 2023-2024 till the date of this Report, your Company has raised ₹ 2513 Crores in July, 2024 by issuing unsecured (for the purposes of Companies Act, 2013 and applicable SEBI regulations), listed, rated, redeemable, Non-Convertible Debentures (NCDs), (ISIN: INE657H08050) due in 2034. The coupon rate on the NCDs are 9.50% per annum, payable quarterly subject to rating linked reset and reset after 5 years from July, 2024. The NCDs got listed on BSE Limited on July 26, 2024 and were initially subscribed by REC Limited and India Infrastructure Finance Company Limited. The proceeds from the NCDs was utilized for whole redemption of 10.964 % Non-Convertible Debentures [NCDs] issued by the Company in March 2021 ("2021 NCDs").

The Debentures have been rated "ICRA AA-" with Stable outlook by ICRA Limited and "IND AA-" with Stable outlook by India Ratings and Research (A Fitch Group Company).

## NCDs redeemed post closure of the Financial Year ended March 31, 2024:

Post closure of the financial year, in terms of the Information Memorandum dated March 21, 2021 and the relevant clause in the Debenture Trust Deed, the Company had voluntary redeemed 251, 304, 68,955, senior, unlisted, redeemable, rupee non-convertible debentures issued by the Company on private placement basis of face value of Rs. 1 /- each, aggregating to Rs. 251, 304, 68,955 Crore held by India Airport Infra on July 26, 2024.

## Credit Rating:

During the financial year under review, the credit rating agencies, rated our bank facilities and other debt programs, the details of which are posted on our website https://www.newdelhiairport.in/corporate/our-company

The Company's strong focus on financial capital coupled with financial discipline and prudence are reflected in the strong credit ratings ascribed by rating agencies, as under:

| Name of Credit Rating Agency | Instrument | Date of Rating | Amount and ISIN | New/ Revised Ratings and Outlook | Remarks |
|---|---|---|---|---|---|
| ICRA Limited | Non-Convertible Debenture | May 26, 2022 | Rs. 1000 Crore **INE657H08019** | AA- Stable | Upgraded from A+ to AA- |
| | | March 20, 2023 | 1200 Crore **INE657H08027** | AA- Stable | Upgraded from A+ to AA- |
| | | July 31, 2023 | Rs. 744 Crores **INE657H08035** | AA- Stable | Upgraded from A+ to AA- |
| | | March 11, 2024 | Rs. 800 Crores **INE657H08043** | AA- Stable | AA- |
| India Ratings and Research | | May 27, 2022 | Rs. 1000 Crore **INE657H08019** | AA- Stable | Upgraded from A+ to AA- |
| | | March 21, 2023 | 1200 Crore **INE657H08027** | AA- Stable | Upgraded from A+ to AA- |

| | | | | | |
|---|---|---|---|---|---|
| | | July 27, 2023 | Rs. 744 Crores INE657H08035 | AA- Stable | Upgraded from A+ to AA- |
| | | March 11, 2024 | Rs. 800 Crores INE657H08043 | AA- Stable | AA- |

All of the above ratings indicate a high degree of safety with regard to timely payment of interest and principal.

## REGULATORY:

The Airports Economic Regulatory Authority (AERA) has issued order no. 57/2020-21 for third control period on December 30th, 2020 allowing the Company to continue with BAC+10% tariff for the balance period of third control period. In addition, AERA has also allowed the Company to levy compensatory tariff in lieu of Fuel throughout Charges on ticket issued on or after February 01, 2021 at the rate of Rs. 65.98 per embarking passenger up till March 31, 2021 and Rs. 53.00, Rs 52.56 and Rs 51.97 for FY 2022, FY 2023 and FY 2024, respectively. Further, AERA in its order dated 15th March 2024 (Order No 40/2023-24) has allowed the Company to extend the existing tariff, as applicable as on 31st March 2024, on interim basis, for further period of 6 months w.e.f 1st April 2024 to 30th September 2024 or till the determination of regular tariffs for the relevant Control Period, whichever is earlier.

The Judgement on DIAL's appeal related Cargo handling (CHS) and Ground Handling (GHS) was pronounced by TDSAT on 13th January 2023, where TDSAT referring to its own judgment dated 23rd April 2018 and Hon'ble Supreme Court's Order dated 11th July 2022 reiterated that CHS and GHS are Non-Aeronautical services in nature as per OMDA. Since, CHS and GHS are non-aeronautical as per the OMDA and SSA, DIAL also has the power to determine tariff for both the services. In view of the order issued by TDSAT, AERA has further appealed before the Hon'ble Supreme Court.

In respect to CP-2 & CP-3 appeal, the arguments in both the appeals was heard by TDSAT and the judgement was pronounced on 21st July, 2023 which has been further challenged by FIA & AERA in Hon'ble Supreme Court.

## AUDITORS AND AUDITORS' REPORT:

M/s. Walker Chandiok & Co. LLP and M/s. K.S. Rao & Co. are the Joint Statutory Auditors of the Company.

M/s. K.S. Rao & Co., Chartered Accountants (Firm Registration No. 003109S) were re-appointed as one of the Joint Statutory Auditors by the members of the Company in the 16th Annual General meeting held on September 05, 2022, for a period of 5 years.

M/s. Walker Chandiok & Co. LLP, Chartered Accountants (Firm Registration No. 001076N/ N500013) was appointed as one of the Joint Statutory Auditors by the members of the

Company in the 13th Annual General Meeting held on September 25, 2019, for a period of 5 years.

Since the term of M/s. Walker Chandiok & Co. LLP, as the Joint Statutory Auditors of the Company is coming to an end in the 18th Annual General Meeting of the Company. Therefore, it was recommended by the Board of Directors to re-appoint them as the Joint Statutory Auditors of the Company for another term of 5 years (till the conclusion of 23rd Annual General Meeting of the Company). Accordingly, a resolution seeking approval from the members of the Company is included in the Notice of the ensuing Annual General Meeting.

The Auditors Report and Notes on financial statements referred in the Financial Statements are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark.

## REPORTING OF FRAUD BY AUDITORS:

During the financial year under review, neither Statutory Auditors, Internal Auditor, Cost Auditor nor Secretarial Auditor has reported to the Audit Committee under section 143 of the Companies Act, 2013, any instance of fraud committed against the Company by its officers or employees, the details of which needs to be mentioned in the Report.

## COST RECORDS AND COST AUDIT:

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, are applicable on the Company and accordingly, such accounts and records are made and maintained by the Company and the said cost records are also required to be audited.

Your Company is maintaining all the cost records referred above and M/s. Narasimha Murthy & Co. - Cost Auditors, have issued a cost audit report for the financial year 2023-2024 which does not contain any qualification, reservation, or adverse remark.

The Board, on the recommendation of the Audit Committee, has re-appointed M/s. Narasimha Murthy & Co., Cost Accountants (Firm Reg. No. 000042) as Cost Auditors of the Company for conducting the audit of cost records of the Company for the financial year 2024-2025.

Accordingly, a resolution seeking ratification of the remuneration to M/s. Narasimha Murthy & Co. - Cost Auditors by the members of the Company is included in the Notice of the ensuing Annual General Meeting.

## SECRETARIAL AUDITORS' AND AUDIT REPORT:

The Board of Directors had appointed Mr. Maneesh Gupta - Practising Company Secretary, to conduct the Secretarial Audit of the Company. The Secretarial Audit Report for the financial year ended March 31, 2024 is enclosed as **Annexure - B**. The Secretarial Audit Report does not contain any qualifications, reservations or adverse remarks.

## DEPOSITS:

The Company has not accepted any Deposits during the year under review, therefore, no disclosure as per Rule 8(5) of The Companies (Acceptance of Deposits) Rules, 2014 is required.

## ANNUAL RETURN:

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return as on March 31, 2024, is available on the Company's website on https://www.newdelhiairport.in/corporate/our-company

## REPORT ON CORPORATE GOVERNANCE:

Your Company works towards continuous improvement in governance practices and processes, in compliance with the statutory requirements. The Report on Corporate Governance as stipulated under relevant provisions of SEBI Listing Regulations forms part of the Annual Report. The requisite Certificate from the Practicing Company Secretary confirming compliance with the conditions of Corporate Governance is attached to the said Report.

## MEETINGS OF THE BOARD AND COMMITTEES:

Details in respect of Meetings of the Board and Committees are provided in Corporate Governance report, forming part of the Directors Report.

## CORPORATE SOCIAL RESPONSIBILITY (CSR):

As per the provisions of Section 135 of the Companies Act, 2013 and rules made thereunder, the annual report on CSR activities and initiatives of the Company for the financial year 2023 - 2024 is enclosed as **Annexure - C.**

## DIRECTORS RESPONSIBILITY STATEMENT:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

a) that in the preparation of the Annual Financial Statements for the year ended March 31, 2024, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;

b) that such accounting policies as mentioned in the Notes to the Financial Statements have been selected and applied consistently and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2024 and of the loss of the company for the year ended on that date;

c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

d) that the Annual Financial Statements have been prepared on a going concern basis;

e) proper internal financial controls to be followed by the Company have been laid down and that such internal financial controls are adequate and were operating effectively.

f) that proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## SECRETARIAL STANDARDS:

Your Company has complied with applicable Secretarial Standards (SS), i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, issued by The Institute of Company Secretaries of India.

## DIRECTORS AND KEY MANAGERIAL PERSONNEL:

### Appointments:

During the financial year under review, following Director(s) were appointed/reappointed:

1. Dr. Srinivas Hanumankar (DIN: 10303016) was appointed as an Additional Director of the Company w.e.f. October 01, 2023. Further, he was regularized and appointed as Director in Extraordinary General Meeting held on December 22, 2023.

2. Mr. Fabien Alain Camille Lawson (DIN: - 10360063) was appointed as an Additional Director of the Company w.e.f. October 30, 2023. Further, he was regularized and appointed as Director in Extraordinary General Meeting held on December 22, 2023.

3. Mr. Pierre Etienne Mathely (DIN: - 10360054) was appointed as an Alternate Director to Mr. Regis Lacote w.e.f. October 30, 2023.

4. Mr. Pankaj Malhotra (DIN: 10419629) was appointed as an Additional Director of the Company w.e.f December 09, 2023. Further, he was regularized and appointed as Director in Extraordinary General Meeting held on February 27, 2024.

5. The current term of Mr. Grandhi Mallikarjuna Rao, as Executive Chairman wasexpired on March 31, 2024. Further, he was re-appointed as an Executive Chairman at Meeting of Board of Directors held on March 27, 2024 for another term of three years w.e.f. April 01, 2024 till March 31, 2027 and subsequently his remuneration was also approved by the Board of Directors on June 11, 2024. Further, Members of the company had also approved the reappointment and remuneration of Mr. Grandhi Mallikarjuna Rao, as Executive Chairman of the Company in the Extraordinary General Meeting held on June 17, 2024.

6. The current term of Mr. G.B.S. Raju, as Managing Director of the Company is expired on March 31, 2024. Further, he was reappointed as Managing Director at Meeting of Board of Directors held on March 27, 2024 for a term of three years w.e.f. April 01, 2024 till March 31, 2027 and subsequently his remuneration was also approved by the Board of Directors on June 11, 2024. Further, Members of the company had also approved the reappointment and remuneration of Mr. G.B.S. Raju, as Managing Director of the Company in the Extraordinary General Meeting held on June 17, 2024.

7. The current term of Mr. Indana Prabhakara Rao, as Executive Director of the Company is expired on March 31, 2024. Further, he was reappointed as Executive Director at Meeting of Board held on March 27, 2024 for a term of three years w.e.f. April 01, 2024 to March 31, 2027 and subsequently his remuneration was also approved by the Board of Directors on May 29, 2024. Further, members of the company had also approved the reappointment and remuneration of Mr. Indana Prabhakara Rao, as Executive Director of the Company in the Extraordinary General Meeting held on June 17, 2024.

Further, Mr. Grandhi Mallikarjuna Rao (DIN: 00574243), Mr. Indana Prabhakara Rao (DIN: 03482239), Mr. Grandhi Kiran Kumar (DIN: 00061669) and Mr. Srinivas Bommidala (DIN: 00061464) are the Directors liable to retire by rotation and being eligible, have offered themselves for re-appointment in the ensuing Annual General Meeting. The Board of Directors has recommended their re-appointment for the approval of the members in the ensuing Annual General Meeting.

## Post closure of financial year March 31, 2024:

Post closure of the financial year ended March 31, 2024, considering the deep repository of knowledge and experience (including the proficiency), integrity, expertise, sharp business acumen and as a strong votary of the highest standards of corporate governance, the Board of Directors at its Meeting held on August 13, 2024, approved the re-appointment of following Directors as an Independent Director of a Company:

- Mr. Amarthaluru Subba Rao (DIN: 00082313) was appointed as an Independent Director of the Company w.e.f. September 20, 2021, to hold office for a term of 3 consecutive years or up to the conclusion of 18th Annual General Meeting, whichever is earlier. Since first term of Mr. Amarthaluru Subba Rao is coming to an end. Hence, on the basis of the recommendation of Nomination and Remuneration Committee, Board of Directors at its Meeting held on August 13, 2024, approved the re-appointment of Mr. Amarthaluru Subba Rao as an Independent Director for second term w.e.f. from September 20, 2024 or from the conclusion of 18th Annual General Meeting, , whichever is earlier, to hold office for a term of 5 consecutive years or up to the conclusion of 23rd Annual General Meeting, whichever is earlier, subject to the approval of the Members of the Company at the ensuing AGM.

- Mr. Emandi Sankara Rao (DIN: 05184747) was appointed as an Independent Director of the Company w.e.f. September 20, 2021, to hold office for a term of 3 consecutive years or up to the conclusion of 18th Annual General Meeting, whichever is earlier. Since first term of Dr. Emandi Sankara Rao is coming to end., Hence, on the basis of the recommendation of

Nomination and Remuneration Committee, Board of Directors at its Meeting held on August 13, 2024, approved the re-appointment of Dr. Emandi Sankara Rao as an Independent Director for a second term w.e.f. September 20, 2024 or from the conclusion of $18^{th}$ Annual General Meeting, whichever is earlier, to hold office for a term of 5 consecutive years or up to the conclusion of $23^{rd}$ Annual General Meeting, whichever is earlier, subject to the approval of the Members of the Company at the ensuing AGM.

**Cessations or Resignations:**

During the financial year under review, the following Cessations/ Resignations took place:

1. Mr. Anil Kumar Pathak [DIN: 08213061] has resigned as a Director of the Company with effect from September 30, 2023.
2. Mr. Philippe Pascal [DIN: 08903236] has resigned as a Director of the Company with effect from October 26, 2023.
3. Ms. Vidya Vaidyanathan [DIN: 08366688] has resigned as a director of the Company with effect from November 29, 2023.

The Board of Directors placed on record its deep appreciation for the services and support rendered by Mr. Anil Pathak, Mr. Philippe Pascal and Ms. Vidya Vaidyanathan.

Mr. Videh Kumar Jaipuriar - Chief Executive Officer, Mr. Hari Nagrani - Chief Financial Officer and Mr. Abhishek Chawla – Company Secretary & Compliance Officer continues to be Key Managerial Personnel (KMPs) of the Company.

## NOMINATION AND REMUNERATION POLICY:

Details in respect of Nomination and Remuneration Policy are provided in Corporate Governance report, forming part of the Directors Report.

## STATEMENT REGARDING OPINION OF THE BOARD WITH REGARD TO INTEGRITY, EXPERTISE AND EXPERIENCE (INCLUDING THE PROFICIENCY) OF THE INDEPENDENT DIRECTORS APPOINTED DURING THE YEAR:

There are no independent director(s) appointed by the Company during the year under review.

## DECLARATIONS BY INDEPENDENT DIRECTORS:

All the independent directors of the Company have submitted their declarations that each of them meets the criteria of independence as provided under Section 149(6) of the Companies Act, 2013 along with the rules framed thereunder and Regulation 16 of Listing Regulations. There has been no change in the circumstances affecting their status as independent directors of the Company.

During the financial year under review, the independent directors of the Company had no pecuniary relationship or transactions with the Company, except as disclosed in this Report.

Basis the declarations received from the independent directors and the disclosures made by them, the Board, acknowledging the veracity of the same, has concluded that the independent directors are the persons of integrity and qualify as such and that they are independent of the Management of the Company.

In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, the names of all the independent directors of the Company are forming part of the data bank maintained by the Indian Institute of Corporate Affairs.

## SEPARATE MEETING OF INDEPENDENT DIRECTORS:

Details in respect of separate meeting of Independent Directors are provided in Corporate Governance report, forming part of the Directors Report.

## BOARD EVALUATION:

Details in respect of Board Evaluation are provided in Corporate Governance report, forming part of the Directors Report.

## PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS AS PER SECTION 186:

Your Company being an Infrastructure Company, the provisions of Section 186 of the Companies Act, 2013, except sub-section (1), are not applicable to the Company.

The details of Investments already made by the Company form part of the notes to the Financial Statements in the Annual Report and there were no other investments made by the Company, except Treasury Investments in Deposits, Mutual Funds, Commercial Papers etc.

## PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES AS PER SECTION 188 AND SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015:

All contracts/arrangements/transactions entered by the Company during the financial year 2023-2024 with related parties were in the ordinary course of business and on an arm's length basis.

However, the approval of the Board of Directors were obtained for all the contracts/arrangements entered into with Group Entities during the financial year, pursuant to the requirements of the Operation, Management & Development Agreement (OMDA) executed by the Company with Airports Authority of India (AAI). As a good corporate governance practice, necessary disclosures as required under the provisions of Section 188 of the Companies Act, 2013 read with the rules made thereunder and the Listing Regulations read with applicable SEBI Circulars were made to the Board of Directors at the time of obtaining their approval. Although the provisions of Section 188 of the Companies Act, 2013 are not applicable, the details of all such contracts/arrangements are enclosed in the format of **AOC-2** as **Annexure - D**.

Further, pursuant to the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["Listing Regulations"], your Company has made adequate related party disclosures as specified in Regulation 53 read with Para A of Schedule V of the Listing Regulations.

The members may refer Note No. 36 to the Standalone Financial Statement which sets out related party disclosure pursuant to Ind AS.

## MATERIAL CHANGES AND COMMITMENTS, IF ANY AFFECTING THE FINANCIAL POSITION:

There are no material changes and commitments affecting the financial position of the Company after the end of financial year till the date of this Report.

## CHANGE IN THE NATURE OF BUSINESS, IF ANY:

During the financial year 2023-2024, there is no change in the nature of business of your Company.

## CHANGE IN THE SHARE CAPITAL, IF ANY:

During the financial year 2023-2024, there is no change in the Share Capital of your Company.

Post closure of the financial year 2023-24, the members of the Company may please note that the Hon'ble National Company Law Tribunal, Chandigarh Bench (Court-I) ("NCLT") vide its Order dated June 11, 2024, had approved the composite scheme of amalgamation and arrangement amongst GMR Airports Limited ("GAL" OR "Transferor Company-1") and GMR Infra Developers Limited ("GIDL" or "the Transferor company-2") with GMR Airports Infrastructure Limited ("GIL" or "Transferee Company") and their respective Shareholders and Creditors ("Scheme"), whereby the Transferor Companies -1 & 2 in a step approach have been amalgamated with the Transferee Company.

The appointed date of the Scheme of amalgamation and arrangement is April 01, 2023 and its effective date is July 25, 2024.

GMR Airports Limited was the immediate holding Company of Delhi International Airport Limited ("DIAL") holding 1,567,999,798 equity shares representing 64.00% in DIAL. Further, GMR Airports Limited holds jointly with Mr. Srinivas Bommidala and Mr. Grandhi Kiran Kumar 1 equity share each.

By virtue of this Corporate Restructuring and sanctioned scheme, GAL stand dissolved without undergoing the process of winding up.

In view of the above, GIL become ultimately the holding Company of DIAL and shall continue to hold 1,567,999,898 equity shares in DIAL along with the 1 equity share each jointly with

Mr. Srinivas Bommidala and Mr. Grandhi Kiran Kumar and all the contracts, agreements, investments, liabilities, and obligations of GAL with DIAL, which are subsisting or having effect immediately before the Effective Date i.e July 25, 2024, stand transferred to and vested ultimately in GIL and be in full force and effect in favour of GIL.

## PARTICULARS OF EMPLOYEES / EMPLOYEE REMUNERATION:

Pursuant to Rule 2A of the Companies (Specification of Definitions Details) Rules, 2014, public companies which have not listed their equity shares on a recognized stock exchange but have listed their non-convertible debt securities issued on a private placement basis in terms of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021, shall not be considered listed company in terms of the Act. Hence, section 197(12) of the Act read with Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, are provided in **Annexure - E** to the Report. The details of Foreign Exchange earnings and outgo are given in the **Note No. 42** "Other Disclosures" to the Notes to Accounts to the standalone financial statements as enclosed.

## DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY:

GMR Group's Enterprise Risk Management (ERM) philosophy is "To integrate the process for managing risk across GMR Group and throughout its businesses and lifecycle to enable protection and enhancement of stakeholder value."

Your Company, in line with Group ERM policy, has developed, adopted and implemented its Enterprise Risk Management framework to identify risk elements and their potential impact which may affect the organization. Your Company continues to monitor and manage risks by providing reasonable assurance for achievement of its business objectives. During the Organizational Strategy Planning process, all potential risks emerging from environment scan discussions and deliberations between your Company's Senior Management, are captured and a consolidated list of top risks is prepared and reviewed periodically.

Further, in order to stay competitive and bring in industry best practices, your Company refreshed its existing risk management framework in 2021 and also defined the organizational risk policy to proactively counter new and upcoming risks. Your Company has been periodically reviewing the enterprise risk library as part of its risk monitoring mechanism. While there were no risks perceived to threaten the existence of your Company, following have been identified as certain key risks, which are being monitored at regular intervals along with mitigating measures:

1. Strategic Risk such as Reputational Risk, Competition risk, Political risk, Market and credit risk, etc.
2. Operational risks – Physical risk, Technology risk, Project execution risk, Human resource risk, Information security etc.
3. Financial risks – Liquidity risk, financial reporting risk, treasury risk etc.
4. Governance risks – Legal / Regulatory risk, EHS risk etc.
5. Force majeure events like pandemic, earthquake disrupting entire aviation value chain and the larger economy,

Your Company incorporated an agile strategy to create crisis escalation procedures duly monitored by the management team on periodic basis. Rather than a 'wait and see' approach, your Company responded swiftly and acted rapidly on contingencies to ensure business continuity. Through extensive outreach and collaboration with all stakeholders and aligning ERM within our strategy, your Company positioned itself to reduce business loss and seize business opportunities that might otherwise have been missed.

Further, as per the provisions of the Companies Act, 2013 and Listing Regulations the Enterprise Risk Management Policy was approved by the Board of Directors at its meeting held on July 29, 2022.

## DISCLOSURE OF POLICY ON WHISTLE BLOWER / VIGIL MECHANISM:

Details in respect of disclosure of Policy on Whistle Blower / Vigil Mechanism are provided in Corporate Governance report, forming part of the Directors Report.

## SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATOR OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There are no significant and material orders passed by the regulator or courts or tribunals impacting the going concern status and Company's operations in future, except as explained in this Report under the Regulatory section.

## ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

Your Company has adopted policies and procedures including 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 the Company's policies, the safeguarding of its assets, the prevention and detection of fraud and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures under the Companies Act, 2013.

These controls are embedded in various business processes and are evaluated across all functional areas independently by Management Assurance Group (Internal Auditors) during audits.

Mitigation plans are put in place to strengthen the controls where weaknesses have been identified during the review and the testing results are reported to the Audit Committee on regular basis.

During the financial year 2023-2024, no reportable material weakness observed in the design or operating effectiveness of the controls except few areas where there is a need to further strengthen the controls.

## DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Details in respect of disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are provided in Corporate Governance report, forming part of the Directors Report.

## TRANSFERS TO THE INVESTOR EDUCATION AND PROTECTION FUND:

There is no transfer to the investor education and protection fund during the financial year ended March 31, 2024.

## INSURANCE:

The Company's properties including building etc. have been adequately insured against major risks.

## PREVENTION OF INSIDER TRADING:

Details in respect of prevention of insider trading are provided in Corporate Governance report, forming part of the Directors Report.

## FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS:

Details in respect of Familiarisation Programme for Independent Directors are provided in Corporate Governance report, forming part of the Directors Report.

## GREEN INITIATIVE:

Electronic copies of the Annual Report 2023-24 and the Notice of the 18th Annual General Meeting are sent to all members whose email addresses are registered with the Company/ RTA. The hard copy of Annual Report 2023-24 will be sent only to those shareholders who request for the same.

## DISCLOSURE UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016:

During the financial year under review, no Corporate Insolvency Resolution Process (CIRP) was initiated or pending against your Company, under the Insolvency and Bankruptcy Code, 2016 (IBC) as amended.

DURING THE FINANCIAL YEAR UNDER REVIEW THERE WAS NO DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

Not Applicable.

BOARD POLICIES:

The details of the policies including Policy on Related Party Transactions (RPT) approved and adopted by the Board of Directors as required under the Companies Act, 2013 and Securities and Exchange Board of India (SEBI) regulations are available on the Company's website, at https://www.newdelhiairport.in/corporate/our-company?q=collapseinvestor

GENERAL:

Your directors further state that no disclosure or reporting is required in respect of various items, which are only applicable to Equity listed companies or where there were no transactions or event during the financial year under review viz. Issue of Equity Shares with differential voting rights, Sweat Equity, ESOP, remuneration details of top ten employees, Change in the nature of Business, receipt of commission by Managing Director (MD) or Whole-time Director (WTD) from Subsidiaries etc.

ACKNOWLEDGEMENT:

Your Directors take this opportunity to express their sincere thanks and gratitude to the Government of India, Government of National Capital Territory of Delhi, Ministry of Civil Aviation, Airports Authority of India, BSE Limited, Airports Economic Regulatory Authority of India, Directorate General of Civil Aviation, Bureau of Civil Aviation Security, IATA, ACI, Airlines, CISF, Delhi Police, various departments/agencies of Central Government State Government, other agencies, users, customers of the Airport, Investors, Bankers and Financial Institutions, GMR Group and Fraport AG Frankfurt Airport Services Worldwide, for their co-operation.

Your Directors' place on record their sincere appreciation of the contributions made by the employees at all levels through their hard work, dedication, solidarity and support.

For and on behalf of the Board of Directors of
Delhi International Airport Limited

| | |
|---|---|
| Sd/- | Sd/- |
| G.B.S. Raju | K. Narayana Rao |
| Managing Director | Whole-Time Director |
| DIN: 00061686 | DIN: 00016262 |
| Place: New Delhi | Place: New Delhi |

Date: August 13, 2024

# REPORT ON CORPORATE GOVERNANCE

## I. Company's Philosophy on Code of Governance

Corporate governance involves a set of relationships between a company's management, its board, its shareholders and other stakeholders. Corporate governance also provides the structure through which the objectives of the company are set, and the means of attaining those objectives and monitoring performance are determined. It helps define the way authority as well as responsibilities are allocated and how decisions are taken. Good governance aims at achieving high levels of accountability, efficiency, responsibility, transparency, and fairness in all areas of operation to increase the confidence of investors and other stakeholders. Your Company has a large number of stakeholders in all spheres of business and society. It will be our endeavour to constantly promote and enhance the stakeholders' legitimate interests.

### Ethics / Governance Policies

The Company endeavors to conduct its businesses and strengthen relationships in a manner that is dignified, distinctive and responsible. The Company adheres to ethical standards to ensure integrity, transparency, independence and accountability in dealing with all the stakeholders. Therefore, the Company has adopted various codes and policies to carry out its duties in an ethical manner. Some of these codes and policies are:

- Code of conduct for Directors and Senior Managerial Personnel.
- Code of Business Conduct and Ethics applicable to all employees.
- Code of Conduct for Prevention of Insider Trading and Code of Practices and Procedures for Fair Disclosures of Unpublished Price Sensitive Information.
- Corporate Social Responsibility Policy.
- Nomination and Remuneration Policy.
- Policy on Whistle Blower.
- Policy on Related Party Transactions.
- Enterprise Risk Management (ERM) Policy.
- Documents Preservation and Archival Policy.
- Policy for determining material subsidiaries.
- Policy against Sexual Harassment.
- Anti-Bribery and Anti-Corruption Policy.
- Climate Resilience Policy.
- Policy for processing of unclaimed amount of Investor.
- Board Diversity Policy.

II. Board of Directors

a. Board composition and category of Directors

The Company's policy is to maintain the optimum combination of Executive and Non-Executive Directors. The composition of the Board and category of Directors is as follows:

| Category | Name of the Directors |
|---|---|
| Executive Directors | Mr. G. M. Rao (Executive Chairman)<br>Mr. G.B.S. Raju (Managing Director)<br>Mr. Indana Prabhakara Rao (Executive Director)<br>Mr. Kada Narayana Rao (Whole-time Director) |
| Non-Executive & Non-Independent Directors | Mr. Grandhi Kiran Kumar<br>Mr. Srinivas Bommidala<br>Mr. Fabien Lawson<br>Mr. Regis Lacote<br>Dr. Srinivas Hanumankar<br>Ms. Rubina Ali<br>Mr. Pankaj Malhotra<br>Ms. Denitza Weismantel<br>Mr. Matthias Engler (Alternate Director to Ms. Denitza Weismantel)<br>Mr. Pierre Etienne Mathely (Alternate Director to Mr. Regis Lacote) |
| Independent Non-Executive Directors | Mr. Subba Rao Amarthaluru<br>Dr. Mundayat Ramachandran<br>Dr. Emandi Sankara Rao<br>Ms. Bijal Tushar Ajinkya |

The category of Non-Executive directors who are not independent directors as per the provisions of the Companies Act, 2013 and Regulation 16 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), are mentioned as Non-Executive - Non Independent Director. However, as per the explanation provided under Regulation 16, In case of a 'high value debt listed entity': (a) which is a body corporate, mandated to constitute its board of directors in a specific manner in accordance with the law under which it is established, the non- executive directors on its board shall be treated as independent directors.

Accordingly, the Non-Executive directors of the Company would be considered as Independent Directors for the purpose of Listing Regulations.

Mr. G. M. Rao is the father of Mr. G. B. S. Raju and Mr. Grandhi Kiran Kumar. Mr. Srinivas Bommidala is the son-in-law of Mr. G.M. Rao and, therefore, are deemed to be related to each other. None of the other Directors are related to any other Director on the Board.

b. Attendance of Directors at Board Meetings, last Annual General Meeting (AGM) and number of other Directorships and Chairmanships / Memberships of Committees of each Director in various Companies and shareholding in Delhi International Airport Limited:

| Sl. No. | Name of Director | DIN ^ | Category @ | Number of other Directorships held in other Public Limited Companies as on March 31, 2024# | | Number of committee Chairmanships / memberships held in other Public Limited Companies as on March 31, 2024## | | Board Meetings during the period from April 01, 2023 to March 31, 2024 | | Whether present at the Previous AGM held on September 14, 2023 | No. of shares/ Convertible Instruments held as on March 31, 2024$$ |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | Chairman | Director | Chairman | Member | Held during the tenure | Attended$ | | |
| 1. | Mr. G.M. Rao | 00574243 | EC | 8 | - | - | - | 5 | 5 | No | NIL |
| 2. | Mr. G. B. S. Raju | 00061686 | MD | 4 | 4 | - | - | 5 | 3 | No | NIL |
| 3. | Mr. Grandhi Kiran Kumar | 00061669 | NENID | 1 | 6 | - | - | 5 | 4 | No | 1 (Jointly with GMR Airports Limited) |
| 4. | Mr. Srinivas Bommidala | 00061464 | NENID | 2 | 6 | - | 1 | 5 | 4 | No | 1 (Jointly with GMR Airports Limited ) |
| 5. | Mr. Kada Narayana Rao | 00016262 | WTD | - | 1 | - | 1 | 5 | 5 | Yes | NIL |
| 6. | Mr. Indana Prabhakara Rao | 03482239 | ED | - | 5 | - | 4 | 5 | 4 | No | NIL |
| 7. | Mr. Philippe Pascal* | 08903236 | NENID | - | 1 | - | 1 | 2 | 1 | No | NIL |
| 8. | Mr. Regis Lacote | 09135168 | NENID | - | 1 | - | - | 5 | 3 | No | NIL |
| 9. | Mr. Pierre Etienne Mathely | 10360054 | Alternate to Mr. Regis Lacote. | | 3 | - | - | 2 | 0 | No | NIL |
| 10. | Mr. Fabien Lawson | 10360063 | NENID | - | 1 | - | - | 2 | 2 | No | NIL |
| 11. | Dr. M. Ramachandran | 01573258 | NEID | - | 9 | 3 | 6 | 5 | 5 | Yes | NIL |
| 12. | Mr. Anil Kumar Pathak* | 08213061 | NENID | 1 | 4 | - | - | 2 | 0 | No | NIL |
| 13. | Ms. Rubina Ali | 08453990 | NENID | - | 2 | - | 1 | 5 | 4 | No | NIL |
| 14. | Dr. Srinivas Hanumankar | 10303016 | NENID | 1 | 1 | - | - | 3 | 2 | No | NIL |
| 15. | Ms. Denitza Weismantel | 07466436 | NENID | - | - | - | - | 5 | 1 | No | NIL |

| | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 16. | Mr. Matthias Engler | 06363447 | Alternate to Ms. Denitza Weismantel | - | - | - | - | 5 | 3 | Yes | NIL |
| 17. | Dr. Emandi Sankara Rao | 05184747 | NEID | - | 6 | - | 4 | 5 | 5 | Yes | NIL |
| 18. | Mr. Amarthaluru Subba Rao | 00082313 | NEID | - | 4 | 4 | 1 | 5 | 5 | Yes | NIL |
| 19. | Ms. Bijal Tushar Ajinkya | 01976832 | NEID | - | 6 | 1 | 4 | 5 | 5 | Yes | NIL |
| 20. | Ms. Vidya Vaidyanathan* | 08366688 | NENID | - | 2 | - | - | 3 | 3 | Yes | NIL |
| 21. | Mr. Pankaj Malhotra | 10419629 | NENID | - | 1 | - | - | 2 | 2 | N.A. | NIL |

^ DIN – Director Identification Number

@ EC – Executive Chairman, MD - Managing Director, ED – Executive Director, WTD – Whole time Director, NENID - Non-Executive Non-Independent Director, NEID - Non-Executive Independent Director.

# Other companies include directorship in deemed public companies and do not include directorship(s) of this Company, private limited companies, Section 8 companies and companies incorporated outside India.

## Committee means Audit Committee and Stakeholders' Relationship Committee.

$ Attendance includes participation through video conference

$$ No convertible instrument was held by the Directors

* As on March 31, 2024, ceased to be director.

!! Appointed during the financial year

Five Board Meetings were held during the Financial Year (FY) ended March 31, 2024, i.e., on May 26, 2023, August 14, 2023, October 30, 2023, January 31, 2024, and March 27, 2024. At least one board meeting was held in each quarter and the gap between any two consecutive board meetings did not exceed 120 days.

c. Familiarization programs Independent Directors

The Independent Directors are provided with necessary documents, viz., Company's corporate profile, its Mission, Vision, Values and Beliefs, Organization Structure, the Company's history and milestones, Annual Reports, a brief background on the business of the Company, Institutional Building and highlights of its performance, major policies of the Company, Code of Conduct, fund raising history etc. Periodic presentations are made to the Board on business and performance updates of the Company, global business environment, risk management, company policies and changes in the regulatory environment applicable to the corporate sector and to the industry in which it operates and other relevant issues. The details of such familiarization programs for Independent Directors are posted on the website of the Company and can be accessed at https://www.newdelhiairport.in/pdf/dial--familiarization-programme-for-independent---directors.pdf

d. **The following is the list of core skills/expertise/competencies identified by the Board of directors required for effective functioning as required in the context of the business(es) and sectors for it to function effectively, which are available with the Board. The names of directors who have such skills/expertise/competencies as identified by the Board are given below:**

| Area of Skills/ Expertise | Mr. G.M. Rao | Mr. Grandhi Kiran Kumar | Mr Srinivas Bommidala | Mr. G.B.S Raju | Mr. Kada Narayana Rao | Mr. Indana Prabhakara Rao | Dr. Srinivas Hanumankar | Ms. Rubina Ali | Mr. Pankaj Malhotra | Mr. Fabien | Mr. Regis Lacote | Ms. Denitza Weismantel | Mr. A Subba Rao | Dr. Emandi Sankara Rao | Dr. M. Ramachandran | Ms. Bijal Ajinkya |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Project Management | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | - |
| Domain/ Industry Specialist | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ |
| Asset Management/ Operational Excellence | √ | √ | √ | √ | √ | √ | √ | - | √ | √ | √ | √ | √ | √ | √ | - |
| Business Development & Business Strategist | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ |
| Organizational Learning and Institutional Memory and Governance Consciousness | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ |
| Functional expertise | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ |
| Information Technology | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ |
| Finance & Banking, etc. | √ | √ | √ | √ | √ | √ | √ | - | √ | √ | √ | √ | √ | √ | √ | √ |
| Networking | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ | √ |

<table>
<tr><td>General Attributes</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td><td rowspan="5">√</td></tr>
<tr><td>Entrepreneurship</td></tr>
<tr><td>Understanding of Domestic, Economic, Environment, & Global Issue</td></tr>
<tr><td>Interpersonal Communication skills, Leadership Skills</td></tr>
<tr><td>Soundness of Judgment, People & Process Orientation</td></tr>
</table>

## e. Selection of Independent Directors

Taking the requirement of skill sets on the Board into consideration, eminent persons having independent standing in their respective field or profession and who can effectively contribute to the Company's business and policy decisions are considered by the Nomination and Remuneration Committee, for appointment, as Independent Directors on the Board. The Committee considers qualification, positive attributes, area of expertise, the skillset required for Directors of the Company and number of Directorships and Memberships held in various committees of other companies by such persons for selection of directors and determining directors' independence. The Board considers the Committee's recommendations, takes appropriate decisions and recommends to the shareholders, the appointment of Independent Directors.

The Independent Directors, at the first meeting of the Board in which they participate as Directors, thereafter at the first meeting of the Board in every financial year or whenever there is any change in the circumstances which may affect their status as an Independent Director, give a declaration that they meet the criteria of independence as provided under the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations") as amended from time to time.

f. Detailed reasons for the resignation of an independent director who resigns before the expiry of his/her tenure along with a confirmation by such director that there are no other material reasons other than those provided: Not Applicable.

## III. Audit Committee

### a. Composition of Audit Committee:

Your Company, in compliance with the provisions of Section 177 of the Companies Act, 2013 ("Act") read with rules made thereto and Regulation 18 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [hereinafter "Listing Regulations"], has duly constituted Audit Committee. The composition of the Audit Committee of the Board as on March 31, 2024, was as under:

| S. No. | Name of Members | Category of Director | Chairman/Member |
|---|---|---|---|
| 1 | Mr. Subba Rao Amarthaluru | Independent Director | Chairman |
| 2 | Mr. Indana Prabhakara Rao | Executive Director | Member |
| 3 | Ms. Denitza Weismantel | Non-Executive Director | Member |
| 4 | Mr. Pankaj Malhotra | Non-Executive Director | Member |
| 5 | Dr. M. Ramachandran | Independent Director | Member |
| 6 | Ms. Bijal Tushar Ajinkya | Independent Director | Member |
| 7 | Dr. Emandi Sankara Rao | Independent Director | Member |

- Mr. Fabien Lawson is an Observer in the Audit Committee.

Mr. Abhishek Chawla- Company Secretary and Compliance Officer, acts as Secretary to the Audit Committee.

Mr. Subba Rao Amarthaluru- Chairman of the Audit Committee, had attended the last Annual General Meeting held on September 14, 2023 and was available to address the queries of the shareholders.

During the financial year under review, the following changes took place in the Audit Committee:

1. Mr. Anil Kumar Pathak [DIN: 08213061] ceased to be the Member of the Audit Committee of the Company with effect from close of business hours of September 30, 2023;
2. Dr. Srinivas Hanumankar [DIN: 10303016] was appointed as Member of the Audit Committee of the Company with effect from close of business hours of October 01, 2023;
3. Dr. Srinivas Hanumankar [DIN: 10303016] ceased to be the member of the Audit Committee of the Company with effect from close of business hours of December 29 2023;
4. Mr. Pankaj Kumar Malhotra [DIN: 10419629] was appointed as a member of the Audit Committee of the Company with effect from close of business hours of December 29, 2023;

During the financial year under review, the Board of Directors had accepted all the recommendations of the Audit Committee.

b. **Meetings and attendance during the year:**

During the Financial Year ended March 31, 2024, five meetings of the Audit Committee were held i.e., May 25, 2023, August 14, 2023, October 26, 2023, January 30, 2024 and March 27, 2024.

The attendance of the Audit Committee members is as under:

| Name of Members | No. of the Meetings | |
|---|---|---|
| | Held during tenure | Attended |
| Mr. Subba Rao Amarthaluru | 5 | 5 |
| Mr. Indana Prabhakara Rao | 5 | 3 |
| Dr. M. Ramachandran | 5 | 5 |
| Dr. Emandi Sankara Rao | 5 | 5 |
| Mr. Anil Kumar Pathak | 2 | 0 |
| Ms. Denitza Weismantel | 5 | 1 |
| Mr. Matthias Engler (Alternate to Ms. Denitza Weismantel) | 5 | 3 |
| Ms. Bijal Tushar Ajinkya | 5 | 5 |
| Mr. Srinivas Hanumankar | 1 | 1 |
| Mr. Pankaj Malhotra | 2 | 2 |

c. **The terms of reference of the Audit Committee are as under:**

Pursuant to the approval of the Board of Directors of Delhi International Airport Limited [DIAL / Company], and pursuant to the provisions of the Companies Act, 2013 (the "Act"), and the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["Listing Regulations"], as applicable, following are the Terms of Reference ["ToR"]/ Role of the Audit Committee ["AC"] of the Board of Directors of the Company:

| S. No. | Terms of Reference |
|---|---|
| 1 | oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible; |
| 2 | recommendation for appointment, remuneration and terms of appointment of auditors of the Company; |
| 3 | approval of payment to statutory auditors for any other services rendered by the statutory auditors; |
| 4 | Reviewing/ examining with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:<br>i. matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;<br>ii. changes, if any, in accounting policies and practices and reasons for the same;<br>iii. major accounting entries involving estimates based on the exercise of judgment by management;<br>iv. significant adjustments made in the financial statements arising out of audit findings; |

| | |
|---|---|
| | v. compliance with listing and other legal requirements relating to financial statements;<br>vi. disclosure of any related party transactions;<br>vii. modified opinion(s) in the draft audit report; |
| 5 | reviewing, with the management, the quarterly financial statements before submission to the board for approval; |
| 6 | reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds/ end use of funds of a public issue/ offer or rights issue and related matters, and making appropriate recommendations to the board to take up steps in this matter; |
| 7 | reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process; |
| 8 | approval or any subsequent modification of transactions of the Company with related parties; |
| 9 | scrutiny of inter-corporate loans and investments; |
| 10 | valuation of undertakings or assets of the Company, wherever it is necessary; |
| 11 | evaluation of internal financial controls and risk management systems; |
| 12 | reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems; |
| 13 | reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit; |
| 14 | discussion with internal auditors of any significant findings and follow up there on; |
| 15 | reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board; |
| 16 | discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern; |
| 17 | to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors; |
| 18 | to review the functioning of the Vigil Mechanism/ Whistle Blower policy. |
| 19 | approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate; |
| 20 | Carrying out any other function as is mentioned in these terms of reference of the audit committee. |
| 21 | reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision. |
| 22 | consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the Company and its shareholders. |

| | |
|---|---|
| 23 | The audit committee shall mandatorily review the following information:<br>i. the management discussion and analysis of financial condition and results of operations.<br>ii. the management letters / letters of internal control weaknesses issued by the statutory auditors.<br>iii. the internal audit reports relating to internal control weaknesses.<br>iv. the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.<br>v. statement of deviations:<br>(a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).<br>(b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7). |
| 24 | the Audit Committee may make omnibus approval for related party transactions proposed to be entered into by the company subject to such conditions as may be prescribed under the provisions of the Act and Listing Regulations.<br>In case of transaction, other than transactions referred to in section 188 of the Act, and where Audit Committee does not approve the transaction, it shall make its recommendations to the Board:<br><br>In case any transaction involving any amount not exceeding one crore rupees is entered into by a director or officer of the company without obtaining the approval of the Audit Committee and it is not ratified by the Audit Committee within three months from the date of the transaction, such transaction shall be voidable at the option of the Audit Committee and if the transaction is with the related party to any director or is authorised by any other director, the director concerned shall indemnify the company against any loss incurred by it. |
| 25 | Any other matter as may be referred by the Board from time to time and as may be required by the Companies Act, 2013 and Listing Regulations, as amended from time to time or under any other applicable law or statute. |
| 26 | The Company Secretary shall review compliance under the SEBI (Prohibition of Insider Trading) Regulations, 2015 on periodical basis and update the Audit Committee at least once in a financial year and Audit committee shall verify that Internal control systems are adequate and are operating effectively. |

## IV. NOMINATION AND REMUNERATION COMMITTEE:

### a. Composition of Nomination and Remuneration Committee:

Your Company, in compliance with the provisions of Section 178 of the Companies Act, 2013 ["Act"] read with rules made thereto and Regulation 19 of Listing Regulations has duly constituted Nomination and Remuneration Committee. The composition of the Nomination and Remuneration Committee of the Board of Directors as on March 31, 2024, was as under:

| S. No. | Name of Members | Category of Director | Chairman/ Member |
|---|---|---|---|
| 1 | Dr. Mundayat Ramachandran | Independent Director | Chairman |
| 2 | Mr. Grandhi Kiran Kumar | Director | Member |
| 3 | Ms. Denitza Weismantel | Director | Member |
| 4 | Ms. Rubina Ali | Director | Member |
| 5 | Ms. Bijal Tushar Ajinkya | Independent Director | Member |
| 6 | Mr. Amarthaluru Subba Rao | Independent Director | Member |
| 7 | Dr. Emandi Sankara Rao | Independent Director | Member |
| 8 | Mr. Regis Lacote | Director | Member |

Mr. Abhishek Chawla- Company Secretary and Compliance Officer, acts as the Secretary to the Nomination and Remuneration Committee.

Dr. Mundayat Ramachandran, who is the Chairman of the Nomination and Remuneration Committee had attended the last Annual General Meeting held on September 14, 2023 and was available to address the queries of the shareholders.

### b. Meetings and attendance during the year:

During the Financial Year, ended March 31, 2024, three meetings of the Nomination and Remuneration Committee were held i.e. August 14, 2023, October 26, 2023 and March 27, 2024.

The attendance of the Nomination and Remuneration Committee members is as under:

| Name of Members | No. of the Meetings | |
|---|---|---|
| | Held during tenure | Attended |
| Dr. Mundayat Ramachandran | 3 | 3 |
| Mr. Grandhi Kiran Kumar | 3 | 1 |
| Ms. Rubina Ali | 3 | 2 |
| Mr. Subba Rao Amarthaluru | 3 | 3 |
| Dr. Emandi Sankara Rao | 3 | 3 |
| Mr. Regis Lacote | 3 | - |
| Ms. Denitza Weismantel | 3 | - |
| Mr. Matthias Engler (Alternate to Ms. Denitza Weismantel) | 3 | 2 |
| Ms. Bijal Tushar Ajinkya | 3 | 3 |

### c. The terms of reference of the Nomination and Remuneration Committee are as under:

Pursuant to the approval of the Board of Directors of Delhi International Airport Limited ["DIAL / Company"], and pursuant to the provisions of the Companies Act, 2013 [the "Act"], and the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["Listing Regulations"], as applicable, following are the Terms of Reference ["ToR"]/ Role of the Nomination and Remuneration Committee ["NRC"] of the Board of Directors of the Company:

| S. No. | Terms of Reference |
|---|---|
| 1 | formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees, after taking into consideration the following:<br>i. the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully.<br>ii. relationship of remuneration to performance is clear and meets appropriate performance benchmarks.<br>iii. remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals. |
| 2 | For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:<br>i. use the services of an external agencies, if required;<br>ii. consider candidates from a wide range of backgrounds, having due regard to diversity; and<br>iii. consider the time commitments of the candidates. |
| 3 | formulation of criteria/ specify the manner for effective evaluation of performance of Board of Directors, its committees and individual directors including independent directors to be carried out either by the Board, by the Nomination and Remuneration Committee or by an independent external agency and review its implementation and compliance. |
| 4 | devising a policy on diversity of board of directors; |
| 5 | identifying persons who are qualified to become directors/ key managerial personnel and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal. |
| 6 | whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors. |
| 7 | recommend to the board, all remuneration, in whatever form, payable to senior management. |
| 8 | Any other matter as may be referred by the Board from time to time and as may be required by the Companies Act, 2013 and Listing Regulations, as amended from time to time or under any other applicable law or statute. |

### d. Performance evaluation criteria for Independent Directors and Board

The Nomination and Remuneration Committee oversees the annual self-evaluation of the Board including committees thereof and of individual directors. It reviews and discusses all matters pertaining to the performance of all directors including independent directors, periodically as may be necessary on the basis of the detailed performance parameters set forth. The Committee also periodically evaluates the usefulness of such performance parameters and makes necessary amendments.

The Nomination and Remuneration Committee has laid down the criteria/questionnaires for performance evaluation of Board, Committees and Directors (including Chairman and Independent Directors) which is based on certain parameters inter-alia including the following:

i. Frequency of meetings and attendance of Directors.
ii. Timeliness of circulating Agenda for meetings.
iii. Quality, quantity and timeliness of flow of information to the Board.
iv. Promptness with which Minutes of the meetings are drawn and circulated.
v. Opportunity to discuss matters of critical importance, before decisions are made.
vi. Familiarity with the objects, operations and other functions of the Company.
vii. Level of monitoring of Corporate Governance Regulations and compliance.
viii. Involvement of Board in Strategy evolution and monitoring.
ix. Performance of the Chairperson of the Company including leadership qualities.
x. Directors' contribution for enhancing the governance, regulatory, legal, financial, fiduciary and ethical obligations of the Board.
xi. Directors' adherence to high standards of integrity, confidentiality and ethics.
xii. Overall performance and contribution of directors at the meetings.
xiii. Overall performance of the Board/Committees.

### e. Nomination and Remuneration Policy

In terms of the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of Listing Regulations, the Nomination and Remuneration Committee (NRC) is responsible for formulating the criteria for determining qualification, positive attributes and independence of Directors. The NRC is also responsible for recommending to the Board, a policy relating to the remuneration of the Directors, Key Managerial Personnel and Senior Management. In line with this requirement, the Board has adopted the Nomination and Remuneration Policy. The Remuneration Policy is available on the website of the Company https://www.newdelhiairport.in/pdf/dial-2206-Nomination-and-Remuneration-Policy.pdf

## V. STAKEHOLDERS RELATIONSHIP COMMITTEE:

### a. Composition of Stakeholders Relationship Committee:

Your Company, in compliance with the provisions of Regulation 20 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [hereinafter "Listing Regulations"], has duly constituted Stakeholders Relationship Committee. The composition of the Stakeholders Relationship Committee of the Board as on March 31, 2024, was as under:

| S. No. | Name of Members | Category of Director | Chairman/ Member |
|---|---|---|---|
| 1 | Mr. Grandhi Kiran Kumar | Director | Chairman |
| 2 | Ms. Denitza Weismantel | Director | Member |
| 3 | Mr. G.B.S. Raju | Managing Director | Member |
| 4 | Mr. Kada Narayana Rao | Whole-time Director | Member |
| 5 | Mr. Amarthaluru Subba Rao | Independent Director | Member |
| 6. | Dr. Srinivas Hanumankar | Director | Member |

During the financial year under review, the following changes took place in the Stakeholders Relationship Committee:

1. Mr. Anil Kumar Pathak [DIN: 08213061] ceased to be the Member of the Stakeholders Relationship Committee of the Company with effect from close of business hours of September 30, 2023;
2. Dr. Srinivas Hanumankar [DIN: 10303016] was appointed as Member of the Stakeholders Relationship Committee of the Company with effect from close of business hours of October 01, 2023;

Mr. Abhishek Chawla, Company Secretary and Compliance Officer, acts as Secretary to the Stakeholders' Relationship Committee.

Mr. Amarthaluru Subba Rao and Mr. Kada Narayana Rao, who were the members of the Stakeholders Relationship Committee, had attended the last Annual General Meeting held on September 14, 2023 and were available to address the queries of the shareholders.

### b. Meetings and attendance during the year:

During the Financial Year ended March 31, 2024, one meeting of the Stakeholders' Relationship Committee was held i.e., on January 30, 2024.

The attendance of the Stakeholders' Relationship Committee members is as under:

| Name of Members | No. of the Meetings | |
|---|---|---|
| | Held during tenure | Attended |
| Mr. Grandhi Kiran Kumar | 1 | - |
| Mr. Anil Kumar Pathak | 0 | - |
| Mr. G.B.S. Raju | 1 | - |
| Mr. Kada Narayana Rao | 1 | - |
| Mr. Amarthaluru Subba Rao | 1 | 1 |
| Ms. Denitza Weismantel | 1 | 1 |
| Mr. Matthias Engler (Alternate to Ms. Denitza Weismantel) | 1 | - |
| Dr. Srinivas Hanumankar | 1 | 1 |

### c. The terms of reference of the Stakeholders' Relationship Committee are as under:

Pursuant to the approval of the Board of Directors of Delhi International Airport Limited ["DIAL / Company"], and pursuant to the provisions of the Companies Act, 2013 ["Act"], and the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["Listing Regulations"], as applicable, following are the Terms of Reference ["ToR"]/ Role of the Stakeholders Relationship Committee ["SRC"] of the Board of Directors of the Company:

| S. No. | Terms of Reference |
|---|---|
| 1 | Resolving the grievances of the security holders of the Company including complaints related to transfer/ transposition/ transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/ duplicate certificates, general meetings etc. |
| 2 | Review of measures taken for effective exercise of voting rights by shareholders. |
| 3 | Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent. |
| 4 | Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/ statutory notices by the shareholders of the company. |
| 5 | To perform all functions relating to the interests of shareholders/ security holders/ investors of the Company as may be required by the provisions of the Companies Act, 2013, Listing Regulations and guidelines issued by any regulatory authority. |
| 6 | Any other matter as may be referred by the Board from time to time and as may be required by the Companies Act, 2013 and Listing Regulations, as amended from time to time or under any other applicable law or statute. |

**d. The details of the complaints received during the FY 2023-24 and the status of the same are as below:**

| | | |
|---|---|---|
| i) | Number of complaints pending as on April 1, 2023 | : NIL |
| ii) | Number of shareholder complaints received | : NIL |
| iii) | Number of complaints resolved | : NIL |
| iv) | Number of complaints not resolved to the satisfaction of shareholders | : NIL |
| v) | Number of complaints pending as on March 31, 2024 | : NIL |

## VI. RISK MANAGEMENT AND ENVIRONMENT, SOCIAL AND GOVERNANCE (ESG) COMMITTEE:

**a. Composition of Risk Management (RM) and Environment, Social & Governance (ESG) Committee:**

Your Company, in compliance with the provisions of Regulation 21 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [hereinafter "Listing Regulations"], has duly constituted Risk Management (RM) and Environment, Social & Governance (ESG) Committee ["RM & ESG Committee"]. The composition of the Risk Management (RM) and Environment, Social & Governance (ESG) Committee of the Board as on March 31, 2024, was as under:

| S. No. | Name | Category | Designation |
|---|---|---|---|
| 1 | Mr. GBS Raju | Managing Director | Chairman |
| 2 | Mr. Amarthaluru Subba Rao | Independent Director | Member |
| 3. | Mr. Indana Prabhakara Rao | Executive Director | Member |
| 4. | Ms. Denitza Weismantel | Director | Member |
| 5. | Mr. Videh Kumar Jaipuriar | Chief Executive Officer | Member |

Mr. Abhishek Chawla- Company Secretary and Compliance Officer, acts as Secretary to the Risk Management (RM) and Environment, Social & Governance (ESG) Committee.

**b. Meetings and attendance during the year:**

During the Financial Year ended March 31, 2024, two meetings of the Risk Management (RM) and Environment, Social & Governance (ESG) Committee were held i.e., on September 22, 2023 and January 30, 2024.

The attendance of the Risk Management (RM) and Environment, Social & Governance (ESG) Committee members is as under:

| Name of Members | No. of the Meetings | |
|---|---|---|
| | Held during tenure | Attended |
| Mr. G.B.S. Raju | 2 | - |
| Mr. Amarthaluru Subba Rao | 2 | 2 |
| Mr. Indana Prabhakara Rao | 2 | 2 |
| Ms. Denitza Weismantel | 2 | 2 |
| Mr. Videh Kumar Jaipuriar | 2 | 2 |
| Mr. Matthias Engler<br>(Alternate to Ms. Denitza Weismantel) | 2 | - |

**c. The terms of reference of the Risk Management (RM) and Environment, Social & Governance (ESG) Committee are as under:**

Pursuant to the approval of the Board of Directors of Delhi International Airport Limited [DIAL / Company], and pursuant to the provisions of the Companies Act, 2013 [“Act”], and the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [“Listing Regulations”], as applicable, following are the Terms of Reference [“ToR”]/ Role of the Risk Management (RM) and Environment, Social & Governance (ESG) Committee of the Board of Directors of the Company;

| S. No. | Terms of Reference |
|---|---|
| | Under Risk Management |
| 1 | To formulate a detailed risk management policy which shall include:<br>i. A framework for identification of internal and external risks specifically faced by the Company, in particular including financial, operational, sectoral, sustainability |

| | |
|---|---|
| | (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.<br>ii. Measures for risk mitigation including systems and processes for internal control of identified risks.<br>iii. Business continuity plan. |
| 2 | To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company; |
| 3 | To monitor and oversee/ review implementation of the risk management policy, including evaluating the adequacy of risk management systems/ plan; |
| 4 | To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity; |
| 5 | To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken; |
| 6 | The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee. |
| 7 | The Risk Management Committee shall coordinate its activities with other committees, in instances where there is any overlap with activities of such committees, as per the framework laid down by the board of directors. |
| 8 | Any other matter as may be referred by the Board from time to time and as may be required by the Companies Act, 2013 and Listing Regulations, as amended from time to time or under any other applicable law or statute. |
| | <u>Under Environment, Social and Governance (ESG)</u> |
| 1 | Oversee the development of and make recommendations to the Board regarding the Company's ESG policies, strategy, initiatives, priorities and best practices. |
| 2 | Oversee the effective implementation and adoption of ESG practices into the business. |
| 3 | Identify the relevant ESG matters that are likely to affect the business, operation, performance of the Company. |
| 4 | Identify opportunities related to ESG matters impacting the Company. |
| 5 | Monitor and review current and emerging ESG trends, key risks and stakeholder priorities. |
| 6 | Set appropriate strategic goals/targets related to ESG matters, road map to achieve those targets. |
| 7 | Oversee and review the Company's progress on ESG targets, initiatives and best practices. |
| 8 | Work in conjunction with the Risk Committee to oversee the identification and mitigation of risks relating to ESG matters. |
| 9 | Report to the Board on a periodic basis on ESG matters including Committee's reviews and assessments on ESG Matters and make appropriate recommendations. |
| 10 | Perform such other duties, tasks and responsibilities relevant to ESG matters as may be requested by the Board of Directors from time to time. |
| 11 | Any other matter as may be referred by the Board from time to time and as may be required by under any other applicable law or statute. |

## VII. CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

### a. Composition of Corporate Social Responsibility Committee:

Your Company, in compliance with the provisions of Section 135 of the Companies Act, 2013 read with rules made thereto has a duly constituted Corporate Social Responsibility (CSR) Committee. The composition of the CSR Committee of the Board as on March 31, 2024, was as under:

| S. No. | Name of Members | Category of Director | Chairman/ Member |
|---|---|---|---|
| 1 | Dr. Emandi Sankara Rao | Independent Director | Chairman |
| 2 | Mr. Indana Prabhakara Rao | Executive Director | Member |
| 3 | Mr. K. Narayana Rao | Whole-time Director | Member |

Mr. Abhishek Chawla- Company Secretary and Compliance Officer, acts as Secretary to the CSR Committee.

The CSR Committee has formulated and recommended to the Board, a Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company, which has been approved by the Board.

As per the provisions of Section 135 of the Companies Act, 2013 and rules made thereunder, the annual report on CSR activities and initiatives of the Company for the financial year 2023-2024 is enclosed as Annexure – C of Directors Report.

### b. Meetings and attendance during the year:

During the Financial Year ended March 31, 2024, two meetings of the Corporate Social Responsibility Committee were held i.e., on May 25, 2023 and October 26, 2023.

The attendance of the Corporate Social Responsibility Committee members is as under:

| Name of Members | No. of the Meetings | |
|---|---|---|
| | Held during tenure | Attended |
| Dr. Emandi Sankara Rao | 2 | 2 |
| Mr. K. Narayana Rao | 2 | 2 |
| Mr. Indana Prabhakara Rao | 2 | 1 |

### c. The terms of reference of the Corporate Social Responsibility Committee are as under:

Pursuant to the approval of the Board of Directors of Delhi International Airport Limited ["DIAL / Company"], and pursuant to the provisions of the Companies Act, 2013 ["Act"], and other applicable provisions, following are the Terms of Reference ["ToR"]/ Role of the Corporate Social Responsibility Committee of the Board of Directors of the Company:

| S. No. | Terms of Reference |
|---|---|
| 1 | Preparation of Corporate Social Responsibility Policy for the Company and to recommend the Board for its approval; |
| 2 | Recommendation of projects or programmes relating to activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013; |
| 3 | To recommend on CSR activities to be undertaken by the Company on its own or in collaboration with any registered trust / society or a company established under Section 25 of the Companies Act, 1956 or under Section 8 of the Companies Act, 2013; |
| 4 | Formulate and recommend to the Board, an annual action plan in pursuance of its CSR policy, which shall include the following, namely:<br>i. the list of CSR projects or programmes to be undertaken in areas or subjects specified in Schedule VII of the Act;<br>ii. the manner of execution of such projects or programmes;<br>ii. the modalities of utilization of funds and implementation schedules for the projects or programmes;<br>v. Monitoring and reporting mechanism for the projects or programmes; and<br>v. Details of need and impact assessment, if any, for the projects undertaken by the Company; |
| 5 | To institute a transparent monitoring mechanism for implementation of the CSR projects or programs or activities undertaken by the Company or trust / society / company mentioned in point no (d)(iv); |
| 6 | To report periodically on the CSR activities of the Company to the Board and in the Board's report; |
| 7 | To seek expert advice on CSR activities of the Company that may be appropriate to discharge its responsibilities; and |
| 8 | To take up any other roles and responsibilities delegated by the Board from time to time. |

## VIII. Senior management:

Particulars of senior management including the changes therein since the close of the previous financial year:

| S. No. | Employee Name | Position Text |
|---|---|---|
| 1 | Subir Hazra | Chief Commercial & Strategy Officer, SPG |
| 2 | Sudeep Lakhtakia | Executive Director - Security & Vigilance |
| 3 | Shyam Sundar | Deputy Chief Executive Officer |
| 4 | Amit Gupta | Head - Corporate Relations |
| 5 | Keshava Murthy T V | Chief Human Resource Officer |
| 6 | Sanjiv Edward | Chief Commercial Officer - Aero |
| 7 | Dr. Deepak Kumar | Chief Quality Officer |
| 8 | Varun Narayan Channa | Chief Marketing & Passenger Experience Officer |
| 9 | Aseem Mohan | Head Legal – DIAL |
| 10 | Abhishek Chawla | Company Secretary |

| | | |
|---|---|---|
| 11 | Videh Kumar Jaipuriar | Chief Executive Officer |
| 12 | Hari Nagrani | Chief Finance Officer |
| 13 | Srinadh Prasad K | Chief Information Officer - DIAL, IT |
| 14 | Kartik Sood | Vice President – SPG |
| 15 | Amit Chandra | Head – Guest Relations |

Details of the Senior Management Personnel as on March 31, 2024 are mentioned below:

Changes in the Senior Management during the period under review were mentioned below:

Name of the Senior Management Personnel decreased from the list, during the period under review:

1. Lalit Bisht - General Manager - Business Integration
2. Ranjit Narayan - Executive Director - Security & Vigilance
3. Sidhant Mood - Associate Manager - CEO Office
4. Harinder Khurana - Chief Project & Engineering Officer
5. Tarun Arora - Chief Commercial Officer - Non Aero
6. Puskar Nath Thakur - Chief Commercial Officer(Aero)-Designate
7. Patrick Muller - Chief Operating Officer

Name of the Senior Management Personnel added in the list, during the period under review:

1. Subir Hazra - Chief Commercial & Strategy Officer, SPG
2. Srinadh Prasad K - Chief Information Officer - DIAL, IT
3. Amit Chandra - Head – Guest Relations

IX. **Details of remuneration paid during the FY ended March 31, 2024 to the Directors are furnished hereunder:**

**a.** There was no pecuniary relationship or transaction between the Non-Executive Directors and the Company during the FY 2023-24.

**b.** Criteria for making payments to Non-Executive Directors: - The Independent Directors and Non-Executive Non-Independent Directors receive remuneration by way of fees for attending meetings of Board or Committees thereof. The sitting fee as decided by the Board is reasonable and sufficient to attract, retain and motivate Independent Directors and Non-Executive Non-Independent Directors aligned to the requirements of the Company (taking into consideration the challenges faced by the Company and its future growth imperatives). However, it is ensured that the amount of such fees does not exceed the amount prescribed by the appropriate authority from time to time.

Other than the above, no other payments are made to the Non- Executive Directors of the Company.

c. Details of Remuneration to Directors:

| S. No. | Name | Category | Salary, Commission and allowance(s) (Rs.) | Perquisites (Rs.) | Sitting Fees (Rs.) | Total (Rs.) |
|---|---|---|---|---|---|---|
| 1 | Mr. G.M. Rao | EC | 5,06, 89, 857 | NIL | NIL | 5,06, 89, 857 |
| 2 | Mr. G. B. S. Raju | MD | 5,18,82,464 | NIL | NIL | 5,18,82,464 |
| 3 | Mr. Grandhi Kiran Kumar | NENID | NIL | NIL | 1,00,000 | 1,00,000 |
| 4 | Mr. Srinivas Bommidala | NENID | NIL | NIL | 80,000 | 80,000 |
| 5 | Mr. Kada Narayana Rao | WTD | 2,87,04,811 | NIL | NIL | 2,87,04,811 |
| 6 | Mr. Indana Prabhakara Rao | ED | 4,36,21, 248 | NIL | NIL | 4,36,21, 248 |
| 7 | Mr. Philippe Pascal* | NENID | NIL | NIL | NIL | NIL |
| 8 | Mr. Regis Lacote | NENID | NIL | NIL | NIL | NIL |
| 9 | Mr. Pierre Etienne Mathely | Alternate Director to Mr. Regis Lacote | NIL | NIL | NIL | NIL |
| 10 | Dr. M. Ramachandran | NEID | NIL | NIL | 4,60,000 | 4,60,000 |
| 11 | Mr. Anil Kumar Pathak* | NENID | NIL | NIL | NIL | NIL |
| 12 | Ms. Rubina Ali | NENID | NIL | NIL | NIL | NIL |
| 13 | Ms. Denitza Weismantel | NENID | NIL | NIL | NIL | NIL |
| 14 | Mr. Matthias Engler | Alternate to Ms. Denitza Weismantel | NIL | NIL | NIL | NIL |
| 15 | Dr. Emandi Sankara Rao | NEID | NIL | NIL | 5,00,000 | 5,00,000 |
| 16 | Mr. Amarthaluru Subba Rao | NEID | NIL | NIL | 5,20,000 | 5,20,000 |
| 17 | Ms. Bijal Tushar Ajinkya | NEID | NIL | NIL | 4,60,000 | 4,60,000 |
| 18 | Ms. Vidya Vaidyanathan* | NENID | NIL | NIL | 60,000 | 60,000 |
| 19. | Dr. Srinivas Hanumankar | NENID | NIL | NIL | 80,000 | 80,000 |
| 20 | Mr. Fabien Lawson | NENID | NIL | NIL | NIL | NIL |
| 21 | Mr. Pankaj Malhotra | NENID | NIL | NIL | 80,000 | 80,000 |

Note:

- No service contracts, notice period and severance fee are applicable.
- The Company does not have any stock option plan or performance-linked incentive for the Director(s).

d. Meeting of Independent Directors

As per the requirement of Regulation 25 of Listing Regulations and Schedule IV of the Companies Act, 2013, the Independent Directors of the Company meet at least once every financial year without the presence of Non-Independent Directors and management personnel. Such meetings enable Independent Directors to discuss matters pertaining to the Company's affairs and the matters mentioned in Regulation 25 of SEBI LODR and Schedule IV to the Companies Act, 2013. The Independent Directors take appropriate steps to present their views to the Chairman. One meeting of the Independent Directors was held during the Financial Year 2023-24 i.e. on August 01, 2023.

e. Code of Conduct

As per the requirement of Regulation 26(3) of Listing Regulations, the Board has laid down a Code of Conduct ("the Code") for all Board members and Senior Management Personnel of the Company. The Code is posted on the website of the Company https://www.newdelhiairport.in/pdf/dial-2206-code-of-onduct-for-directors-and-senior-managerial-personnel.pdf. All Board members and Senior Management Personnel affirm compliance with the Code on an annual basis and the declaration to that effect by CEO - Mr. Videh Kumar Jaipuriar is enclosed to this report.

A Code of Business Conduct and Ethics applicable to all the employees of the Group is communicated and affirmed by them periodically, which is to be followed in the day to day work life and which enables the employees to maintain highest standards of values in their conduct to achieve organizational objectives.

The Company recognizes that sexual harassment violates fundamental rights of gender equality, right to life and liberty and right to work with human dignity as guaranteed by the Constitution of India. To meet this objective, measures have been taken to eliminate any act of sexual harassment (which includes unwelcomed sexually determined behavior) and to take necessary penal action, if required. The Company has taken initiatives to create wide awareness amongst the employees about the policy for prevention of sexual harassment by displaying posters at all the prominent places in the offices of the Company and organising awareness sessions.

f. **Name of the listed entities, other than Delhi International Airport Limited, where a director of the Company, is a director:**

| Sl. No. | Name of Director | Directorship in other listed entities as on March 31, 2024 | |
|---|---|---|---|
| | | Name of the listed entities | Category |
| 1. | Mr. G.M. Rao | GMR Power and Urban Infra Limited | Non-Executive Chairman |
| | | GMR Enterprises Private Limited* | Non-Executive Chairman |
| | | GMR Airports Limited* | Non-Executive Chairman |
| | | GMR Hyderabad International Airport Limited* | Executive Chairman |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Non-Executive Chairman |
| | | GMR Goa International Airport Limited* | Chairman |
| 2. | Mr. Grandhi Kiran Kumar | GMR Enterprises Private Limited* | Non-Executive Director |
| | | GMR Power and Urban Infra Limited | Non-Executive Director |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Managing Director & CEO |
| | | GMR Airports Limited* | Joint Managing Director & CEO |
| | | GMR Hyderabad International Airport Limited* | Non-Executive Director |
| | | GMR Goa International Airport Limited* | Director |
| 3 | Mr. Srinivas Bommidala | GMR Enterprises Private Limited* | Non-Executive Director |
| | | GMR Power and Urban Infra Limited | Managing Director |
| | | GMR Airports Limited* | Joint Managing Director |
| | | GMR Hyderabad International Airport Limited* | Non-Executive Director |

| | | | |
|---|---|---|---|
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Director |
| | | GMR Goa International Airport Limited* | Director |
| 4 | Mr. G.B.S. Raju | GMR Enterprises Private Limited* | Non-Executive Director |
| | | GMR Airports Limited* | Non-Executive Vice Chairman |
| | | GMR Hyderabad International Airport Limited* | Managing Director |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Director |
| | | GMR Goa International Airport Limited* | Director |
| 5. | Mr. Indana Prabhakara Rao | GMR Airports Limited* | Executive Director |
| | | GMR Goa International Airport Limited* | Director |
| 6. | Dr. Emandi Sankara Rao | Coastal Corporation Limited | Non-Executive Independent Director |
| | | GMR Power and Urban Infra Limited | Non -Executive Independent director |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Non -Executive Independent director |
| 7. | Dr. Mundayat Ramachandran | GMR Warora Energy Limited* | Non-Executive Independent Director |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Non -Executive Independent director |
| | | GMR Hyderabad International Airport Limited* | Non-Executive Independent Director |
| | | GMR Goa International Airport Limited* | Non-Executive Independent Director |
| 8 | Ms. Bijal Tushar Ajinkya | GMR Airports Limited* | Non-Executive Independent Director |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Non-Executive Independent director |
| | | GMR Hyderabad International Airport Limited* | Non-Executive Independent Director |
| | | Automotive Axles Limited | Non-Executive Independent Director |
| | | Everest Industries Limited | Non-Executive Independent Director |
| 9 | Mr. Subba Rao Amarthaluru | GMR Airports Limited* | Non-Executive Independent Director |
| | | GMR Airports Infrastructure Limited (formerly GMR Infrastructure Limited) | Non -Executive Independent director |

| | | | |
|---|---|---|---|
| | | GMR Hyderabad International Airport Limited* | Non-Executive Independent Director |
| 10 | Mr. Regis Lacote | NIL | N.A. |
| 11 | Mr. Pierre Etienne Mathely (Alternate Director to Mr.Regis Lacote) | GMR Hyderabad International Airport Limited* | Alternate Director |
| 12 | Mr. Kada Narayana Rao | GMR Goa International Airport Limited* | Director |
| 13 | Ms. Rubina Ali | NIL | N.A. |
| 14 | Ms. Denitza Weismantel | NIL | N.A. |
| 15. | Mr. Matthias Engler (Alternate Director to Ms. Denitza Weismantel) | NIL | N.A. |
| 16. | Dr. Srinivas Hanumankar | NIL | N.A. |
| 17. | Mr. Fabien Lawson | NIL | N.A. |
| 18. | Mr. Pankaj Malhotra | NIL | N.A. |

* Debt listed Company

g. Independent Directors, in the opinion of the Board, fulfil the conditions specified in Listing Regulations and are independent of the management.

X. General Body Meetings

a. Annual General Meetings

The venue, date and time of the Annual General Meetings held during the three years preceding the financial year 2023-24 and the Special Resolutions passed thereat are as under:

| Year | Venue | Date and Time | Special Resolutions passed |
|---|---|---|---|
| 2022-23 | Through Video Conferencing (VC) | Thursday, September 14, 2023, at 3.00 p.m. | 1. Amendment of the Articles of Association of the Company.<br>2. To consider and approve the increase in borrowing powers of the company from existing ₹ 15,000 crores to ₹ 17,000 crores.<br>3. To consider and approve the creation of charge/mortgage over the assets of the company upto an aggregate amount not exceeding ₹ 17,000 crores pursuant to Section 180(1)(a) of the companies act, 2013<br>4. Issue of Non-Convertible Debentures, Bonds on Private Placement Basis |
| 2021-22 | Through Video Conferencing (VC) | Monday, | 1. Re-appointment of M/S. K. S. Rao & Company, Chartered Accountants (Firm Registration |

| | | | |
|---|---|---|---|
| | | September 05, 2022 at 3.00 p.m. | No. 003109S) as the joint Statutory Auditors of the Company and authorize Board of Directors to fix their remuneration.<br>2. Appointment of Ms. Bijal Tushar Ajinkya (DIN: 01976832) as an Independent Director of the Company.<br>3. Issue of Non-Convertible Debentures, Bonds on Private Placement basis. |
| 2020-21 | Through Video Conferencing (VC) | Friday, September 17, 2021 at 3.00 p.m. | 1. Re-appointment of Dr. Mundayat Ramachandran (DIN: 01573258) as an Independent Director of the Company.<br>2. Issue of Non-Convertible Debentures, Bonds on Private Placement basis. |

b. Extraordinary General Meetings

The venue, date and time of the Extraordinary General Meetings held during the three years preceding the financial year 2023-24 and the Special Resolutions passed thereat are as under:

| Year | Venue | Date and Time | Special Resolutions passed |
|---|---|---|---|
| 2022-23 | Through Video Conferencing (VC) | Monday, February 06, 2023, at 03:00 P.M (IST) | No Special Resolution passed |
| 2021-22 | Through Video Conferencing (VC) | Friday, February 25, 2022, at 04.00 P.M. (IST) | 1. Re-appointment of Mr. Kada Narayana Rao (DIN: 00016262) as a Whole-Time Director of the Company. |
| 2020-21 | Through Video Conferencing (VC) | Thursday, April 29, 2021 at 04.30 P.M. (IST) | 1. Approval for the re-appointment of Mr. Grandhi Mallikarjuna Rao as the Executive Chairman of the Company and approval of his remuneration.<br>2. Approval for the re-appointment of Mr. G.B.S. Raju as the Managing Director of the Company and approval of his remuneration.<br>3. Approval for the re-appointment of Mr. Indana Prabhakara Rao as the Executive Director of the Company and approval of his remuneration. |

c. Any special resolution passed last year through postal ballot – details of voting pattern:
   No Resolution passed last year through Postal Ballot.
d. person who conducted the postal ballot exercise: Not Applicable

e. whether any special resolution is proposed to be conducted through postal ballot: Not applicable
f. procedure for postal ballot: Not Applicable

## XI. Means of Communication

The Company has been sending Annual Reports, Notices and other communications to each shareholder through e-mail. However, in accordance with the Circulars issued by the Ministry of Corporate Affairs (MCA) and Securities and Exchange Board of India (SEBI), the Notice and Annual Report for FY 2023-24 were sent to the shareholders only through e-mail. Further, in terms of circulars of the MCA and SEBI, the Notice of AGM and Annual Report for FY 2023-24 are also being sent through e-mail only, to all those members whose email addresses are registered with the Company/ Depository Participants ("DPs"). Notice and Annual Report shall also be available on the website of the Company.

The quarterly/annual results of the Company as per the requirement of SEBI LODR, are generally published in the 'Hindu Business Line'. Quarterly and Annual Financial Results are posted on the Company's website https://www.newdelhiairport.in/corporate/our-company?q=collapseinvestor-AccordionTwo#undefined , and intimated to stock exchange i.e. BSE Limited. All periodical and other filings including the price sensitive information etc., are filed electronically through BSE Corporate Compliance & Listing Centre (BSE Listing Centre) and are updated on Company's website. Investor complaints are redressed through SEBI Complaints Redress System (SCORES).

## XII. General Shareholder Information

### a. 18th Annual General Meeting to be held for the Financial Year 2023-24:

| | | |
|---|---|---|
| Day | : | Monday |
| Date | : | September 9, 2024 |
| Time | : | 03.00 P.M. (IST) |
| Venue | : | Through Video conferencing as set out in the Notice convening the AGM |

### b. Financial Calendar:

The Financial year is 1st April to 31st March every year and for the FY 2024-25, the financial results are proposed to be declared as per the following tentative schedule:

| Particulars | Schedule |
|---|---|
| Financial reporting for the quarter ended June 30, 2024 | August 13, 2024 |
| Financial reporting for the quarter / half year ending September 30, 2024 | First fortnight of November 2024 |
| Financial reporting for the quarter / nine months ending December 31, 2024 | First fortnight of February 2025 |
| Financial reporting for the quarter / year ending March 31, 2025 | Second fortnight of May 2025 |
| Annual General Meeting for the year ending March 31, 2025 | August / September 2025 |

c. **Dividend Payment Date:**

The Board has not recommended any dividend for the FY 2023-24.

d. **Listing on Stock Exchanges:**

(i) **Non-Convertible Debenture:**

The Company's Non-Convertible Debentures are listed on the following Stock Exchange with effect from June 23, 2022:

| Name of the Stock Exchange | Address | Scrip Codes |
|---|---|---|
| BSE Limited | Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001. | 974004, 974763, 975037, 975533 and 975854. |

The Company has paid Annual listing fees for the FY 2024-25 to Stock Exchange.

e. **Market Price Data – high, low during each month in last financial year relating to Equity Shares listed:** Since the Company is a High Value Debt Listed entity and its equity shares of the Company are not listed on the stock exchange.

f. **Performance of the share price of the Company in comparison to BSE Sensex and S & P CNX Nifty:** Since the Company is a High Value Debt Listed entity and its equity shares of the Company are not listed on the stock exchange, therefore performance of the share price of the company in comparison to BSE Sensex and S & P CNX Nifty is not applicable.

g. The Company is a High Value Debt Listed entity and the Non-Convertible debentures as Listed on BSE Limited, there were no instances of suspension from trading.

h. **Share Transfer System:**

In terms of SEBI LODR, as amended, no transfer of shares in physical mode is permitted. Transfer of shares is permitted only in dematerialized form. The dematerialized shares are directly transferred by the depositories to the beneficiaries.

i. **Distribution of equity shareholding as on March 31, 2024:**

| S. No. | Name of Shareholders | No. of Shares | Percentage Holding |
|---|---|---|---|
| 1. | GMR Airports Infrastructure Limited [formerly GMR Infrastructure Limited] | 100 | - |
| 2. | GMR Energy Limited | 100 | - |
| 3. | GMR Airports Limited (Subsidiary of GMR Infrastructure Limited) | 1,567,999,798 | 64% |
| 4. | Fraport AG Frankfurt Airport Services Worldwide | 245,000,000 | 10% |
| 5. | Airports Authority of India | 637,000,000 | 26% |
| 6. | GMR Airports Limited jointly with Mr. Srinivas Bommidala | 1 | - |
| 7. | GMR Airports Limited jointly with Mr. Grandhi Kiran Kumar | 1 | - |
| | TOTAL | **2,450,000,000** | **100%** |

j. Dematerialization of Shares and Liquidity

All Non-Convertible Debentures and shares of the Company are in dematerialized form as on March 31, 2024.

k. Equity Shares in the Suspense Account: Not Applicable

l. Registrar & Share Transfer Agent (RTA)

Integrated Registry Management Services Private Limited (CIN: U74900TN2015PTC101466)
Address: No 30 Ramana Residency, 4th Cross Sampige Road,
Malleswaram, Bengaluru - 560 003
Tel No. (080) 23460815-818, Fax No: (080) 23460819
Email: alpha123information@gmail.com
Contact Person: Mr. S Giridhar
SEBI Registration Number: INR000000544
Website: www.integratedindia.in

m. Outstanding GDRs / ADRs / Warrants or any convertible instruments, conversion date and likely impact on equity:

i. GDRs / ADRs:

The Company has not issued any GDRs / ADRs in the past and hence as on March 31, 2024, the Company does not have any outstanding GDRs / ADRs.

ii. Warrant:

During the year under review, the Company has not issued any warrant and there is no warrant outstanding for conversion which is likely to impact on equity.

iii. Foreign Currency Convertible Bonds (FCCBs):

During the year under review, the Company has not issued any Foreign Currency Convertible Bonds and there are no Foreign Currency Convertible Bonds outstanding for conversion which is likely to impact on equity.

n. Commodity Price Risk/ Foreign Exchange Risk and Hedging activities:

The details of foreign currency exposure and hedging are disclosed in note no. 40 to the standalone financial statements.

o. Plant locations:

In view of the nature of the Company's business, the Company operates at Indira Gandhi International Airport, New Delhi - 110037.

p. **Address for correspondence:**

Delhi International Airport Limited
CIN: U63033DL2006PLC146936
Company Secretary and Compliance Officer
(Corporate Secretarial Department)
Registered Office: New Udaan Bhawan, Opposite Terminal-3,
Indira Gandhi International Airport, New Delhi – 110037
T +91 11 4719 7000
E-mail: DIAL-CS@gmrgroup.in

q. **List of all credit rating obtained for debt:**

Credit rating obtained for debt instruments and revision in the rating thereto during the Financial Year ended March 31, 2024:

| Name of the Credit Rating Agency | Credit Rating | Date of Credit Rating | Rating Outlook | Date of Rating Change |
|---|---|---|---|---|
| ICRA LIMITED | ICRA A+ | JULY 31, 2023 | POSITIVE | FEBRUARY 20, 2024 |
| INDIA RATINGS AND RESEARCH | IND A+ | JULY 27, 2023 | POSITIVE | JANUARY 29, 2024 |

**Rating upgraded by rating agencies:**

| Name of the Credit Rating Agency | Credit Rating | Date of Credit Rating | Rating Outlook | Date of Rating Change |
|---|---|---|---|---|
| ICRA LIMITED | ICRA AA- | FEBRUARY 20, 2024 | STABLE | N.A. |
| INDIA RATINGS AND RESEARCH | IND AA- | JANUARY 29, 2024 | STABLE | N.A. |

**Rating taken from rating agencies for issuance of NCDs of Rs. 800 crore:**

| Name of the Credit Rating Agency | Credit Rating | Date of Credit Rating | Rating Outlook | Date of Rating Change |
|---|---|---|---|---|
| ICRA LIMITED | ICRA AA- | MARCH 11, 2024 | STABLE | N.A. |
| INDIA RATINGS AND RESEARCH | IND AA- | MARCH 11, 2024 | STABLE | N.A. |

r. **Prevention of Insider Trading:**

In accordance with the requirements of SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended, the Company has instituted a comprehensive Code of

Conduct for prevention of insider trading, in the Company's shares and Code of practices and procedures for fair disclosure of unpublished price sensitive information. The Code is available on the https://www.newdelhiairport.in/pdf/code-of-conduct-for-prevention-of-insider-trading-and-code-of-practices-procedures-for-fair-disclosure-of-upsi.pdf.

s. **Equity Shares in the Suspense Account:** Not Applicable.

XIII. **Disclosure of certain types of agreements binding listed entities:**
**Information disclosed under clause 5A of paragraph A of Part A of Schedule III of these regulations:** Not Applicable, Since the Company is a High Value Debt listed entity.

XIV. **Other Disclosures**

a. **Disclosures on materially significant related party transactions i.e., transactions of the Company of material nature, with its promoters, Directors or their relatives, management, its subsidiaries etc., that may have potential conflict with the interests of the Company at large:**

None of the transactions with related parties was in conflict with the interests of the Company at large. The transactions with related parties are mentioned in note no. 36 to the Standalone Financial Statement.

b. **Details of non-compliance by the Company, penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets during the last three years:**

There has been no instance of non-compliance by the Company on any matter related to capital markets during the last three years and hence, no penalty or stricture was imposed by the Stock Exchanges or SEBI or any statutory authority.

c. **Whistle Blower Policy/ Vigil Mechanism:**

To maintain high level of legal, ethical and moral standards and to provide a gateway for employees to voice concern in a responsible and effective manner about serious malpractice, impropriety, abuse or wrongdoing within the organization, the Company has a Whistle Blower Policy/Vigil Mechanism in place, applicable to the Company and its subsidiaries.

This mechanism has been communicated to all concerned and posted on the Company's website https://www.newdelhiairport.in/pdf/dial-2206-policy-on-whistle-blower-vigil-mechanism.pdf

The Company has set up an "Ethics Helpline", with a toll free number and entrusted the running of the said helpline to an external agency so as to address issues relating to protection of confidentiality of information and identity of the whistle blower.

We affirm that during the year under review, no one has been denied access to the Chairman of the Audit Committee under the Whistle Blower Policy.

d. The Company has complied with the mandatory requirements of listing regulations. Further, the Company has also put its best endeavour to comply with non-mandatory requirement(s).

e. The Company has framed a Material Subsidiaries Policy and the same is placed on the Company's website and the web link for the same is https://www.newdelhiairport.in/pdf/DIAL-Policy-for-determining-Material-Subsidiaries.pdf

f. The Company has framed Related Party Transaction Policy, and the same is placed on the Company's website and the web link for the same is https://www.newdelhiairport.in/pdf/DIAL-Policy-on-Related-Party-Transactions.pdf

g. During the Financial Year ended March 31, 2024, the Company did not engage in commodity price risk and commodity hedging activity. Not Applicable

h. Details of utilization of funds raised through preferential allotment or qualified institutional placement as specified under Regulation 32(7A): Regulation 32(7A): Not Applicable

   During the year under review, there were no funds raised through preferential allotment or qualified institutions placement. Funds were raised through private placement and there was no deviation in utilization of such funds.

i. Certificate from Company Secretary in practice that none of the directors on the board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/ Ministry of Corporate Affairs or any such statutory authority: Certificate is enclosed and part of Corporate Governance Report.

j. Declaration signed by the chief executive officer stating that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management: Declaration signed by the chief executive officer is enclosed and part of Corporate Governance Report.

k. Compliance certificate from either the auditors or practicing company secretaries regarding compliance of conditions of corporate governance shall be annexed with the directors' report: Certificate from practicing company secretaries is enclosed and part of Corporate Governance Report.

l. Compliance certificate issued by Chief Executive Officer and Chief Financial Officer to the board of directors as specified in Part B of Schedule II is enclosed and part of Corporate Governance Report.

m. The Board has accepted all recommendations of the Board committees which are mandatorily required in the relevant financial year.

n. Total fees for all services paid by the listed entity, to the statutory auditors and all entities in the network firm/ network entity of which the statutory auditors are a part, is Rs. 1.08 Crore.

o. **Disclosure in relation to the Sexual Harassment of Women at Workplace (prevention, prohibition, & redressal) Act, 2013:**

Our company has in place with Anti-Sexual Harassment Policy and requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Committee (IC) has been set up to address complaints received regarding sexual harassment. All woman employees (permanent, contractual, temporary, trainees) are covered under this Policy.

The following is a summary of sexual harassment complaints received and disposed of by Your Company during the financial year 2023-2024:

a. Number of complaints filed during the financial year : 1
b. Number of complaints disposed of during the financial year : 1
c. Number of complaints pending as on end of the financial year : Nil

p. **Loans and advances in the nature of loans to firms/companies in which directors are interested.**
During the FY 2023-24, no loans/advances was given to firms/companies in which directors are interested.

q. **Details of material subsidiaries of the listed entity:** Not Applicable

r. **Request To Investors:**
(a) Investors are requested to communicate change of address, if any, directly to the registrar and share transfer agent of the Company.
(b) As required by SEBI, investors shall furnish details of their respective bank account number and name & address of the bank for incorporating in the dividend warrants to reduce the risk to them of fraudulent encashment.
(c) Investors holding shares in electronic form are requested to deal only with their respective depository participant or change of address, nomination facility, bank account number etc.
(d) Electronic Clearing Service (ECS) helps in quick remittance of dividend without possible loss/delay in postal transit. Shareholders, who have not earlier availed this facility, are requested to register their ECS details with the share transfer agent or their respective Depository Participants.
(e) Shareholders who have multiple folios in identical names, are requested to apply for consolidation of such folios and send the relevant share certificates to the Company.

s. **Detailed reasons for the resignation of an independent director who resigns before the expiry of his /her tenure along with a confirmation by such director that there are no other material reasons other than those provided:** Not Applicable

XV. There has been no instance of non-compliance of any requirement of Corporate Governance Report as prescribed under SEBI LODR.

XVI. Adoption of Non-Mandatory Requirements as stipulated in Part E of Schedule II of SEBI LODR:

Reporting of Internal Auditor:
The Head, Management Assurance Group, Internal Auditor of the Company is a permanent invitee to the Audit Committee Meetings and regularly attends the Meetings and reports the findings of the internal audit, directly to the Audit Committee.

XVII. THE COMPANY HAS FULLY COMPLIED WITH THE APPLICABLE REQUIREMENTS SPECIFIED IN REGULATION 17 TO 27 AND CLAUSE B TO CLAUSE I OF SUB-REGULATION 2 OF REGULATION 62 OF THE SEBI LODR.

For and on behalf of the Board of Directors
of Delhi International Airport Limited

| | |
|---|---|
| Sd/- | Sd/- |
| G.B.S. Raju | K. Narayana Rao |
| Managing Director | Whole-Time Director |
| DIN: 00061686 | DIN: 00016262 |
| Place: New Delhi | Place: New Delhi |

Date: August 13, 2024

## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

*(Pursuant to Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)*

To,
The Members of
Delhi International Airport Limited
New Udaan Bhawan, opposite Terminal -3,
IGI Airport, New Delhi - 110037

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Delhi International Airport Limited** having CIN: U63033DL2006PLC146936 and having registered office at New Udaan Bhawan, opposite Terminal -3, IGI Airport, New Delhi - 110037. (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Schedule V Para-C clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications [including Directors Identification Number (DIN) status] at the portal www.mca.gov.in as considered necessary and the explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company (as stated below) for the Financial Year ended March 31, 2024 has been debarred or disqualified from being appointed or continuing as Director of companies by the Securities and Exchange Board of India (SEBI) and Ministry of Corporate Affairs (MCA) or any such statutory authority.

Details of Directors:

| Sl. No. | Name of the Director | Designation | Director Identification Number (DIN) | Initial Date of appointment in the Company |
|---|---|---|---|---|
| 1. | Mr. G.M. Rao | Executive Chairman | 00574243 | 19-04-2006 |
| 2. | Mr. G. B. S. Raju | Managing Director | 00061686 | 19-04-2006 |
| 3. | Mr. Grandhi Kiran Kumar | Director | 00061669 | 19-04-2006 |
| 4. | Mr. Srinivas Bommidala | Director | 00061464 | 19-04-2006 |
| 5. | Mr. Kada Narayana Rao | Whole-time Director | 00016262 | 17-04-2007 |
| 6. | Mr. Indana Prabhakara Rao | Wholetime Director (Executive Director) | 03482239 | 01-04-2018 |
| 7. | Mr. Fabien Alain Camille Lawson | Director | 10360063 | 30-10-2023 |
| 8. | Mr. Regis Lacote | Director | 09135168 | 24-05-2021 |
| 9. | Mr. Pankaj Malhotra | Director | 10419629 | 09-12-2023 |
| 10. | Dr. Srinivas Hanumankar | Director | 10303016 | 01-10-2023 |
| 11. | Ms. Rubina Ali | Director | 08453990 | 06-06-2019 |

| | | | | |
|---|---|---|---|---|
| 12. | Dr. Emandi Sankara Rao | Independent Director | 05184747 | 20-09-2021 |
| 13. | Mr. Amarthaluru Subba Rao | Independent Director | 00082313 | 20-09-2021 |
| 14. | Ms. Bijal Tushar Ajinkya | Independent Director | 01976832 | 06-09-2022 |
| 15. | Dr. M. Ramachandran | Independent Director | 01573258 | 13-10-2016 |
| 16. | Ms. Denitza Weismantel | Director | 07466436 | 28-04-2016 |
| 17. | Mr. Matthias Engler | Alternate Director to Ms. Denitza Weismantel | 06363447 | 16-10-2012 |
| 18. | Mr. Pierre Etienne Mathely | Alternate Director to Mr. Regis | 10360054 | 30-10-2023 |

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Sd/-

Place: New Delhi
Date: August 05, 2024
UDIN: F004982F000897291

Maneesh Gupta
FCS No. 4982
CP No. 2945
PR No.: 2314/2022

DELHI INDIRA GANDHI INTERNATIONAL AIRPORT | GMR

DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT

To,

The Members of Delhi International Airport Limited

Sub: Declaration by the Chief Executive Officer (CEO) under Para D of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

I, Videh Kumar Jaipuriar, CEO of Delhi International Airport Limited, to the best of my knowledge and belief, declare that all the members of the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended March 31, 2024.

Sd/-

Place: New Delhi
Date: May 29, 2024

Videh Kumar Jaipuriar
Chief Executive Officer

[Pursuant to Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Certificate from Practicing Company Secretary on Corporate Governance]

## Certificate on Corporate Governance
## [Pursuant to Schedule V Para E of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Corporate Identity Number: U63033DL2006PLC146936
Nominal Capital: Rs. 2450 Crores

The Members of
Delhi International Airport Limited
New Udaan Bhawan, Opposite Terminal -3,
IGI Airport, New Delhi – 110037

We have examined all the relevant records of Delhi International Airport Limited for the purpose of certifying compliance of the conditions of the Corporate Governance under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the financial year ended March 31, 2024. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of certification.

The compliance of conditions of corporate governance is the responsibility of the Management. Our examination was limited to the procedure and implementation process adopted by the Company for ensuring the compliance of the conditions of the corporate governance.

This certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

In our opinion and to the best of our information and according to the explanations and information furnished to us, we certify that the Company has complied with all the mandatory requirements of Corporate Governance as stipulated in the said Regulations during the period under review.

As regards Discretionary Requirements specified in Part E of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has complied with item No. D and No. E.

Sd/-
Maneesh Gupta
FCS No. 4982
CP No. 2945
PR No. :2314/2022

Place: New Delhi
Date: August 13, 2024
UDIN: F004982F000962158

# CEO AND CFO CERTIFICATION PURSUANT TO REGULATION 17(8) READ WITH PART B OF SCHEDULE II OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

In terms of the provisions of Regulation 17(8) read with Part B of Schedule II of SEBI (Listing Obligations Disclosure Requirements) Regulations, 2015 and based on the report of Legatrix Software and Certificates issued by the Functional Heads, we certify that for the quarter and financial year ended March 31, 2024, there has been due compliance of all applicable laws, orders, regulations and other legal requirements of the central, state and other Government and local authorities concerning the business and affairs of the Company and in particular to the following:

A. That all returns and forms have been filed and particulars furnished to the Tax Authorities under Income Tax Act 1961, Finance Act, 2017, Goods and Services Tax (GST), Delhi VAT Act, Registrar of Companies, BSE Limited, Reserve Bank of India and / or Authorities as required by the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, FEMA Regulations and other applicable laws/ regulations and the rules made there under.

B. That all sums required to be deducted in accordance with the provisions of the Income-Tax Act, 1961 have been properly deducted and further certified that all the sums so deducted have been paid or will be paid within the prescribed time to the credit of the Central Government as per the provisions of the Income-Tax Act, 1961.

C. That the financial statements and the cash flow statement for the quarter and Financial Year are reviewed and that to the best of our knowledge and belief:
   i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   ii. these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

D. To the best of our knowledge and belief, no transactions entered into by the Company during the quarter and financial year which are fraudulent, illegal or violative of the Company's code of conduct.

E. Internal controls for financial reporting are maintained and its effectiveness have been evaluated and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps they have taken or propose to take to rectify these deficiencies.

F. The following has been indicated to the Auditors and the Audit committee:
   i. significant changes in internal control over financial reporting during the quarter and financial year, if any;
   ii. significant changes in accounting policies during the quarter and financial year and that the same have been disclosed in the notes to the financial statements, if any; and
   iii. there are no instances of significant fraud of which we have become aware and the involvement therein, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

This Certificate is given by the undersigned with full knowledge that, on its faith and strength, full reliance is placed by the Board of Directors of the Company.

| | |
|---|---|
| Sd/ | Sd/- |
| Hari Nagrani | Videh Kumar Jaipuriar |
| Chief Financial Officer | Chief Executive Officer |

Date: May 08, 2024

# MANAGEMENT DISCUSSION AND ANALYSIS (MDA) REPORT

## FORWARD-LOOKING STATEMENTS:

This document contains statements about expected future events, financial and operating performance of Delhi International Airport Limited [DIAL/ Company], which are forward-looking. By their nature, forward-looking statements require the Company to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that the assumptions, predictions and other forward-looking statements will not prove to be accurate. Readers are cautioned not to place undue reliance on forward-looking statements as a number of factors could cause assumptions, actual future results and events to differ materially from those expressed in the forward-looking statements. Accordingly, this document is subject to the disclaimer which is qualified in its entirety by the assumptions, and risk factors that are referred in the management's discussion and analysis of the Delhi International Airport Limited's Annual Report for financial year 2023-2024.

## Financial year 2023-2024:

FY 2023-24 was the second fiscal year post onset of Covid-19 where Indian Aviation Sector did not face any major disruptions from Covid-19 and exhibited tremendous recovery in passenger traffic throughout the financial year.

During the year we had unrestricted scheduled operation for domestic and international movement. IGIA has recorded its highest ever yearly passenger traffic in FY24 with 73.7 million; previous highest was 69.2 million in FY19. IGIA has also surpassed the 1 million MT cargo freight for the year FY24; second highest yearly cargo volume handled in IGIA history

Throughout the year, DIAL proactively engaged with all stakeholders in pushing passenger growth through various passenger experience initiatives. In this endeavor, it has introduced hidden disabilities Sunflower Program which offers assistance, directions and support to passengers who may require additional help due to their hidden disabilities. DIAL has installed Self Baggage Drop (SBD) machines across Terminal 3 & Terminal 1 in order to provide passengers a hassle-free airport experience. Biometric verification kiosk has been made operational at international arrival area for the ease of immigration. At IGIA, more than 6 mn passengers have experienced the benefits of DigiYatra across several touchpoints via a number of initiatives ranging from setting up registration kiosks, introduction of DigiBuddy to deploying kiosks across the entry gates

## Future Growth Potential:

In FY24, IGI handled 73.7 Mn passengers and 1.003 MMT of cargo volume. It recorded a 13% increase in passenger traffic and 12% increase in cargo volume over previous year. During the year, IGI Airport passenger and cargo market share was 22.5% and 29.8% respectively amongst Indian airports. DIAL was once again recognized as the 'Best Airport' for service quality in the region by ACI and 'Best Airport in South Asia' by Skytrax. IGI Airport continues to be the leading Airport among all Indian airports in both passenger traffic and cargo handled.

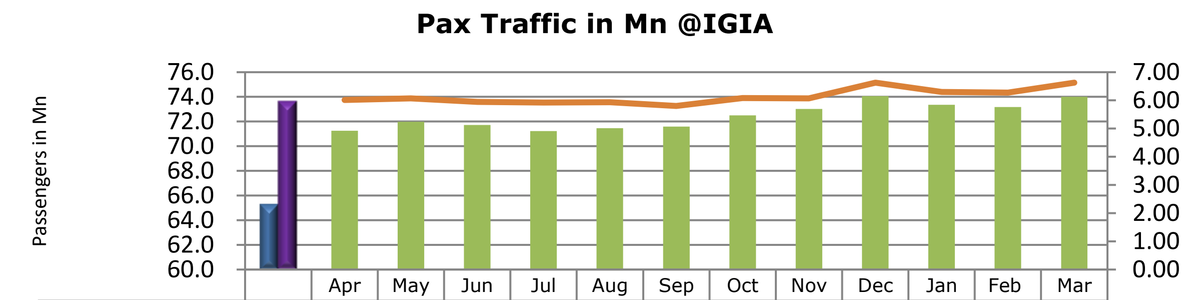
With overall domestic traffic and International breaching pre-pandemic levels, DIAL expects demand to grow further over the next 5 years. The veracity of the demand is evident from the addition of new international destinations at IGIA. In both the domestic and international segments, traffic numbers continue to grow even with relatively higher air travel price levels compared to pre-pandemic period.

As per a recent estimate from ICRA, India's domestic passenger air traffic is expected to grow steadily in the current fiscal year. After growing by 13% in the previous year, air passenger traffic in India is expected to grow 8-10% in FY2025. Similarly, International air traffic regained the pre-pandemic levels in FY24 and is expected to further grow by 10-14% in the current fiscal year. In FY25, the figure is expected to reach 77-80 million levels.

DIAL continues to work with all stakeholders including the airlines to further establish IGI Airport as an international hub airport for passengers and cargo. In line with this goal, DIAL will be working on set of initiatives which will align with the hub aspiration and enable airlines to set IGIA as a hub. In FY25, DIAL will be taking initiatives to enhance capacity to handle international passenger. DIAL will continue to work with international carriers to boost long haul flights as well as dedicated freighters coming into Delhi

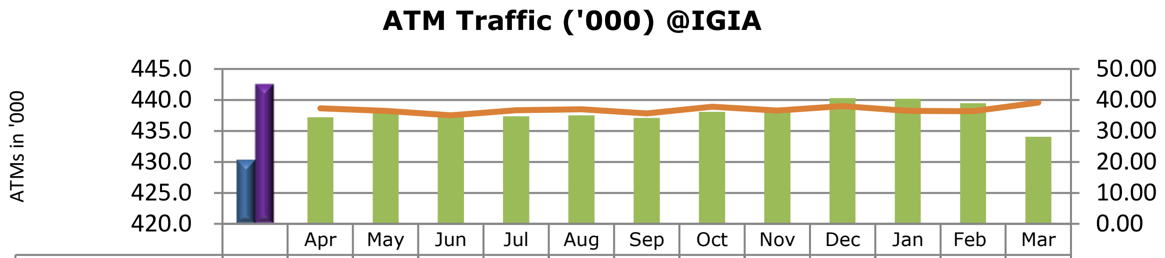
## Operational Performance - Delhi Airport:

During the year, IGI Airport was able to enhance the domestic connectivity within India by connecting to a number of new destinations.

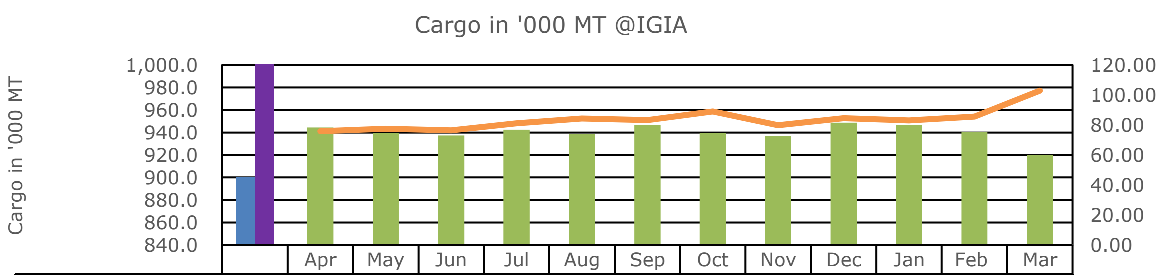



| | | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| FY 23 | 65.3 | | | | | | | | | | | | |
| FY 24 | 73.7 | | | | | | | | | | | | |
| Month of FY23 | | 4.92 | 5.24 | 5.13 | 4.91 | 5.01 | 5.07 | 5.47 | 5.69 | 6.15 | 5.85 | 5.76 | 6.13 |
| Month of FY24 | | 6.01 | 6.07 | 5.94 | 5.92 | 5.94 | 5.80 | 6.09 | 6.07 | 6.62 | 6.29 | 6.27 | 6.63 |

DIAL witnessed significant growth of traffic at IGI Airport in FY 24. Passenger traffic at IGIA was 73.7 mn in FY 2023-24, a growth of 12.8% over previous year with 24.4% growth in international traffic and 9.1% growth in domestic traffic. During the year, IGI Airport handled 442,488 Air Traffic Movements (ATMs) and clocked 1.003 MMT cargo volume. Cargo volumes experienced an overall growth of 12.0% over previous year, driven by 17.5% growth in international cargo. International exports has picked up with the opening of trade lanes as well as disruption in red sea movements led to the overall cargo tonnage growth than the previous year. Domestic cargo on the other hand grew by 3.3%.




| | | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| FY 23 | 430.4 | | | | | | | | | | | | |
| FY 24 | 442.5 | | | | | | | | | | | | |
| Month of FY23 | | 34.43 | 36.07 | 35.52 | 34.72 | 35.01 | 34.25 | 36.14 | 36.15 | 40.57 | 40.39 | 39.00 | 28.16 |
| Month of FY24 | | 37.27 | 36.48 | 35.04 | 36.65 | 37.02 | 35.63 | 37.82 | 36.54 | 38.03 | 36.46 | 36.40 | 39.15 |




| | | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Jan | Feb | Mar |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| FY 23 | 900.3 | | | | | | | | | | | | |
| FY 24 | 1,003 | | | | | | | | | | | | |
| Month of FY23 | | 78.42 | 74.54 | 72.96 | 76.82 | 73.81 | 80.05 | 74.56 | 72.50 | 81.62 | 80.02 | 75.06 | 59.91 |
| Month of FY24 | | 75.86 | 77.54 | 76.45 | 81.14 | 84.29 | 83.20 | 88.95 | 79.81 | 84.57 | 82.96 | 85.63 | 102.89 |

DIAL has successfully handled operations during the G-20 Summit and facilitated the guests and delegates of the G20 Summit. It has received appreciation from US Embassy, Delhi Police, Lok Sabha Secretariat, etc. for its outstanding hospitality and services rendered during the summit event.

DIAL continued its focus on its expansion plan of airside infrastructure and terminal capacity as per the approved Major Development Plan in order to cater to the future growth in passenger and air traffic. IGIA became the first airport in India to have 4 operational runway and an elevated taxiway (ECT).

Our Honourable Prime Minister, Shri Narendra Modi, on 10th March'24, dedicated the expanded world-class integrated Terminal 1 to the nation. The upgraded new Terminal 1 is an integrated terminal for seamless departure and arrival with a new node building and a pier comprising of 22 passenger boarding bridges. The passenger handling capacity of new terminal has increased to 40 MPPA.

DIAL's focus on operational excellence and customer experience backed by a strong organizational culture has helped sustain its leadership position in Airport Service Quality. As a result, DIAL was once again recognized as the Best Airport for service quality in the region by ACI and Best Airport in South Asia by Skytrax. IGIA has improved its world ranking to 36 and is the only airport in India among Top 40 airports in the world Skytrax ranking.

## Awards and Accolades of Financial Year 2023-2024

- Delhi Airport has once again emerged as Best Airport in the over 40 million passengers per annum (MPPA) category in Asia Pacific region by ACI in the Airport Service Quality Programme (ASQ) for the 6th time in a row in 2023 rankings.
- IGI Airport has been voted as Best Airport in India / South Asia for 6th consecutive years in Skytrax ranking.
- In terms of Skytrax world airports ranking, Delhi airport jumped from rank 50 in 2020 to 45th in 2021 and further to current rank of 36.
- IGIA has been honoured with the prestigious titles of 'Best Airport of the Year' and 'Sustainability Champion' at the Wings India Awards 2024
- DIAL's has achieved 5S certification from National Productivity Council (NPC) under 'Utkrisht Category'

## Sustainability Focus

- DIAL has always had a strong focus on Sustainability and has received various awards and accolades in this regard for many years now.
- DIAL has envisaged and designed Terminal 1 to be state of the art yet environmentally sustainable. T3 is LEED certified and New T1 is LEED Platinum Pre-certified.
- For its operational usage, DIAL has switched to Electric Vehicles from the current conventional vehicles in phased wise manner. 100% of all the fleets owned by DIAL are EVs
- IGIA became the first Level 4+ Certified Airport in Asia Pacific region under ACI's Airport Carbon Accreditation program
- In FY 2023-24, Delhi Airport has been honoured with the 'Excellence in Environment Management' award at CII's Sustainability Awards 2023. It was also honoured with the CII CAP 2.0 Award 2023 for 'Climate Action Programme' in Oriented category

## Financial Performance Overview:

For the financial year ended March 31, 2024, the Company had total income of ₹ 50,948.46 million (US$ 610.86 million) and EBITDA of ₹ 15,592.69 million (US$ 186.95 million), an increase of 20% and increase of 25% respectively from the total income of ₹ 42,542.75 million (US$ 517.74 million) and EBITDA of ₹ 12,480.97 million (US$ 151.89 million) for financial year ended March 31, 2023.

The revenue of the Company is primarily derived from aeronautical services, which includes domestic and international landing and parking & housing fees, user development fees, baggage x-ray charges, fuel farm charges; and non-aeronautical services, which are derived primarily from commercial and other activities at the Airport. The former is regulated by AERA under the terms of Operation, Management and Development Agreement (OMDA) and State Support Agreement (SSA) whereas the latter is unregulated. The Company also earn lease rental revenue from license fees in connection with certain commercial property development activities at the Airport.

(₹ in Millions except percentages)

| Particulars | Year ended March 31 | | | |
|---|---|---|---|---|
| | 2024 | | 2023 | |
| **Revenue from Operations** | | | | |
| Revenue from Aeronautical Operations | 10,617.85 | 21% | 9,376.32 | 22% |
| Revenue from Non-Aeronautical Operations | 29,416.60 | 57% | 24,772.55 | 58% |
| Other operating revenue (Commercial Property Development) | 8,016.94 | 16% | 5,750.86 | 14% |
| **Total Revenue from Operations** | **48,051.38** | 94% | **39,899.72** | 94% |
| **Other Income** | **2,897.08** | 6% | **2,643.03** | 6% |
| **Total Income** | **50,948.46** | 100% | **42,542.75** | 100% |
| **Total of Non-Aeronautical Revenue and Revenue from Commercial Property Development** | 37,433.54 | 73% | 30,523.41 | 72% |

## Revenue from Aeronautical operations:

Revenues from aeronautical operations were ₹ 10,617.85 million in financial year 2024 as against ₹ 9,376.32 million in financial year 2023, accounting for 21% and 22% of total income in those periods. The table below sets forth the amount of revenue from each type of aeronautical service for the given period.

(₹ in Millions except percentages)

| Particulars | Year ended March 31 | | | |
|---|---|---|---|---|
| | 2024 | | 2023 | |
| **Revenue From Aeronautical Operations** | | | | |
| Landing and Parking Charges | 5,606.21 | 54% | 5,048.14 | 54% |
| Fuel Farm | 35.76 | 0% | 32.55 | 0% |
| Baggage X-Ray Charges | 869.30 | 8% | 724.85 | 8% |
| PSF Facilitation | 2,581.80 | 24% | 2,226.88 | 24% |
| User Development Fee | 1,524.77 | 14% | 1,343.90 | 14% |
| **Total** | **10,617.85** | 100% | **9,376.32** | 100% |

## Revenue from Non-Aeronautical operations:

Revenue from non-aeronautical operations were ₹ 29,416.60 million in the financial year 2023-24 as compared to ₹ 24,772.45 million in the financial year 2022-23, accounting for 57% and 58% of total income in those years. The table below sets forth the amount of revenue from certain types of our non-aeronautical services for the given year.

| Particulars | Year ended March 31 (₹ in Millions except percentages) | | | |
|---|---|---|---|---|
| | 2024 | | 2023 | |
| **Revenue From Non-Aeronautical Operations** | | | | |
| Duty Free | 6,398.70 | 22% | 5,072.20 | 20% |
| Retail | 1,897.80 | 6% | 1,791.72 | 7% |

| | | | | |
|---|---|---|---|---|
| Advertisement | 2,030.20 | 7% | 1,665.26 | 7% |
| Food and Beverages | 2,704.20 | 9% | 2,130.77 | 9% |
| Cargo | 4,042.60 | 14% | 3,360.83 | 14% |
| Ground Handling | 2,132.60 | 7% | 1,611.22 | 7% |
| Parking | 925.50 | 3% | 730.83 | 3% |
| Land and Space Rentals | 5,519.40 | 19% | 5,372.10 | 22% |
| Others* | 3,765.70 | 13% | 3,037.51 | 12% |
| **Total** | **29,416.60** | 100% | **24,772.45** | 100% |

*Others primarily include revenue from IT services, including maintenance, management, upgrades and modernization of IT resources at the IGIA received from one of the joint ventures, income from foreign exchange counters and flight catering charges.

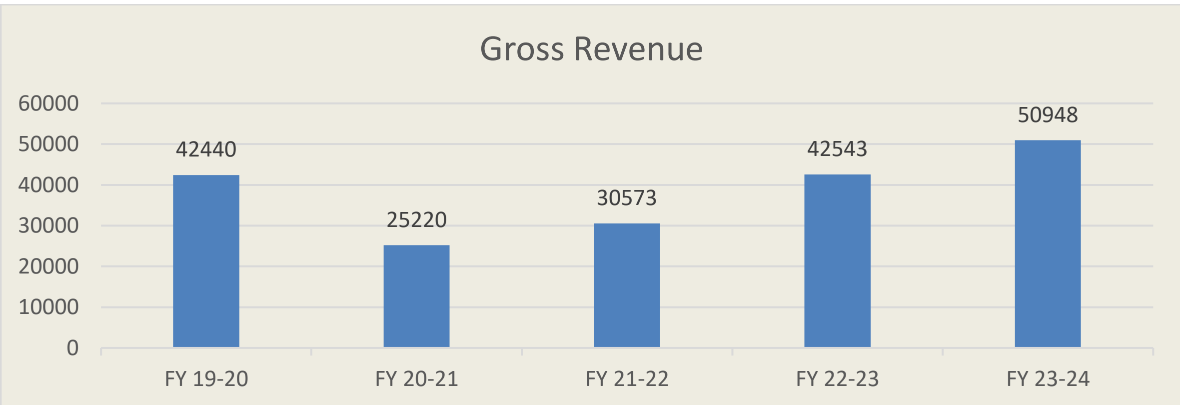
## Diversified revenue sources:

Your company has a well-diversified revenue mix comprising aeronautical, non-aeronautical and commercial property development. The aeronautical revenues comprise of landing fees, parking and housing fees, user development fee and baggage x-ray charges. The non-aeronautical revenues comprise of income from food and beverages, duty-free shops, advertisement/hoarding and display, car park, cargo, bridge mounted equipment, ground handling, car rental, flight catering, fuel throughput charges, transit hotel, land and space, hangar rent and ATM/lounges rent. The revenue from commercial property development comprises of lease income.

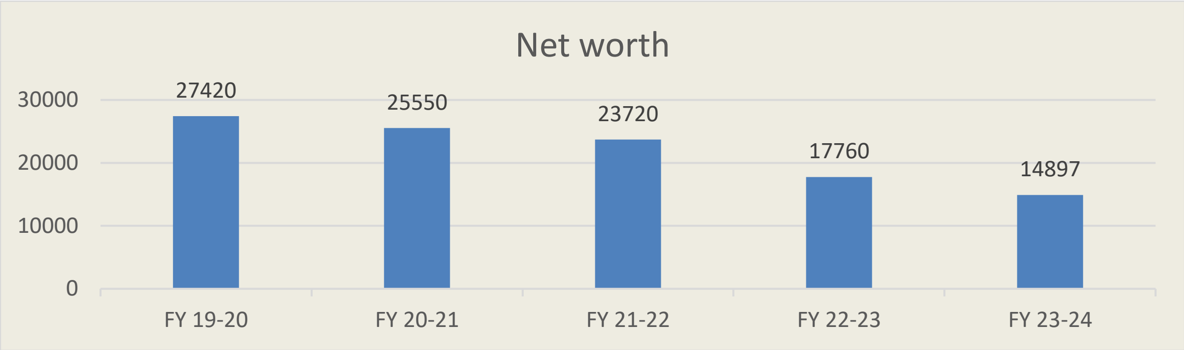
The company saw an increase in passenger traffic by 13% as compared to previous financial year. The cargo business has seen a considerable growth at the international level with an increase of 17% as compared to previous financial year, and at the domestic level a growth of 3% as compared to previous financial year. Your Company also maintained a stable stream of income from commercial property development, which highlights the pay-off of diverse concession models.

**The details of last five years financial parameters are as follows:**

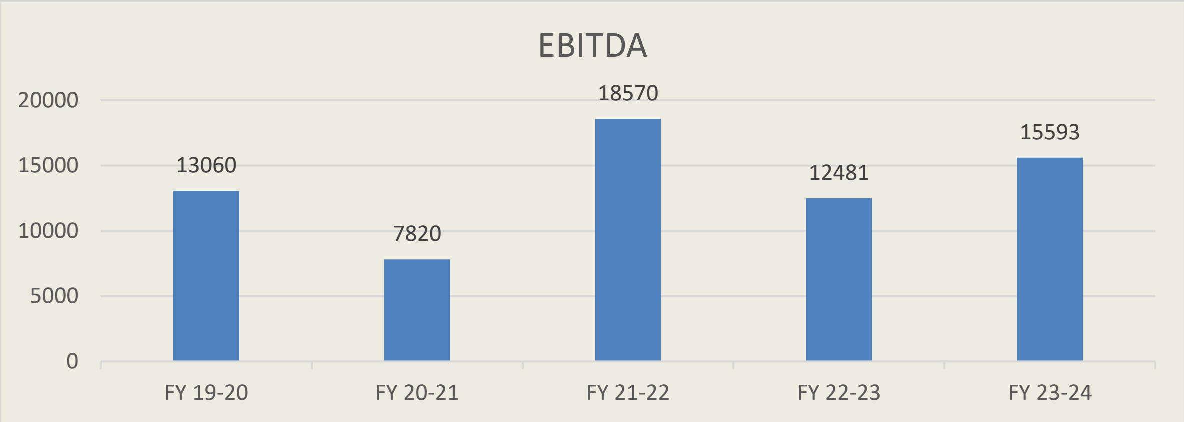
### Gross Revenue (₹ in Million)



Net Worth (₹ in Million)




EBITDA (₹ in Million)



## CSR Initiatives

### BRIEF REPORT ON DIAL- CSR (2023-2024):

The Corporate Social Responsibility (CSR) Unit of Delhi International Airport Limited (DIAL) has been working with the communities neighboring Indira Gandhi International (IGI) Airport, since June 2006 in collaboration with GMR Varalakshmi Foundation. Currently DIAL CSR is working with eight communities namely Savda Ghevra JJ Colony, Mehram Nagar East located near IGI Airport, Shahabad Mohammadpur village, Dwarka , Samalkha, Dwarka, Palam & Najafgarh in the periphery of the airport. DIAL- CSR is working with an approximate population of 50,000 in these locations. Apart from running a vocational training centre for dropout youths from disadvantaged communities, DIAL is also running different activities under the thrust areas of Education, Health, Hygiene & Sanitation and Empowerment & Livelihoods in the target community. During the financial year 2023-24, the following activities/initiatives were taken up under Preventive Health Care & Sanitation; Promoting Education including Vocational Skills and Gender Equality through Women Empowerment as per CSR policy of the Company.

### Preventive Health Care and Sanitation

Recognizing that health is an integral to a good quality of life, DIAL CSR works on preventing healthcare services and emphasis on health education and awareness. To make quality healthcare accessible to community, many initiatives like Mobile Medicare Units (MMU), Health Camps and Nutrition Centre were running in the communities. The whole objective was to take healthcare to the doorstep of populations, particularly vulnerable and under-privileged community.

Two Mobile Medical units operated in association with Help Age India with an outreach in 25 sites in the periphery of the airport delivered about 55,000 treatments during the year. The Multi Activity centers for elderly at Palam & Savda reached out to around 250 elderlies through physiotherapy & recreational activities in partnership with Help Age India. Around 90 beneficiaries were also provided Digital Literacy. The nutrition centre that provides nutrition support to pregnant and lactating mothers and sensitize them to maintain proper nutrition and childcare practices, benefitted 75 women through Nutrition supplements & awareness sessions. Samarth program that provides care and support to persons with disabilities, supported around 70 people through aids and appliances like wheel chair, walking stick, walker, crutches etc, Special education, and desired therapy was provided to 40 mentally retarded and hearing-impaired children. During the winter season, more than 2500 blankets and woolen mufflers were distributed at the time of cold waves among people on street & living in shelter homes. Reached out to more than 500 girls & women for Anaemia prevention & management. More than 150 girls/ women were found Anaemic through screening of 500 women/girls, were provided with Medicare.

*Preventive health care services to more than 10,000 people were supported through GMRVF in Vizianagram distt. (AP)*

## Promoting Education including Vocational Skills

**Enhancing Quality of Education:** Recognizing the importance of Early Childhood Education in the holistic development of children, DIAL-CSR runs After School Learning Center (ASLC) for students of Std. VI to X benefiting 130 children at Savda Ghevra, which provides tuition support to the slow learners. DIAL-CSR continued intervention named as Minimum Learning Standard (MLS) program with 220 students, which is based on the NCERT given Minimum Learning Levels that emphasizes on learner's focused age appropriate learning. During the year, DIAL CSR initiated digital literacy (T4K) for school children benefitting 145 children in Savda. Abacus classes were started reaching out to 30 school children. More than 150 children were made computer literate through two centers at Savda & Rajnagar. Pratibha Libraries, which provide opportunities to youth from disadvantaged background to access resources and study material to grow in their career and compete in competitive exams. Around 120 youth were benefitted at Najafgarh & Rajnagar libraries. Thirteen selections were recorded in entry-level public sector jobs. Under Gifted Children Scheme, continued supporting 30 students from previous years. Under this program, the prime focus is to support academic expenditure of children from underprivileged community. Children were selected at a very young age (5-6 years) and nurtured by admitting them into good English medium schools identified by GMRVF.

**Skill Development:** DIAL- CSR is implementing various initiatives for empowering youths and women, including short term vocational training for drop out youth & promotion of entrepreneurial skills among women.

**Centre for Empowerment and Livelihoods-Delhi (CEL-D)/ Vocational Training Institute:** Started in September 2009, the center is engaged in imparting vocational skill trainings for under-privileged dropout youth. Since inception, above 10,000 youth have been trained, with a settlement rate of more than 85%. During the year, training was provided in various trades like Basic Computers; Basic Electrical; Refrigeration and Air Conditioning; B. Cargo Management; Excavator Operator; Business Banking Associate, Food Production & Service, Beautician etc. All the courses are being run in partnership with leading industries like, Volvo, Scheineder,Voltas, ATDC, VDMA, CELEBI, TFS etc. A total of 1284 under-privileged youth were trained in 14 trades with settlement rate of 95%. Introduced new placement partners like Compass India and signed MoU with Biryani by Kilo for placement and Organized Skill Readiness with Government Schools with an outreach of more than 1000 students. The training center celebrated 10 years and introduced mass recruitment drives through job fairs involving more than 20 companies & 500 trainees. The center also co-hosted visit of World Bank President with Ministry of Skill Development & Enterpreneurship, GOI on 19th July, 2023.

*As part of its support to the **Skill India Initiative,** besides running CEL-D, DIAL CSR has supported GMRVF to impart employability training to around 2000 youth & women with settlement rate of 80% through vocational training centers in Andhra Pradesh*

## Gender Equality

DIAL-CSR is running a craft production center at CEL-D. Average monthly income of 10 women enhanced to Rs.12000/month. Provided pushcarts to 35 new beneficiaries, and facilitated vending certificates & loan worth 16 lacs to 180 beneficiaries under project SMILE (Supporting Marginalized

Individuals with Livelihood & Empowerment). More than 300 women trained in Domestic Tailoring & Basic Beautician courses from satellite centers in community and more than 100-trained women were supported with startup kits to start their own income generation activity.

## Employee Volunteering:

DIAL-CSR believes in effective partnership and participation of corporate employees in community services. During the year 2023-24, 70 employee involvement programs were organized to create opportunities for employee involvement and 750 employees and family members were involved who invested around 2000 hours and financial contribution worth Rs.5.5 lacs in community services. DIAL colleagues implemented one Social Volunteering Project and DIAL Executive Committee visited community program at Savda and invested more than half day in community engagement activities.

Photo Gallery:

## Human Resource

Throughout the fiscal year 2023–2024, DIAL persisted in fostering a friendly and cooperative environment for industrial relations. Because of no labour disputes and labour unrest, the year ended as another one with zero-man days lost. We were still able to ensure zero-man days lost, despite the change of major contractor/vendor providing services in horticulture, engineering, and housekeeping. By using participative management and active engagement with the several stakeholders of IGI Ecosystem, we were able to guarantee cordial industrial relations. The three basic strategies for handling employee benefits and welfare issues have remained the same: following applicable labour laws, following government guidelines, and consultative decision making. Zero tolerance for indiscipline remained the cornerstone of our company's philosophy.

In terms of determining wages, allocating duties, scheduling shifts and working hours, providing training, incentive and reward programmes, and maintaining occupational health and safety requirements, DIAL upholds the best global and Indian labour standards. The management and labour force collaborated to further the interests of the company and its stakeholders, indicating and emphasizing the general peace and friendly working relationships that are characteristic of DIAL.

The HR Compliance team conducted periodic vendor representative meetings during which they presented updates on new developments and initiatives taken to address inquiries. The purpose of these discussions is to determine how to best improve crucial processes, foster leadership potential, and increase staff participation.

Upgradation of "Vendor Suvidha Portal", which is an online portal for digital workflow and document management system, leading to online vendor management and compliance process has not only aided in increased efficiency, transparency, and speed of decision-making, it has also helped in achieving a paperless process, leading to reduced carbon footprint. Additional improvements as a part of upgradation to version 2.0 has also helped in making the data more insightful.

A fundamental component of DIAL's value system is its handholding of employees along with their family members in various engagement and wellness initiatives. DIAL promotes an environment of continuous learning, growth and personal achievement. DIAL's learning and development initiatives concentrate on expanding current skill sets and acquiring new ones in accordance with business requirements, strategic objectives, and the organization's evolving business landscape.

### Brand Transition Programs and Development of Internal Talent:

- To reinforce new knowledge and skills on the job and to enable managers in transitioning from an individual contributor to a people manager First time manager intervention has been conducted in 2019 -2020, 2021-2022, 2022-2023 & 2023-2024. The intervention includes a 2-day workshop that addressed various competencies of effective manager through interactive activities and discussions. Post the workshop 3 Group Coaching

Sessions were conducted with a certified coach to reinforce and facilitate the application of the overall learnings.

- DIAL signed an MoU with Global ICAO-ACI for hosting the Airport Management Professional Accreditation Program (AMPAP). This is the first time that the program has been hosted in India. AMPAP is an executive development program for airport managers worldwide that promotes adherence to the highest professional standards, covering all functional areas of the Airport Business.

    - The topics that are covered are Sustainability, Master Planning, Economics, Finance, Safety, Security and Operations. The program is flexible to allow participants to keep up with their regular full-time responsibilities. They are required to complete all the modules (4 Mandatory and 2 Electives) within 3 Years.
    - The participants after successful completion get internationally recognized with IAP (International Airport Professional) designation. The participants learn from international experts. They also get benefited from joining the global professional Community of Practice (CoP) network through a web-based forum. The IAP CoP consists of globally recognized airport professionals.

- To enhance the leadership capabilities in Terminal Operations, the Terminal Heads and Terminal Managers are taken through Assessment Centres to bring out the individual developmental needs required for the role. Individual Development Plans (IDPs) are made for each individual, which is co-created by the assessors and the employees who have gone through the assessment centres. IDPs are implemented and reviewed in frequent intervals in order to ensure the expected outcome is met.

Focus on Customer Service and Passenger Experience:

- In order to enable our front-end employees to provide exceptional service to passengers and other stakeholders which reflects our GMR Values in true sense, **"Being GMR",** a training is undertaken at Delhi Airport. The objective of "Being GMR" is to create a new global benchmark for service excellence in airport operations, by substantially enriching the overall service culture. To strengthen the intervention, Human Job analysis was conducted for each of the roles in Terminal Operations and each participant underwent a personal profile analysis to understand the gap in the behavioural traits that are required for their roles. The efforts resulted in sustaining our global leadership positions in both ACI and SKYTRAX and bringing in more recognition.

Focus on developmental and Behavioural growth:

- Trainings such as Execution Effectiveness, Empathy, Personal Effectiveness, Frugality, Conflict Management, Presentation Skills, Negotiation & Influencing skills, Emotional Intelligence, Financial Modelling, and Advanced Ms. Excel etc. are some of the trainings that were conducted to upskill and empower our employees.

- Trainings such as, Handling of Hazmat Emergencies, Fire Extinguishing Training, Basic Fire Safety Training, R/T Phraseology, Annex-14, AIS, AIP, NOTAM, DGR Training, etc. are the technical training aligned to our aim of having safe and smooth aircraft operations at the Company. A full day Safety Training has been made mandatory for all the new joiners as a part of the Induction Program, which has helped us bring the awareness and seriousness in which safety has to be dealt with.

- The Company also conducts program for creating awareness on gender sensitivity. Programs such as ALL women workshop on gender sensitivity, HARMONY - a gender sensitivity dialogue and Soaring High- A women in transition, were conducted to facilitate gender sensitive approach.

- Aarohan – This is a one-year program for Graduate Engineer Trainees to develop skills and competencies related to Airport Operations. The program is focussed on behavioural, functional skill sets and on job trainings. Each trainee is assessed periodically to ensure learning retention.

People practices and policies of rewarding, listening and celebrating:

The Company is having robust people practice and policy to reward, connect with employees and recognize their contribution towards the organization. There are multiple forums to hear out employee voice and their address their issues, starting from Leadership Connect, CHRO Interaction and HR – Business Partner Connect on different forum like:

- Employee Engagement Survey – Annual engagement survey ECHO-2024 was conducted through a third-party partner where employees are given an opportunity to express their opinion on various parameters through an online platform. The employee feedback is then analysed and action plans are made to address the areas of concern, at the same time further strengthening the areas which have got positive responses.

- Living GMR Values - An initiative where in employees have an opportunity to imbibe and practices GMR Values and Beliefs and assess the maturity level of demonstration for each value.

- Ethics Survey – Ethics Survey is conducted annually to hear from the employees on their views and feedback on the ethical practices. The employee feedback is taken to derive an action plan across the company to bring in more awareness among all employees about GMRs ethical practices to build a robust ethical practice in the company.

- Indradhanush - An initiative to provide opportunity to all employees to present revenue generation proposals to contribute to top line and also execute them post evaluation.

- SKIP level meetings - Meetings where employees interact with the manager of immediate manager or HOD, in absence of the immediate manager in hierarchy. The skip level meeting gives an employee a forum to have an open communication with the Manager's Manager/HOD to foster more enabling and empowering organization culture.

- HR Dialogues - HR Business partners along with senior HR leaders/CHRO attend dialogue sessions with departments. Employees attending the meeting can share feedback on how things are working and share their grievances as well.

- CEO Connect – This is an open forum where CEO of DIAL interacts directly with all the employees and gives them updates about the Business, the strategic objectives, focus areas and the way forward for the future months for the business. The CEO connect is also aimed at taking and providing feedback from employees on what went well and what didn't go well. Employees are encouraged to ask questions prior to the session and also during the session. CEO addresses all the queries during the session.

- Employee of the Month and Employee of the Year – DIAL has established a practice of recognising employees who have gone beyond work to find innovative ways to deliver the promise, increased efficiency, frugality measures at the same time superlative performance. Each department has an option of nominating one employee every month as employee of the month. Employee of the month gets an audience with CEO where he/she gets an opportunity to share the success story with the CEO. Every department gets an opportunity to nominate one employee who has consistently delivered and achieved greater milestones. A committee of senior leaders from DIAL evaluate each of the nominations within the set guideline to select one employee as Employee of the Year. Employee of the Year and other nominees are facilitated in CEO Connect Program.

- Idea factory- DIAL's Idea factory has a well-structured process of screening every idea and taking it to a logical conclusion. These ideas are implemented & are leveraged for process improvement.

- HR DIAL email communications for all users- HR has a designated email ID from which all communication flows to employees related to policy changes, important info. related to employees etc.

- Umang - Quarterly HR Magazine - Quarterly Employee engagement magazine that showcases employee achievements, experience, recreational activities undertaken, cooking recipes, fun at work including kids section.

- Pratibha - An Annual Cultural Show which is driven by the employees (through cross functional teams) for the employees. Participants take part in programmes like poetry, painting, singing, dancing etc. to not only showcase their talent but to rejuvenate and deliver higher productivity.

- Creative Clubs – Creative Clubs are the clubs which are formed through employees with similar interest areas apart from work. Creative Clubs like Rider's club, Photography club, Music Club, Writers Club, Readers Club, etc. are formed to bring like minded people together and give them a plat form to engage in mind stimulating activities which they love to do. This has enhanced creating a circle of friendship outside the departments, leading to a more engaging workforce.

- Harmony - A Gender Sensitivity program for men and women at the workplace which talk about how men and women can work, collaboratively and learn from each other at the workplace.

- Insights- is a program where senior leaders engage with employees by sharing their experiences in their professional journey and offer their learning to the audience. This forum brings out leader's wisdom shared across employees.

- Monday Morning Prayer – This is a 15-minute virtual connect of leadership team of GMR with all the employees on every Monday. This group prayer initiative was launched during Covid times to bring in the essence of togetherness among employees with a message that we are all one during difficult and happy times. The senior leaders share their perspective of the benefits of praying together as a team for each other.

- Kids Carnival: - DIAL conducted Kids Carnival on yearly basis to engage family of our employees.

- Long Service Award - The Company has always ensured, nurtured, and rewarded the association of employees with the organization and all the employees having 10 years or more of association with Company have been awarded under the category of long service award. The long service awardees are facilitated by the CEO and senior leadership in the CEO Connect Forum.

- Internal Job Posting - Other than celebrating the association of employees, Company focuses on career progression of internal talent to augment sense of belongingness, ensuring retention and providing a career path to employees in cross functional areas too. The Company is having a robust practice and policy of internal Job posting through which the first priority is given to internal talent for any vacant position and it is a matter of pride that more than 20% of the vacant position are closed through internal job postings.

Moreover, Company is committed to provide equal opportunities to all employees and treat them with dignity. All decisions pertaining to eligibility, qualification and selection of applicants in all matters is solely based on merit. As an organization, focus is on providing equal opportunities to all employees without any prejudice of region, religion, race or gender as per policy.

## ENVIRONMENT HEALTH AND SAFETY & SUSTAINABILITY MANAGEMENT

Company is committed to conduct its business in an environment-friendly and sustainable manner by minimizing the impact of its activities on the environment with necessary pollution control systems and safeguards. Company addresses Environment & by effective business aspect and associated impact analysis with necessary action plans and controls as per the framework of ISO 14001:2015 Environment Management Systems (EMS) and by Sustainability Management Framework based on GRI Standard.

EHS and Sustainability Management is an integral part of Company's business strategy. Some of the key initiatives by your Company are as follows:

- Adoption of Greenhouse Gas Accounting and Management System at Delhi Airport. Company has also adopted Airport Carbon Accreditation (ACA) program of ACI. Delhi Airport is first Airport in Asia-Pacific region and only the second airport globally to achieve Level 4+, "Transition" accreditation under this program. ACA is the only globally recognised program for airports to manage and reduce their emissions along with the stakeholders.

- The Company is working towards becoming "Net Zero Carbon Emission" Airport by 2030 by following various Government of India initiatives and in line with the Airport Carbon Accreditation guidelines.

- Implementation of Environment Management System (EMS) and certification under ISO 14001:2015. The current EMS certificate is valid till 8$^{th}$ April 2027. DIAL has also adopted Energy Management System (EnMS) and the EnMS is certified under ISO 50001:2018.

- Adoption of green building standards (LEED & IGBC) in all existing and upcoming infrastructures of Delhi Airport. Airport's Terminal 3 is a LEED India Gold certified green building under "New Construction" category and Platinum rated under IGBC "Existing Building" category. Currently, Company is developing Terminal 1 as a LEED Gold certified building with energy efficient design and has obtained LEED Platinum rating pre-certification.

- Installation of 7.84 MW solar PV plant in the airside premises of Delhi Airport and is the first airport in the country to have megawatt scale solar plant in the airside. The Company also uses additional renewable energy based electricity from offsite sources through open access to achieve 100% renewable energy use.

- The Company has adopted operational measures such as Airport Collaborative Decision Making (A-CDM) to improve operational efficiency and reduce the aircraft emissions through better planning and utilization of resources during operation.

- Implementation of water management system that includes, water efficiency measures, waste water treatment and recycling through 16.6 MLD Zero Liquid Discharge (ZLD) Sewage Treatment Plant and efficient water treatment plant of 5 MLD to provide good quality water.

- The Company has constructed more than 350 rain water harvesting structures across the airport and further as a part of expansion, additional more than 300 structures are being added. DIAL has also developed two rain water storage facilities having combined capacity approximately 9 ML.

- Implementation of aircraft noise management system and environmental compliance management system.

- Use of alternative and green fuel vehicles such as CNG and electric vehicle. DIAL has deployed 62 Electric Vehicles (EVs) in the airport. Electric vehicle charging stations have also been set up to support users, passengers and electric taxi service providers.

- More than 120 acres of landscape area which is maintained entirely by supplying STP treated recycled water by drip irrigation and automatic water efficient water dispensing system.

Sustainability initiatives of the Company has brought many accolades to IGI Airport. Some of the key awards and achievements are:

- Delhi Airport continues to be the first airport in Asia-Pacific region and only the second airport globally to achieve Level 4+ “Transition” accreditation under ACI’s Airport Carbon Accreditation framework.

- Successfully completed the external audit for ISO 14001:2015 recertification. The audit was conducted by DNV-GL (March 2024).

- In Wings India 2024, organized by Ministry of Civil Aviation, Delhi Airport has been honored with the prestigious titles of 'Sustainability Champion'

For and on behalf of the Board of Directors
of Delhi International Airport Limited

| | |
|---|---|
| Sd/- | Sd/- |
| G.B.S. Raju | K. Narayana Rao |
| Managing Director | Whole-Time Director |
| DIN: 00061686 | DIN: 00016262 |
| Place: New Delhi | Place: New Delhi |

Date: August 13, 2024

# ANNEXURE'S OF DIRECTOR'S REPORT

**Annexure – A**
**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**

**Form AOC-1**
(Pursuant to first proviso to sub section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

## Part "A" - Subsidiaries:

**Statement containing salient features of the financial statement of subsidiaries or associate companies or Joint Ventures:**

Your Company does not have any subsidiary as on March 31, 2024.

## Part "B" - Associates and Joint ventures:

**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures:**

| Name of Associates/ Joint Ventures | Delhi Aviation Services Private Limited (DASPL) | GMR Bajoli Holi Hydropower Private Limited (GBHHPL) | TIM Delhi Airport Advertising Private Limited (TIMDAA) | Delhi Aviation Fuel Facility Private Limited (DAFFPL) | Delhi Airport Parking Services Private Limited (DAPSPL) | Travel Food Services (Delhi Terminal 3) Private Limited (TFS) | Delhi Duty Free Services Private Limited (DDFSPL) | Celebi Delhi Cargo Terminal Management India Private Limited (Celebi) | Digi Yatra Foundation (DYF) |
|---|---|---|---|---|---|---|---|---|---|
| 1. Latest audited Balance Sheet date | March 31, 2024 | | | | | | | | |

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| 2. Share of Associate /Joint Ventures was associated or acquired | Not Applicable | | | | | | | | |
| 3. No. of Shares of Associate or Joint Ventures held by the Company on the year end | 1,25,00,000 | 10,83,33,334 | 92,22,505 | 4,26,40,000 | 4,06,38,560 | 56,00,000 | 3,99,20,000 | 2,91,20,000 | 148 |
| Amount (in ₹) of investment in Associates/Joint Venture (Cash value) | 12,50,00,000 | 1,08,33,33,340 | 9,22,25,050 | 42,64,00,000 | 40,63,85,600 | 5,60,00,000 | 39,92,00,000 | 29,12,00,000 | 1480 |
| Extent of Holding % | 50.00% | 20.14% | 49.90% | 26.00% | 49.90% | 40.00% | 49.90% | 26.00% | 14.80% |
| 4. Description of how there is significant influence | Holding more than 20% Capital and further participation in policy making. | | | | | | | | |
| 5. Reason why the associate /joint venture is not consolidated | Not Applicable | | | | | | | | |

| | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| 6. Net worth attributable to Shareholding as per latest audited Balance Sheet (₹ in crore) | 12.58 | - | 69.02 | 62.35 | 51.35 | 17.23 | 276.61 | 52.81 | 0.85 |
| 7.Profit/Loss for the year (₹ in crores) | (3.80) | (111.88) | 36.03 | (1.17) | 33.81 | 29.82 | 231.79 | 104.98 | 8.60 |
| i.Considered in Consolidation (₹ in crores) | (1.90) | (15.60) | 17.98 | (0.30) | 16.87 | 11.93 | 115.66 | 27.29 | 1.27 |
| ii. Not considered in Consolidation (₹ in crores) | (1.90) | (96.28) | 18.05 | (0.87) | 16.94 | 17.89 | 116.13 | 77.69 | 7.33 |

For and on behalf of the Board of Directors
of Delhi International Airport Limited

| | | | |
|---|---|---|---|
| Sd/- | Sd/- | Sd/- | Sd/- |
| G.B.S. Raju<br>Managing Director<br>DIN-00061686 | K. Narayana Rao<br>Whole-Time Director<br>DIN-00016262 | Hari Nagrani<br>Chief Financial Officer | Abhishek Chawla<br>Company Secretary |

Place: New Delhi

Date: August 13, 2024

Annexure – B
Delhi International Airport Limited
CIN. U63033DL2006PLC146936

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024
*[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]*

To,
**The Members,**
**Delhi International Airport Limited**
New Udaan Bhawan, Opposite Terminal-3,
Indira Gandhi International Airport,
New Delhi-110037

I was appointed by Delhi International Airport Limited (hereinafter referred to as "**the Company**") to conduct Secretarial Audit as per the provisions of Section 204 of Companies Act, 2013, for the financial year ended March 31, 2024.

I have conducted the Secretarial Audit in respect of compliances as per applicable statutory provisions and adherence to good corporate practices by the Company. Secretarial Audit was conducted in a manner that provided me/ us with a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

**Management's Responsibility for Secretarial Compliances:**

The Company's management is responsible for preparation and maintenance of secretarial records and for devising proper systems to ensure compliance with the provisions of applicable laws and regulations.

**Auditors Responsibility:**

Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances, based on our audit.

We believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for our opinion.

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

We have not verified the correctness and appropriateness of financial records and books of accounts of the company.

Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

The secretarial audit report is neither an assurance to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Opinion:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2024 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder, as may be applicable;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder, as may be applicable;

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

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 – **Not applicable to the Company during the year under review,**

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015,

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 – **Not applicable to the Company during the year under review**;

(d) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 – **Not applicable to the Company during the year under review**;

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

(f) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021

(g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client – **Not applicable to the Company during the year under review**;

(h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 – **Not applicable to the Company during the year under review**; and

(i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 – **Not applicable to the Company during the year under review**;

(j) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.
(ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended from time to time.

Based on our verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the financial year ended March 31, 2024, complied with the aforesaid laws, material compliances are listed in the Annexure attached to this report.

We also confirm that the Company is in compliance with the requirements of maintaining Structured Digital Database (SDD) as per the Regulations 3(5) and 3(6) of SEBI (PIT) Regulations, 2015.

AERA has issued tariff order no 57/2020-21 for third control period ("CP3") starting from April 1, 2019 to March 31, 2024 on December 30, 2020 allowing DIAL to continue with Base Airport Charges ("BAC") +10% tariff for the balance period of third control period. AERA has also allowed compensatory tariff in lieu of Fuel Throughput Charges w.e.f. February 01, 2021 for the balance period of third control period. DIAL had also filed an appeal against some of AERA's decision in third control period order on January 29, 2021 with Telecom Disputes Settlement and Appellate Tribunal ("TDSAT").

DIAL had also filed appeal against the second control period ("CP2") before the TDSAT. Also, DIAL in respect of TDSAT order against first Control period appeal dated April 23, 2018 filed a limited appeal in the Hon'ble Supreme Court of India on July 21, 2018 in respect of which judgement pronounced on July 11, 2022, citing that all appeals are dismissed, except on the issue relating to corporate tax pertaining to aeronautical services, where DIAL's contention had been accepted that the Annual Fee paid by DIAL should not be deducted from expenses pertaining to aeronautical services before calculating the 'T' (tax) element in the formula.

TDSAT at the request of AERA and concurred by DIAL had agreed and tagged CP2 appeal with CP3 appeal. The arguments are concluded in matter and DIAL had made written submissions on May 23, 2023. The final order was pronounced on July 21, 2023. TDSAT in its order has allowed certain claims of DIAL and disallowed certain others.

AERA has filed an appeal before the Hon'ble Supreme Court on October 19, 2023 against the judgement dated July 21, 2023 passed by TDSAT. The matter was last heard on March 11, 2024 and was directed to list on August 6, 2024 for arguments.

Based on information received and records maintained, we further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, and Independent Directors.
2. Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in compliance of the Secretarial Standards, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
4. The Company has proper Board processes.

I further report that during the Audit period there were following Specific events/actions having a major bearing on Company's affairs in pursuance of the above referred Laws, Rules, Regulations, Guidelines, Standards, etc. which are:

1. During the year under review, Company issued 1,20,000 listed, rated, redeemable, unsecured (for the purposes of the companies Act, 2013 and SEBI regulations) Non-Convertible Debentures of a face value of Rs. 1,00,000 each on April 13, 2023 through Private Placement Basis.
2. Company issued 74,400 listed, rated, redeemable, unsecured (for the purposes of the companies Act, 2013 and SEBI regulations) Non-Convertible Debentures of a face value of Rs. 1,00,000 each on August 22, 2023 through Private Placement Basis.
3. Company issued 80,000 listed, rated, redeemable, unsecured (for the purposes of the companies Act, 2013 and SEBI regulations) Non-Convertible Debentures of a face value of Rs. 1,00,000 each on March 22, 2024 through private placement basis.

Based on the compliance mechanism established by the Company in the form of Legatrix Software and Compliance Certificate(s) issued by the Function Head(s) of all the Departments to the Chief Executive Officer (CEO) and Chief Financial Officer (CFO) of the Company and on the basis of said certificate(s) the Compliance Certificate(s) signed by Chief Executive Officer (CEO) and Chief Financial Officer (CFO) taken on records by the Board of Directors at their meeting(s), we are of the opinion that the management has 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.

Place: New Delhi
Date: May 14, 2024
UDIN: F004982F000363813

Sd/-
Maneesh Gupta
FCS No. 4982
CP No. 2945
PR No.- 2314/2022

## ANNEXURE TO SECRETARIAL AUDIT REPORT

In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished, and representations made to us by the Company, its officers and agents, we report that the Company has during the financial year under review, complied with the provisions of the Acts, Rules made thereunder and the Memorandum and Articles of Association of the Company with regard to:

1. Maintenance of various statutory registers and documents and making necessary entries therein:
2. Contracts, Common Seal and Registered Office and publication of name of the Company;
3. Forms, returns, documents and resolutions wherever required to be filed with the Registrar of Companies, Regional Director, Central Government, National Company Law Tribunal (NCLT) or such other authorities;
4. Service of documents by the Company on its Members, Directors, Auditors and Registrar of Companies;
5. Re-constitution of the Board of Directors, Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and Corporate Social Responsibility Committee;
6. Constitution of Risk Management and Environment, Social and Governance (ESG) Committee.
7. Appointment, re-appointment and Retirement of Directors and payment of remuneration to them;
8. Disclosure of interest and concerns in contracts and arrangements, shareholdings and directorships in other companies and interest in other entities by Directors;
9. Disclosure requirements in respect to their eligibility for appointment, declaration of their independence,
10. All transactions with related parties were in the ordinary course of business and arms length and were placed before the Audit Committee periodically;
11. Establishing a vigil mechanism and providing to complainants, if any, unhindered access to the Chairman of the Audit Committee.
12. Constituting the Corporate Social Responsibility Committee formulating and adopting Corporate Social Responsibility Policy indicating the activities to be undertaken by the Company;
13. Appointment of persons as Key Managerial Personnel;

14. Appointment and remuneration of Statutory Auditor and Cost Auditor;
15. Appointment of Internal Auditor;

16. Notice of meetings of the Board and Committee thereof;

17. Minutes of meetings of the Board and Committees thereof including passing of resolutions by circulations;

18. Notice convening Annual General Meeting held on September 14, 2023 and Extraordinary General Meeting held on December 22, 2023 and February 27, 2024 and holding of the meetings on that dates;

19. Minutes of General meeting;

20. Approval of members, Board of Directors, Committee of Directors and government authorities, wherever required;

21. Form of balance sheet as at March 31, 2023 as prescribed under Schedule III Part I of the Companies Act, 2013;

22. Report of the Board of Directors for the financial year ended March 31, 2023;

23. Borrowings and registration of charges;

24. Investment of the Company's funds including inter corporate loans and investments.

*Place*: New Delhi
Date: May 14, 2024
UDIN: F004982F000363813

Sd/-
Maneesh Gupta
FCS No. 4982
C P No. 2945
PR No.- 2314/2022

## Annexure – C

## Corporate Social Responsibility (CSR) Annual Report of Delhi International Airport Limited for the Financial Year 2023-24

1. **Brief outline on CSR Policy of the Company**:
   The Company has adopted CSR Policy as recommended by its CSR Committee and the Board which covers mainly (i) Preamble; (II) Guiding Principles for Selection & Implementation of Projects/ Programs under CSR Policy; (III) Expenditure incurred for certain activities shall not be treated as CSR activity by the Company; (IV) Surplus from CSR activities; (V) Monitoring of CSR activities; (VI) Annual Action Plan; and (VII) Amendment.
2. **Composition of CSR Committee**:

| Sl. No. | Name of the Director | Designation / Nature of Directorship | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|---|---|---|---|---|
| 1. | Dr. Emandi Sankara Rao | Independent Director (Chairman of the CSR Committee) | Two (2) | Two (2) |
| 2. | Mr. Indana Prabhakara Rao | Executive Director (Member of the CSR Committee) | Two (2) | One (1) |
| 3. | Mr. Narayana Rao Kada | Whole-time Director (Member of the CSR Committee) | Two (2) | Two (2) |

3. **Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company**: https://www.newdelhiairport.in/corporate/our-company

4. **Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014**: Not Applicable

5. **Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any**:

| Sl. No. | Financial Year | Amount available for set-off from preceding financial years (in Rs) | Amount required to be set-off for the financial year, if any (in Rs) |
|---|---|---|---|
| 1. | 2023-24 | 13,45,71000/- | 5,99,77,000/- |

6. Average net profit of the company as per section 135(5):

Amount (Rs. in Crore)

| Financial Year | Net Profits/ (Loss) |
|---|---|
| 2020-21 | (476,25,63,433) |
| 2021-22 | (45,57,31,315) |
| 2022-23 | (502,03,33,349) |
| Total Profit / (Loss) for 3 years | (1023,86,28,097) |

| | |
|---|---|
| Average Profit / (Loss) per year | (341,28,76,032) |

7. (a) Two percent of average net profit of the company as per section 135(5): **NIL**
   (a) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **NIL**
   (b) Amount required to be set off for the financial year, if any: Rs. 5,99,77,000/-
   (c) Total CSR obligation for the financial year (7a+7b-7c): **NIL**

8. (a) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year (in Rs.) | Amount Unspent (in Rs.) | | | | |
|---|---|---|---|---|---|
| | Total Amount transferred to Unspent CSR Account as per section 135(6) | | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5) | | |
| | Amount | Date of transfer | Name of the Fund | Amount | Date of transfer |
| 5,99,77,000/- | NIL | | | NIL | |

(a) Details of CSR amount spent against **ongoing projects** for the financial year:

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | (9) | (10) | (11) | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Sl. No | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes/ No) | Location of the project | | Project duration (in months) | Amount allocated for the project (in ₹) | Amount spent in the current financial Year (in ₹) | Amount Transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹) | Mode of Implementation - Direct (Yes/No). | Mode of Implementation - Through Implementing Agency | |
| | | | | State | District | | | | | | Name | CSR Registration number |
| 1. | Preventive health care services at door step through MMUs | Preventive health care & sanitation | Yes | Delhi | SW Delhi slums / JJ clusters in periphery of IGI | 12 months | 55,00,000 | 55,00,000 | NA | No | Help Age India | CSR00000901 |

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | airport | | | | | | | |
| 2 | Operating Day Care Center for Elderly | Preventive health care & sanitation | Yes | Delhi | SW Delhi | 12 months | 12,00,000 | 12,00,000 | NA | No | Help Age India | CSR00000901 |
| 3 | Educational Support to 30 Gifted Children | Promoting Education including vocational skills | Yes | Delhi | SW Delhi | 12 months | 12,00,000 | 12,13,000 | NA | No | GMR VF | CSR00000851 |
| 4 | Vocational training to more than 800 school/college dropout youth | Promoting Education including vocational skills | Yes | Delhi | SW Delhi | 12 months | 2,36,00,000 | 2,35,79,000 | NA | No | GMR VF | CSR00000851 |
| 5 | Entrepreneurship training for 200 women | Gender Equality through women Empowerment | Yes | Delhi | slums in periphery of IGI Airport | 12 months | 5,00,000 | 4,85,000 | NA | No | GMR VF | CSR00000851 |
| | **Total Amount in Lakh (Rs.)** | | | | | | **3,20,00,000** | **3,19,77,000** | | | | |

(b) Details of CSR amount spent against **other than ongoing projects** for the financial year:

| (1) | (2) | (3) | (4) | (5) | | (6) | (7) | (8) | |
|---|---|---|---|---|---|---|---|---|---|
| Sl. No. | Name of the Project | Item from the list of activities in schedule VII to the Act. | Local area (Yes/ No). | Location of the project. | | Amount spent for the project in the Financial Year (in Rs.) | Mode of implementation - Direct (Yes/No). | Mode of Implementation through implementing agency. | |
| | | | | State | District | | | Name. | CSR registration Number. |
| 1 | Employability training to youth, farmers & women | Promoting Education including vocational skills | No | Andhra Pradesh | Nellore Vizianagram Vijaywada | 1,85,98,000 | No | GMRVF | CSR00000851 |
| 2 | Improving learning levels of kids affected by Learning Poverty | Promoting Education including vocational skills | No | Andhra Pradesh | Vizianagram | 4,25,000 | No | GMRVF | CSR00000851 |
| 3 | Preventive Health care services to vulnerable communities | Preventive health care & sanitation | No | Andhra Pradesh | Vizianagram | 89,77,000 | No | GMRVF | CSR00000851 |
| | | | | | Total Amount in Rs. | 2,80,00,000 | | | |

(c) Amount spent in Administrative Overheads: **NIL**

(d) Amount spent on Impact Assessment, if applicable: **NIL**

(e) Total amount spent for the Financial Year (8b+8c+8d+8e): () = **Rs. 5,99,77,000/-**

(f) Excess amount for set off, if any: **Rs. 5,99,77,000/-**

| Sl. No. | Particulars | Amount (in Rs.) |
|---|---|---|
| (i) | Two percent of average net profit of the company as per section 135(5) | NIL |
| (ii) | Total amount spent for the Financial Year | 5,99,77,000/- |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 5,99,77,000/- |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | NIL |
| (v) | Amount available for set off in succeeding financial years [(iii)-(iv)] | 5,99,77,000/- |

9. (a) Details of Unspent CSR amount for the preceding three financial years: **NIL**

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.) | Amount spent in the reporting Financial Year (in Rs.) | Amount transferred to any fund specified under Schedule VII as per section 135(6) if any | | | Amount remaining to be spent in succeeding financial years (in Rs.) |
|---|---|---|---|---|---|---|---|
| | | | | Name of the Fund | Amount (in Rs) | Date of transfer | |
| NIL | NIL | NIL | NIL | NIL | NIL | NIL | NIL |

(a) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): **NIL**

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|---|---|---|---|---|---|---|---|---|
| Sl. No. | Project ID. | Name of the Project. | Financial Year in which the project was commenced | Project duration | Total amount allocated for the project (in Rs) | Amount spent on the project in the reporting Financial Year (in Rs) | Cumulative amount spent at the end of reporting Financial Year (in Rs.) | Status of the project - Completed /Ongoing |
| NIL | NIL | NIL | NIL | NIL | NIL | NIL | NIL | NIL |

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year **(asset-wise details): Not applicable**

Date of creation or acquisition of the capital asset(s).

(a) Amount of CSR spent for creation or acquisition of capital asset.

(b) Details of the entity or public authority or beneficiary under whose name such capital asset is registered

(c) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): **Not Applicable**

| | |
|---|---|
| Sd/- | Sd/- |
| Dr. Emandi Sankara Rao | K. Narayana Rao |
| Independent Director | Whole Time Director |
| (Chairman CSR Committee) | (Member of CSR Committee) |
| DIN: 05184747 | DIN: 00016262 |

Date: May 29, 2024

<u>Annexure – D</u>

<u>Delhi International Airport Limited</u>

<u>CIN. U63033DL2006PLC146936</u>

<u>FORM No. – AOC 2</u>

(Pursuant to *clause (h) of sub-section (3) of section 134 of the Act and* Rule 8(2) of the Companies (Accounts) Rules, 2014)

<u>Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto</u>.

1. Details of contracts or arrangements or transactions not at arm's length basis:

All the contracts or arrangements or transactions with the related parties are on arm's length basis. So, the information below is not applicable.

(a) Name(s) of the related party and nature of relationship
(b) Nature of contracts/arrangements/transactions
(c) Duration of the contracts / arrangements/transactions
(d) Salient terms of the contracts or arrangements or transactions including the value, if any
(e) Justification for entering into such contracts or arrangements or transactions
(f) Date(s) of approval by the Board
(g) Amount paid as advances, if any:
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. Details of material contracts or arrangement or transactions at arm's length basis

As per details given below in Annexure – D (I)

(a) Name(s) of the related party and nature of relationship
(b) Nature of contracts/arrangements/transactions
(c) Duration of the contracts / arrangements/transactions
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:
(e) Date(s) of approval by the Board, if any:
(f) Amount paid as advances, if any:

ANNEXURE – D (I)

| S. No. | Name(s) of the related party | Nature of contracts/ arrangements /transactions | Duration of the contracts / arrangements /transactions | Salient terms of the contracts or arrangements or transactions including the value, if any. | Date(s) of approval by the Board, if any. | Amount paid as advances, if any. |
|---|---|---|---|---|---|---|

| | | | | | | |
|---|---|---|---|---|---|---|
| 1 | **Travel Food Services (Delhi Terminal 3) Private Limited#.** | Allotment of Back of House space | Till February 28, 2026. | As explained in the Agreement. | N.A. Approved by the Audit Committee on May 25, 2023 | As per the terms of the Agreement, if applicable. |
| 2 | **TIM Delhi Airport Advertising Private Limited ("TIMDAA")#** | Allotment of 200 Sq. mtr. Office space at Wing B, First Floor, Building no. 301, New Udaan Bhawan, Opposite Terminal 3, IGI Airport, New Delhi | Till March 31, 2024. | As explained in the Agreement | N.A.<br><br>Approved by the Audit Committee on May 25, 2023 | As per the terms of the Agreement, if applicable. |
| | | Allotment of 190.88 sq. mtr. Shed space area, unit no. 37, 38 and 39, ACAAI cargo terminal, near MRSS, IGI Airport, New Delhi | From April 1, 2024 Till March 31, 2025. | As explained in the Agreement. | N.A.<br><br>Approved by the Audit Committee on January 30, 2024 | As per the terms of the Agreement, if applicable. |
| 3 | **GMR Airport Developers Limited *** | Appointment of Construction Management Consultant (CMC) for Terminal Hotel project. | 22 calendar months from the effective date of the agreement to be executed in relation to this transaction. | As explained in the Probity Audit Report and the Agreement. | August 14, 2023 | None |

| | | | | | | |
|---|---|---|---|---|---|---|
| 4 | **Delhi Duty Free Services Private Limited*** | Allotment of space of 600 sq. mtr. space at Building No. 301, Ground Floor, New Udaan Bhawan, Opposite Terminal-3, IGI Airport, New Delhi – 110037. | Till December 31, 2023. | As explained in the Probity Audit Report and the Agreement. | Approved by Board through Circular Resolution on September 27, 2023 | As per the terms of the Agreement, if applicable. |
| 5 | **Digi Yatra Foundation#** | Payment of Contract fee provision of Digi Yatra Central Ecosystem ("DYCE"). | 5 Years (FY2024 till FY 2028). | As explained in the Agreement. | N.A. Approved by the Audit Committee on January 30, 2024 | As per the terms of the Agreement, if applicable. |
| 6 | **GMR Energy Limited (GEL) *** | Allotment of Space upto 1,700 square meter at First Floor, Building No. 302, Opposite Terminal – 3, IGI Airport, New Delhi - 11003 | Till March 31, 2025. | As explained in the Probity Audit Report and the Agreement. | March 27, 2024 | As per the terms of the Agreement, if applicable. |

Nature of Relationship:
*GMR Group Entity and Fellow Subsidiary of DIAL.
#Associate and Fellow Subsidiary of DIAL.
** Step up Holding Company of DIAL.

For and on behalf of the Board of Directors
of Delhi International Airport Limited

Sd/-
G.B.S. Raju
Managing Director
DIN: 00061686
Place: New Delhi

Sd/-
K. Narayana Rao
Whole-Time Director
DIN: 00016262
Place: New Delhi

Date: August 13, 2024

# Annexure – E
## Delhi International Airport Limited
## CIN. U63033DL2006PLC146936

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

### A) Conservation of Energy:

### (i) The steps taken or impact on conservation of energy:

- Automation of break down maintenance performance tracking.
- Achieved GreenCo Platinum Level under Green Company Framework by CII-GBC. The Company has been accredited highest rating for Energy category in service industry.
- Street light and all T3 High Mast control has been fitted with Astronomical timers and seasonal control.
- Overall Terminal lighting control at T3 has been improved through LCMS logic change.
- BMA area of Terminal 3 is fully converted to LED.
- Street lights around Terminal 3 converted into LED.
- Terminal 2 lights fully converted to LED.
- All street lights of IGI has been converted into LED.
- All signage lights at Terminal 3 has been changed to LED.
- Check-in, SHA, Retail area of T3 completely converted to LED.
- 100% of Apron high mast at T3 has been changed to LED.
- All T-3 conventional lights including back-of-house lighting converted to LED.
- 100% of Apron high mast at T1, T2 and Cargo has been changed to LED.
- More than 95% of power requirement is through renewable source.
- Extending UPS supply from Substation to minimize the inventory of UPS and AC at the Perimeter Intrusion Detection System.
- LED conversion of AGL Sign Boards.
- LED conversion of AGL lights. 24000 Lights Approx.
- Solar Power operated traffic blinkers are installed at airside with three days back up without sun.
- Conversion of 100% perimeter lighting to LEDs from Conventional light fixtures.
- Conversion of 100% LEDs in Ancillary buildings at the airside.
- TCL Curve guidance on RWY 11L/29R with respect to runway in use.
- Direction control of Runway Centreline lights for energy saving
- RETIL Operation with respect to runway in use.
- Diversion of HT Cable Route to reduce losses.
- Automated Energy Reports for analysis.
- Energy saving by refurbishment of APFC panel at terminal -2
- PTB & Pier Staff Washroom Linear light replaced with spotlight removed.
- Pier travellator cove light converted in D6 light.
- Pier non-essential light Based on requirement; lights made ON.
- New I-to-I lighting DB modification & light Based on requirement, lights made ON.
- 33KV & 11 KV cable networks modification & substation refurbishment work carried out to reduce the transmission losses
- Replacement of Non-Performing Cooling Coils in identified AHU's at Terminal-3

- Modification in cooling coil positioning in AHU's feeding to Domestic & International Food court areas at Terminal-3
- CMS Integration of HVAC & PHE Services feeding to Emigration, SHA & Retail areas at Terminal-3.
- Re-routing of Chilled Water line for G+5 building through new efficient Chiller Plant at Terminal-1.
- Idle time reduction and line diversions in Baggage Handling System.
- Conversion of non-invertor to invertor Aircon at all PBBs T3.
- Implementation of Thermal coating and Sun film at PBB glass panels and rooftop.
- Idle time reduction in travellator and escalators.
- Conversion of LEDs in Passenger Boarding Bridge T3 code C stands.

(ii) **The steps taken by the company for utilizing alternate sources of energy:**

- Entire power generated from the 7.84 MWp Solar power plants is being consumed.
- Purchased electricity through renewable source under open access.
- The conventional diesel driven cars are converted to Electric Vehicles to reduce the carbon emission (65 cars of DIAL is converted)
- Additionally, to promote the carbon emission reduction, the airline operators and GHAs are also facilitated with Fast Charging facilities for their EV coaches and Cars

(iii) **The Capital Investment on Energy Conservation Equipment's :**

- Replacement of air conditioning system with higher efficiency Air Conditioning system at MRSS
- All PCCR UPS (300KVA – 04 Nos) replaced with high efficiency UPS as well as UPS capacity reduced (200KVA – 04 Nos). Efficiency curve maintained & saved energy
- Replacement of 72 DX Air-Conditioning Units with energy efficient new units at Digital Bhawan(Project Office) & other associated areas.
- Upgradation of CMS with advance technology at Terminal-3.
- Replacement of Condenser Water pumps with energy efficient pumps at Terminal-2.

## B) Technology Absorption:

(i) **The efforts made towards technology absorption:** New Protection relay - REF615 installed, Logic Merging and integration with existing Electrical CMS system.
(ii) Upgradation of Conventional UPS with Modular UPS and VRLA (Valve-Regulated Lead-Acid) Batteries with Lithium-Ion
(iii) Adoption of mechanized cleaning of Airfield Ground Lighting
(iv) Deployment of candela measurement tool
(v) Implementation of ILCMS (Individual Lamp Control & Monitoring System) for all AGL lights
(vi) IOT based Control and Monitoring of Apron Flood Lighting system at Airside
(vii) First Indian Airport certified for ISO 55001-2014 Asset Management System for AGL & Electrical System
(viii) Use of BSES power source as primary power supply through ONLINE UPS during Low Visibility Operations to reduce diesel consumption and CO2 emission.
(ix) Use of Sine wave CCR instead of Thyristor controlled CCR.

(x) Use of advanced technology materials for the repair of rigid and flexible pavements in place of conventional methods

(xi) Installation of eco-friendly bio toilets

(xii) **the benefits derived like product improvement, cost reduction, product development or import substitution;** Cost reduction and Product improvement.

**(xiii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year):** NIL

a. the details of technology imported;
b. the year of import;
c. whether the technology been fully absorbed;
d. if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

**(xiv) The expenditure incurred on Research and Development.**

- Modular UPS installed for power provisioning work of IT assets such as FIDS, CUPPS/CUTE & switches
- Post-paid Billing is converted into Prepaid billing.

## C) FOREIGN EXCHANGE EARNINGS AND OUTGO

Information regarding the Foreign Exchange Earned in terms of actual inflows during the year and the Foreign Exchange Outflow during the year in terms of actual outflow is given in the Note No. 42 (C)(i) to (vi) of the Notes to Accounts of Financial Statements for the year ended March 31, 2024.

For and on behalf of the Board of Directors
of Delhi International Airport Limited

| | |
|---|---|
| Sd/- | Sd/- |
| G.B.S. Raju | K. Narayana Rao |
| Managing Director | Whole-Time Director |
| DIN: 00061686 | DIN: 00016262 |
| Place: New Delhi | Place: New Delhi |
| Date: August 13, 2024 | |

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**Independent Auditor's Report**

**To the Members of Delhi International Airport Limited**

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

1. We have audited the accompanying standalone financial statements of Delhi International Airport Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including material accounting policy information and other explanatory information.

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its loss (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

5. We have determined the matters described below to be the key audit matters to be communicated in our report.

| Key audit matters | How our audit addressed the key audit matter |
|---|---|
| **Valuation of Derivative Financial Instruments**<br><br>*Refer note 3.1 (l) for the material accounting policy information and note 8, 39 and 40 for the financial presentation and disclosures in the accompanying standalone financial statements.*<br><br>The Company has entered into derivative financial instruments i.e., call spread options and coupon only hedge, to hedge its foreign currency risks in relation to the non-current borrowings i.e., long-term bonds in foreign currency amounting to ₹ 8,540.29 crores. | Our audit procedures to test the valuation of the derivative financial instruments included but were not limited to the following:<br><br>• Evaluated the design and tested the operating effectiveness of the Company's key internal controls implemented with respect to valuation of derivative financial instruments and the related hedge accounting;<br><br>• Reviewed the management's documentation for the designated hedge instrument which defines the nature of hedge relationship; |

| Key audit matters | How our audit addressed the key audit matter |
| --- | --- |
| Management has designated these derivative financial instruments and the aforesaid borrowings at initial recognition as cash flow hedge relationship as per Ind AS 109, Financial Instruments.<br><br>The valuation of hedging instrument is complex and necessitates a sophisticated system to record and track each contract and calculate the related valuations at each financial reporting date. Since valuation of hedging instruments and consideration of hedge effectiveness involves both significant assumptions and judgements such as market observable inputs and involvement of management's valuation specialist, and therefore, is subject to an inherent risk of error.<br><br>Considering this matter involved significant management estimates and judgements and auditor attention was required to test such estimates and judgements, we have identified this as a key audit matter for current year audit. | • Obtained and evaluated material accounting policy information with respect to valuation of derivative financial instruments and assessed these hedge accounting methodologies applied by the Company for compliance with the requirements of Ind AS 109, Financial Instruments;<br><br>• Evaluated the management's valuation specialist's professional competence, expertise and objectivity;<br><br>• Tested the accuracy of input data provided by the management to the external valuation specialist and assessed the reasonability of the assumptions used, while valuing the hedging instruments;<br><br>• Involved our auditor's experts to test the fair values of derivative financial instruments and compared the results to the management's results;<br><br>• Assessed the appropriateness and adequacy of the related disclosures in the standalone financial statements in accordance with the applicable Ind AS. |
| **Capitalisation of property, plant and equipment for airport expansion**<br><br>*Refer note 3.1 (d) for the material accounting policy information and note 42(m) for the financial disclosures in the accompanying standalone financial statements.*<br><br>The Company is in the process of expansion of the Indira Gandhi International Airport ('Delhi Airport') with a plan to incur an amount of ₹ 12,616 crores. Till 31 March 2024, the Company has incurred ₹ 12,374.41 crores (excluding capital advances) as capital expenditure towards such capital expansion. During the year, the Company has incurred significant capital expenditure amounting to ₹ 2,916.60 crores towards expansion.<br><br>Determining whether expenditure meets the capitalization criteria, specifically with regard to whether they are operational or capital in nature, involves significant management judgement in assessing whether capitalization is in line with Ind AS 16, Property, Plant and Equipment ('Ind AS 16') and the Company's accounting policy.<br><br>Further, the tariff determination by Airport Economic Regulatory Authority (AERA) for control periods for the aeronautical services is linked to the Regulated Assets Base, which is based on the fixed asset balance and considering | Our audit procedures to assess appropriateness of capitalization of such expenditure included, but were not limited to the following:<br><br>• Assessed the design and tested the operating effectiveness of key internal controls implemented surrounding the capitalization of costs.<br><br>• Obtained and evaluated the material accounting policy with respect to capitalization, including application of the aforesaid policy, to assess consistency with the requirements as set out in Ind AS 16.<br><br>• Compared the additions with the budgets and the orders given to the vendors. Further, performed test of details on a sample of items capitalised during the year for their nature and purpose against underlying supporting documents to ascertain nature of costs and whether they meet the recognition criteria provided in Ind AS 16.<br><br>• Evaluated the assumptions and methodology used by the management for allocating the employee costs, borrowing costs and other overheads incurred, relating and attributable to the aforementioned capital expenditure.<br><br>• In relation to borrowing costs, obtained supporting calculations, verified the inputs to |



K. S. RAO & CO. Chartered Accountants

| Key audit matters | How our audit addressed the key audit matter |
|---|---|
| these additions are significant to the regulated assets base of the Company, we have determined inappropriate capitalization as a significant risk as part of our audit strategy in line with the requirements of Standards on Auditing.<br><br>Such, aforementioned capital expenditure has been funded from the specific borrowings raised. Accordingly, the borrowing cost incurred on such borrowings have been included as a capital expenditure in accordance with the provisions of Ind AS 23, Borrowing Costs.<br><br>Considering the significance of capital expenditure incurred during the year and above factors, capitalisation of expenditure incurred on property, plant and equipment for airport expansion has been identified as a key audit matter for the current year audit. | the calculation and ensured that the borrowing cost capitalized is as per Ind AS 23.<br><br>• Assessed the appropriateness and adequacy of the related disclosures in the standalone financial statements in accordance with the applicable accounting standards. |
| **Monthly Annual Fee to Airport Authority of India (AAI)**<br><br>*Refer note 35(I)(g) for the financial disclosures in the accompanying standalone financial statements.*<br><br>The Company has ongoing litigation proceedings with Airport Authority of India (AAI) in respect of Monthly Annual Fee (MAF) for the period 19 March 2020 to 28 February 2022 for which the Company has sought to be excused from making payment to AAI as triggered from a force majeure event, which could have a significant impact on the accompanying standalone financial statements, if the potential exposure were to materialize. Further, the application of Ind AS to determine the amount, if any, to be provided as a liability or disclosed as a contingent liability, is inherently subjective.<br><br>The Company has received the award from the Tribunal on 6 January 2024, ("the Award") declaring that the Company is excused from making payment of Annual Fee to AAI from 19 March 2020 till 28 February 2022.<br><br>Subsequent to the year end, in April 2024, AAI filed a petition under section 34 of the Arbitration and Conciliation Act, 1996 for setting aside the Award challenging certain aspects of the Award with the Hon'ble High Court of Delhi which has granted stay on the Award. The Management, based on an independent legal assessment of the Arbitration award, AAI Appeal and stay order of Hon'ble High Court, believes that the Company has favorable case to claim relief for the period from 1 April 2020 to 28 February 2022.<br><br>The outcome of such litigation proceedings is currently uncertain and the aforesaid assessment | Our audit procedures for the assessment of ongoing litigation / arbitration proceedings in relation to MAF fee included but were not limited to the following:<br><br>• Obtained an understanding of management's process and evaluated design, implementation and operating effectiveness of management's key internal controls over assessment of litigation/ arbitration proceedings and determination of appropriate accounting treatment in accordance with the requirements of Ind AS 37, Provisions, Contingent liabilities and Contingent Assets.<br><br>• Obtained and read the summary of litigation involved in respect of MAF payable, the supporting documentation including communications exchanged between the parties, Arbitration award, replies to the award and held discussions with the management of the Company to understand management's assessment of the matter;<br><br>• Evaluated the legal opinions obtained by the management from its internal and external legal expert on the likelihood of the outcome of the said contingencies and potential impact of ongoing litigation/ arbitration proceedings and amount paid under protest, basis our understanding of the matter obtained as above, and held further discussions, as required, with such experts to seek clarity of their legal assessments.<br><br>• Involved our independent expert to validate the assessment of the likelihood of the outcome of contingencies and potential impact of ongoing litigation/ arbitration proceedings and amount paid under protest in order to assess the basis used for determination of appropriateness of the |



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| Key audit matters | How our audit addressed the key audit matter |
|---|---|
| requires significant judgement by the management including interpretation of legal rights and obligations arising out of the underlying Operation, Management and Development Agreement dated 4 April 2006 entered with AAI, which required involvement of both management's and auditor's experts. Accordingly, this matter has been determined as a key audit matter for current year audit.<br><br>The above matter is also considered fundamental to the understanding of the users of the accompanying standalone financial statements on account of the uncertainties relating to the future outcome of the proceedings/litigation. | accounting treatment and resulting disclosures in the standalone financial statements in accordance with the requirements of applicable Ind AS. |

**Information other than the Financial Statements and Auditor's Report thereon**

6. The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the standalone financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

   Our opinion on the standalone financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

   In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

   When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

**Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

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

8. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

9. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

10. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

11. As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

    - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

    - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls;

    - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;

    - Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern; and

    - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Walker Chandiok & Co LLP Chartered Accountants

K.S. Rao & Co. Chartered Accountants Bengaluru

**Report on Other Legal and Regulatory Requirements**

15. As required by section 197(16) of the Act based on our audit, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.

16. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

17. Further to our comments in Annexure A, as required by section 143(3) of the Act based on our audit, we report, to the extent 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 audit of the accompanying standalone 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 except for the matters stated in paragraph 17(j)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

    c) The standalone financial statements dealt with by this report are in agreement with the books of account;

    d) in our opinion, the aforesaid standalone financial statements comply with Ind AS specified under section 133 of the Act;

    e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of section 164(2) of the Act;

    f) The modification relating to the maintenance of accounts and other matters oonnected therewith are as stated in paragraph 17(b) above on reporting under section 143(3)(b) of the Act and paragraph 17(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

    g) With respeot to the adequacy of the internal financial controls with reference to financial statements of the Company as on 31 March 2024 and the operating effectiveness of such controls, refer to our separate report in Annexure B wherein we have expressed an unmodified opinion; and

    h) 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:

        i. the Company, as detailed in note 35 to the standalone financial statements, has disclosed the impact of pending iitigations on its financial position as at 31 March 2024;

        ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2024;

        iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2024;

        iv.

            a. The management has represented that, to the best of its knowledge and belief, as disclosed in note 32(g) to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any persons or entities, including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;

b. The management has represented that, to the best of its knowledge and belief, as disclosed in note 32(h) to the standalone financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.

v. The Company has not declared or paid any dividend during the year ended 31 March 2024.

vi. Based on our examination which included test checks, the Company, in respect of financial year commencing on 1 April 2023, has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that audit trail feature at the database level to log any direct data changes are retained only for 7 days, as described in note 42(o). Further, during the course of our audit we did not come acrcss any instance of audit trail feature being tampered with in respect of the accounting software where such feature is enabled.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm Registration No.: 001076N/N500013

Danish Ahmed

**Danish Ahmed**
Partner
Membership No.: 522144
UDIN: 24522144BKFODZ7846

**Place:** New Delhi
**Date:** 29 May 2024

For **K. S. Rao & Co.**
Chartered Accountants
Firm Registration Number: 003109S

M.S.S. Gupta

**Sudarshana Gupta M S**
Partner
Membership No: 223060
UDIN: 24223060BKAJYT7116

**Place:** New Delhi
**Date:** 29 May 2024

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**Annexure A referred to in paragraph 16 of the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024**

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment, capital work-in-progress and relevant details of right-of-use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a regular programme of physical verification of its property, plant and equipment, capital work-in-progress and relevant details of right-of-use assets under which the assets are physically verified in a phased manner over a period of three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this programme, certain property, plant and equipment and right-of-use assets were verified during the year and no material discrepancies were noticed on such verification.

(c) The title deeds of all the immovable properties held by the Company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in note 4(g) to the standalone financial statements, are held in the name of the Company.

(d) The Company has adopted cost model for its Property, Plant and Equipment (including right-of-use assets) and intangible assets. Accordingly, reporting under clause 3(i)(d) of the Order is not applicable to the Company.

(e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) and rules made thereunder.

(ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records.

(b) As disclosed in note 32(k) to the standalone financial statements, the Company has been sanctioned a working capital limit in excess of Rs. 5 crores by banks based on the security of current assets. The quarterly statements, in respect of the working capital limits have been filed by the Company with such banks and such statements are in agreement with the books of account of the Company for the respective periods, which were subject to audit/review.

(iii) The Company has not made any investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or any other parties during the year. Accordingly, reporting under clause 3(iii) of the Order is not applicable to the Company.

(iv) The Company has not entered into any transaction covered under section 185 of the Act. As the Company is engaged in providing infrastructural facilities as specified in Schedule VI of the Act, provisions of section 186 except sub-section (1) of the Act are not applicable to the Company. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of sub-section (1) of section 186 of the Act in respect of investments, as applicable.

Chartered Accountants

**Annexure A referred to in paragraph 16 of the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024 (Cont'd)**

(v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there are no amounts which have been deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has specified maintenance of cost records under sub-section (1) of section 148 of the Act in respect of the specified services of the Company. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii)(a) In our opinion, and according to the information and explanations given to us, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities by the Company, though there have been slight delays in a few cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute except for the following:

**Statement of disputed dues**

| Name of the Statue | Nature of Dues | Gross amount (₹ crores) | Amount paid under protest (₹ crores) | Period to which the amount relates | Forum where dispute is pending |
|---|---|---|---|---|---|
| Income Tax Act, 1961 | Income tax | 42.90 | - | Assessment year 2008-09 | Delhi High Court |
| Income Tax Act, 1961 | Income tax | 21.39 | - | Assessment year 2007-08 | Commissioner of Income Tax (Appeals) |
| Finance Act, 1994 | Service tax | 54.31 | - | Financial year 2010-11 | Supreme Court |
| Finance Act 1994 | Service tax | 9.86 | - | Financial year 2009-10 to 2013-14 | Commissioner of Service Tax, New Delhi |
| Finance Act, 1994 | Service tax | 2.35 | - | Financial year 2009-10 to 2012-13 | Commissioner of Service tax, New Delhi |
| Finance Act, 1994 | Service tax | 1.58 | - | Financial year 2006-07 to 2009-10 | Commissioner of Service tax, New Delhi |
| Finance Act, 1994 | Service tax | 1.30 | - | Financial year 2016-17 to 2017-18 | Additional Commissioner Central Excise, Service tax & GST Delhi South Commissionerate |
| Finance Act, 1994 | Service tax | 0.07 | - | Financial year 2011-12 (April-June 2010) | Commissioner of Service tax, New Delhi |

**Annexure A referred to in paragraph 16 of the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024 (Cont'd)**

| Name of the Statue | Nature of Dues | Gross amount (₹ crores) | Amount paid under protest (₹ crores) | Period to which the amount relates | Forum where dispute is pending |
|---|---|---|---|---|---|
| Finance Act, 1994 | Service tax | 0.22 | - | Financial year 2011-12 | Commissioner (Appeals) of Service Tax, New Delhi |
| Delhi Value Added Tax Act, 2004 | Value added tax | 1.48 | - | Financial year 2010-11 | Assistant Commissioner (Special Zone), DVAT |
| Central Goods and Service Tax Act, 2017/ State Goods and Service Tax Act, 2017 | Goods and service tax | 1.09 | - | Financial year 2017-18 | GST Appellate Authority |
| Foreign Trade (Development and Regulation) Act, 1992 | Served From India Scheme scrips pertaining to destuffing activity on the import of goods | 0.30 | - | Financial year 2009-10 | Additional Director General of Foreign Trade, New Delhi |
| Customs Act, 1962 | Customs duty | 0.12 | - | Financial year 2009-10 | Additional Commissioner of Customs |

**Matters disputed under Income Tax Act 1961, wherein disallowances result in reduction in 'returned loss' as per the return of income have not been considered for above disclosure. Tax impact of reduction in loss amounts to Rs. 80.30 crores.*

(viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been previously recorded in the books of accounts.

(ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.

(b) According to the information and explanations given to us including confirmations received from banks and other lenders and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or government or any government authority.

(c) In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained, though idle/surplus funds which were not required for immediate utilisation have been invested in readily realisable liquid investments.

(d) In our opinion and according to the information and explanations given to us, the Company has not raised any funds on short term basis during the year. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its associates or joint ventures.

(f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its joint ventures or associate companies.

(x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.

**Annexure A referred to in paragraph 16 of the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024 (Cont'd)**

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.

(xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company has been noticed or reported during the period covered by our audit.

(b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government for the period covered by our audit.

(c) According to the information and explanations given to us, the Company has received whistle blower complaints during the year, which have been considered by us while determining the nature, timing and extent of audit procedures.

(xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the standalone financial statements, as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.

(xiv)(a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system which is commensurate with the size and nature of its business as required under the provisions of section 138 of the Act.

(b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.

(xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, reporting under clause 3(xv) of the Order with respect to compliance with the provisions of section 192 of the Act are not applicable to the Company.

(xvi)(a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clauses 3(xvi)(a), (b) and (c) of the Order are not applicable to the Company.

(b) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) has two Core Investment Companies as part of the Group.

(xvii) The Company has not incurred any cash losses in the current financial year as well as the immediately preceding financial year.

K.S. RAO & CO. Chartered Accountants BENGALURU

**Annexure A referred to in paragraph 16 of the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024 (Cont'd)**

(xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.

(xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information in the standalone financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

(xx) According to the information and explanations given to us, the Company has met the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, however, in the absence of average net profits in the immediately three preceding years, there is no requirement for the Company to spend any amount under sub-section (5) of section 135 of the Act. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.

(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm Registration No.: 001076N/N500013

Danish Ahmed

**Danish Ahmed**
Partner
Membership No.: 522144
UDIN: 24522144BKFODZ7846

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

**Place:** New Delhi
**Date:** 29 May 2024

For **K. S. Rao & Co.**
Chartered Accountants
Firm Registration Number: 003109S

M.S.G

**Sudarshana Gupta M S**
Partner
Membership No: 223060
UDIN: 24223060BKAJYT7116

K.S. RAO & CO. Chartered Accountants BENGALURU

**Place:** New Delhi
**Date:** 29 May 2024

Walker Chandiok & Co LLP
Chartered Accountants
21st Floor, DLF Square,
Jacaranda Marg, DLF Phase II,
Gurugram 122002, India

K. S. Rao & Co.
Chartered Accountants
2nd Floor, 10/2 Khivraj
Mansion, Kasturba Road
Bengaluru – 560001, India

**Annexure B to the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024**

**Annexure B**

**Independent Auditor's Report on the internal financial controls with reference to the standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')**

1. In conjunction with our audit of the standalone financial statements of Delhi International Airport Limited ('the Company') as at and for the year ended 31 March 2024, we have audited the internal financial controls with reference to financial statements of the Company as at that date.

**Responsibilities of Management and Those Charged with Governance for Internal Financial Controls**

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). 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 the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements**

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

**Meaning of Internal Financial Controls with Reference to Financial Statements**

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with

Chartered Accountants

K. S. Rao & Co. Chartered Accountants

**Annexure B to the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the standalone financial statements for the year ended 31 March 2024 (Cont'd)**

authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with Reference to Financial Statements**

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

**Opinion**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2024, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note over Financial Reporting issued by the ICAI.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

**Danish Ahmed**
Partner
Membership No.: 522144
UDIN: 24522144BKFODZ7846

**Place:** New Delhi
**Date:** 29 May 2024

For **K. S. Rao & Co.**
Chartered Accountants
Firm's Registration No.: 003109S

**Sudarshana Gupta M S**
Partner
Membership No.: 223060
UDIN: 24223060BKAJYT7116

**Place:** New Delhi
**Date:** 29 May 2024

CIN, U63033DL2006PLC146936

**Standalone Balance Sheet as at March 31, 2024**

**(All amounts in Rupees Crores, except otherwise stated)**

| | Notes | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | 4 | 16,078.77 | 6,453.31 |
| Right-of-use assets | 5 | 438.89 | 10.80 |
| Capital work in progress | 4 | 585.19 | 8,082.88 |
| Intangible assets | 6 | 350.94 | 355.25 |
| Financial assets | | | |
| (i) Investments | 7 | 249.45 | 249.45 |
| (ii) Other financial assets | 8 | 1,729.95 | 1,257.41 |
| Non-current tax assets (net) | | 21.54 | 10.48 |
| Other non-current assets | 9 | 2,082.65 | 2,163.65 |
| | | 21,537.38 | 18,583.23 |
| **Current assets** | | | |
| Inventories | 11 | 5.85 | 5.53 |
| Financial assets | | | |
| (i) Investments | 7.3 | 959.24 | 914.25 |
| (ii) Trade receivables | 12 | 89.77 | 76.80 |
| (iii) Cash and cash equivalents | 13 | 719.29 | 279.09 |
| (iv) Bank balance other than cash and cash equivalents | 14 | 606.42 | 47.27 |
| (v) Other financial assets | 8 | 246.74 | 590.16 |
| Other current assets | 9 | 104.59 | 177.06 |
| | | 2,731.90 | 2,090.16 |
| **Total Assets** | | 24,269.28 | 20,673.39 |
| **EQUITY AND LIABILITIES** | | | |
| **Equity** | | | |
| Equity share capital | 15 | 2,450.00 | 2,450.00 |
| Other equity | 16 | (960.29) | (674.48) |
| | | 1,489.71 | 1,775.52 |
| **Non-current liabilities** | | | |
| Financial liabilities | | | |
| (i) Borrowings | 17 | 14,750.90 | 12,614.18 |
| (ii) Lease liabilities | 42(k) | 363.25 | 8.59 |
| (iii) Other financial liabilities | 18 | 1,394.51 | 1,305.09 |
| Deferred revenue | 19 | 2,672.67 | 2,130.44 |
| Provisions | 22 | - | 3.06 |
| Deferred tax liabilities (net) | 10 | - | - |
| Other non-current liabilities | 20 | 380.93 | 185.45 |
| | | 19,562.26 | 16,246.81 |
| **Current liabilities** | | | |
| Financial liabilities | | | |
| (i) Lease liabilities | 42(k) | 43.07 | 3.99 |
| (ii) Trade payables | 21 | | |
| -Total outstanding dues of micro enterprises and small enterprises | | 56.85 | 36.02 |
| -Total outstanding dues of creditors other than micro enterprises and small enterprises | | 611.38 | 410.02 |
| (iii) Other financial liabilities | 18 | 1,771.64 | 1,561.10 |
| Deferred revenue | 19 | 209.91 | 190.70 |
| Other current liabilities | 20 | 368.00 | 296.65 |
| Provisions | 22 | 156.46 | 152.58 |
| | | 3,217.31 | 2,651.06 |
| **Total Liabilities** | | 22,779.57 | 18,897.87 |
| **Total Equity and Liabilities** | | 24,269.28 | 20,673.39 |

The accompanying notes are an integral part of these standalone financials statements.

As per our report of even date

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No. : 001076N/N500013

WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date : May 29, 2024

As per our report of even date

For K.S. Rao & Co.
Chartered Accountants
Firm Registration No. : 003109S

**Sudarshana Gupta M S**
Partner
Membership no: 223060
Place: New Delhi
Date : May 29, 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

**G.B.S Raju**
Managing Director
DIN-00061686

**K. Narayana Rao**
Whole Time Director
DIN-00016262

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

Delhi International Airport Ltd. New Delhi

CIN. U63033DL2006PLC146936

**Standalone Statement of Profit and Loss for the year ended March 31, 2024**

(All amounts in Rupees Crores, except otherwise stated)

| | | Notes | March 31, 2024 | March 31, 2023 |
|---|---|---|---|---|
| I | **Revenue** | | | |
| | Revenue from operations | 23 | 4,805.14 | 3,989.97 |
| | Other income | 24 | 289.72 | 264.30 |
| | **Total revenue** | | **5,094.86** | **4,254.27** |
| II | **Expenses** | | | |
| | Annual fee to Airports Authority of India (AAI) | | 2,265.29 | 1,857.67 |
| | Employee benefits expense | 25 | 290.83 | 251.98 |
| | Other expenses | 28 | 979.46 | 896.52 |
| | **Total expenses** | | **3,535.58** | **3,006.17** |
| III | **Profit before finance cost, taxes, depreciation and amortisation expenses and exceptional items (EBIDTA) III = [(I)-(II)]** | | 1,559.28 | 1,248.10 |
| IV | Depreciation and amortisation expenses | 26 | 792.13 | 655.79 |
| V | **Finance costs** | 27 | 1,127.05 | 810.32 |
| VI | **Loss before exceptional items [(III)-(IV)-(V)]** | | **(359.90)** | **(218.01)** |
| VII | **Exceptional items** | 29 | (179.29) | 59.30 |
| VIII | **Loss before tax expenses [(VI)-(VII)]** | | **(180.61)** | **(277.31)** |
| | **Tax expense:** | | | |
| | Current tax expense | 10 | - | - |
| | Current tax - earlier years | 10 | - | 7.55 |
| | Total tax expense | | - | 7.55 |
| IX | **Loss for the year** | | **(180.61)** | **(284.86)** |
| X | **Other comprehensive income (OCI)** | 30 | | |
| A | **Items that will not be reclassified to profit or loss in subsequent periods** | | | |
| | Re-measurement gain on defined benefit plans | | (1.00) | (1.82) |
| | Income tax effect | | - | - |
| B | **Items that will be reclassified to profit or loss in subsequent periods** | | | |
| | Net movement of cash flow hedges | | (104.20) | (309.91) |
| | Income tax effect | | - | - |
| | **Total other comprehensive income for the year (net of tax) (A+B)** | | **(105.20)** | **(311.73)** |
| | **Total comprehensive income for the year (net of tax) ( IX+X )** | | **(285.81)** | **(596.59)** |
| | **Earnings per equity share: [nominal value of share Rs. 10 (March 31, 2023 : Rs. 10)]** | | | |
| | (1) Basic | 31 | (0.74) | (1.16) |
| | (2) Diluted | 31 | (0.74) | (1.16) |

**The accompanying notes are an integral part of these standalone financials statements.**

As per our report of even date

**For Walker Chandiok & Co LLP**
Chartered Accountants
Firm Registration No. : 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 532144
Place: New Delhi
Date : May 29, 2024

As per our report of even date

**For K.S. Rao & Co.**
Chartered Accountants
Firm Registration No. : 003109S

**Sudarshana Gupta M S**
Partner
Membership no: 223060
Place: New Delhi
Date : May 29, 2024

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

**G.B.S Raju**
Managing Director
DIN-00061686

**K. Narayana Rao**
Whole Time Director
DIN-00016262

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Standalone Statement of Change in Equity for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**A. Equity Share Capital**

**(1) As at March 31, 2024**

| Balance as at April 1, 2023 | Changes in equity share capital due to prior period errors | Restated balance as at April 1, 2023 | Changes during the current period | Balance as at March 31, 2024 |
|---|---|---|---|---|
| 2,450.00 | - | 2,450.00 | - | 2,450.00 |

**(2) As at March 31, 2023**

| Balance as at April 1, 2022 | Changes in equity share capital due to prior period errors | Restated balance as at April 1, 2022 | Changes during the current period | Balance as at March 31, 2023 |
|---|---|---|---|---|
| 2,450.00 | - | 2,450.00 | - | 2,450.00 |

**B. Other Equity**

**(1) As at March 31, 2024**

| Particulars | Reserves and Surplus | OCI | Total |
|---|---|---|---|
| | Retained Earnings ( refer Note 16) | Effective portion of Cash Flow Hedges ( refer Note 16) | |
| Balance as at April 1, 2023 | (291.59) | (382.89) | (674.48) |
| Loss for the year | (180.61) | - | (180.61) |
| Other comprehensive income (net of tax) | (1.00) | (104.20) | (105.20) |
| **Balance as at March 31, 2024** | **(473.20)** | **(487.09)** | **(960.29)** |

**(2) As at March 31, 2023**

| Particulars | Reserves and Surplus | OCI | Total |
|---|---|---|---|
| | Retained Earnings ( refer Note 16) | Effective portion of Cash Flow Hedges ( refer Note 16) | |
| Balance as at April 1, 2022 | (4.91) | (72.98) | (77.89) |
| Loss for the year | (284.86) | - | (284.86) |
| Other comprehensive income (net of tax) | (1.82) | (309.91) | (311.73) |
| **Balance as at March 31, 2023** | **(291.59)** | **(382.89)** | **(674.48)** |

The accompanying notes are an integral part of these standalone financials statements.

As per our report of even date

**For Walker Chandiok & Co LLP**
Chartered Accountants
Firm Registration No. : 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date : May 29, 2024

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

As per our report of even date

**For K.S. Rao & Co.**
Chartered Accountants
Firm Registration No. : 003109S

**Sudarshana Gupta M S**
Partner
Membership no: 223060
Place: New Delhi
Date : May 29, 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

**G.B.S Raju**
Managing Director
DIN-00061686

**K. Narayana Rao**
Whole Time Director
DIN-00016262

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

Delhi International Airport Ltd. New Delhi

**CIN. U63033DL2006PLC146936**

**Standalone Cash Flow Statement for the year ended March 31, 2024**

**(All amounts in Rupees Crores, unless otherwise stated)**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Cash flow from operating activities** | | |
| Loss before tax | (180.61) | (277.31) |
| Adjustment to reconcile loss before tax to net cash flows | | |
| Depreciation and amortisation expenses | 792.13 | 655.79 |
| Impairment loss allowance on trade receivables / bad debts written off | - | 0.56 |
| Reversal of Lease revenue [Refer Note 42(j)] | - | 54.14 |
| Provision for impairment in value of non-current investment [Refer note 35 (III)(ii)(g)] | - | 5.16 |
| Reversal of provision against advance to AAI paid under protest | (446.21) | - |
| Interest income on deposits/current investment | (72.47) | (40.50) |
| Exchange differences unrealised (net) | 0.48 | 0.75 |
| Gain on sale of current investments-Mutual fund | (32.76) | (19.21) |
| Loss on discard of capital work in progress and property, plant and equipment | 0.06 | 12.50 |
| Profit on sale of property, plant and equipment | - | (0.36) |
| Profit on relinqushment of assets rights | - | (59.57) |
| Dividend income on non-current investments carried at cost | (174.41) | (135.03) |
| Interest on borrowings | 840.91 | 575.17 |
| Call spread option premium | 152.72 | 152.31 |
| Other borrowing costs | 1.33 | 1.67 |
| Redemption premium on borrowings | 41.73 | - |
| Rent expenses on financial assets carried at amortised cost | 0.46 | 0.62 |
| Interest expenses on financial liabilities carried at amortised cost | 84.23 | 75.73 |
| Deferred income on financial liabilities carried at amortised cost | (132.46) | (113.92) |
| Fair value gain on financial instruments at fair value through profit or loss | (1.57) | (1.09) |
| Interest income on financial asset carried at amortised cost | (7.21) | (6.50) |
| **Operating profit before working capital changes** | **866.35** | **880.91** |
| **Working capital adjustment:** | | |
| Change in non-current financial liabilities | 688.87 | 93.25 |
| Change in non-current deferred revenue | 0.07 | 33.95 |
| Change in other non-current liabilities | 195.48 | 7.56 |
| Change in non-current provisions | (3.06) | (3.52) |
| Change in trade payables | 219.60 | 137.71 |
| Change in current financial liabilities | 38.52 | 2.98 |
| Change in deferred revenue | 0.88 | (1.34) |
| Change in other current liabilities | 71.36 | 105.71 |
| Change in current provisions | 3.88 | (0.41) |
| Change in other non-current financial assets | 5.99 | (14.57) |
| Change in other non-current assets | (274.55) | (272.78) |
| Change in inventories | (0.32) | 1.70 |
| Change in trade receivables | (12.97) | 65.50 |
| Change in other current financial assets | (3.85) | (23.45) |
| Change in other current assets | 72.80 | 43.73 |
| **Cash generated from operations** | **1,869.05** | **1,056.93** |
| Direct taxes paid | (11.06) | (12.98) |
| **Net cash flow from operating activities (A)** | 1,857.99 | 1,043.95 |
| | | |
| **Cash flows from Investing activities** | | |
| Purchase of property plant and equipment, including capital work in progress and capital advances | (1,985.83) | (2,016.37) |
| Proceeds from sale of property, plant and equipment and capital work in progress | - | 0.70 |
| Refund of security deposit given for equipment lease | 301.20 | - |
| Purchase of current investments | (12,372.94) | (8,139.35) |
| Proceeds from current investments excluding income received | 12,362.28 | 8,021.05 |
| Dividend received | 203.53 | 105.91 |
| Income received on investments and fixed deposits | 151.33 | 124.25 |
| Investment of margin money deposit | (0.02) | (0.01) |
| (Investments in)/ redemption of fixed deposits with original maturity of more than three months (net) | (559.15) | 169.36 |
| **Net cash used in Investing activities (B)** | (1,899.60) | (1,734.46) |

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WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

CIN. U63033DL2006PLC146936

**Standalone Cash Flow Statement for the year ended March 31, 2024**

(All amounts in Rupees Crores, unless otherwise stated)

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Cash flows from financing activities** | | |
| Principal payment of lease liabilities | (8.64) | (4.99) |
| Interest payment of lease liabilities | (9.78) | (1.34) |
| Repayment of short-term loan from banks | - | (22.00) |
| Repayment of non convertible debentures | (744.00) | - |
| Proceeds from issue of non convertible debentures | 2,743.96 | 1,000.00 |
| Redemption Premium paid | (41.73) | - |
| Payments towards call spread option premium | (260.66) | (260.25) |
| Other borrowing costs paid | (17.97) | (15.03) |
| Interest on borrowings paid | (1,179.37) | (1,009.72) |
| **Net cash from/ (used) in financing activities (C)** | 481.81 | (313.33) |
| **Net increase/ (decrease) in cash and cash equivalents (A + B + C)** | **440.20** | **(1,003.84)** |
| Cash and cash equivalents at the beginning of the year | 279.09 | 1,282.93 |
| **Cash and cash equivalents at the end of the year** | 719.29 | 279.09 |
| **Components of cash and cash equivalents** | | |
| **Cash on hand** | 0.56 | 0.08 |
| **With banks** | | |
| - on current account | 31.94 | 27.87 |
| - on deposit account | 686.79 | 251.14 |
| **Total cash and cash equivalents** | 719.29 | 279.09 |

1. The above cash flow statement has been compiled from and is based on the standalone balance sheet as at March 31, 2024 and the related standalone statement of profit and loss for the year.
2. Cash and cash equivalents include Rs. 4.36 crores (March 31, 2023: Rs. 3.37 crores), pertaining to Marketing Fund to be used for sales promotional activities.
3. The accompanying notes are an integral part of these standalone financials statements.

As per our report of even date

**For Walker Chandiok & Co LLP**
Chartered Accountants
Firm Registration No. : 001076N/N500013

Danish Ahmed
**Partner**
Membership no: 522144
Place: New Delhi
**Date : May 29, 2024**

As per our report of even date

**For K.S. Rao & Co.**
Chartered Accountants
Firm Registration No. : 003109S

Sudarshana Gupta M S
Partner
Membership no: 223060
Place: New Delhi
**Date : May 29, 2024**

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

G.B.S Raju
Managing Director
DIN-00061686

K. Narayana Rao
Whole Time Director
DIN-00016262

Videh Kumar Jalpuriar
Chief Executive Officer

Hari Nagrani
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

## 1. Corporate information

Delhi International Airport Limited ('DIAL' or 'the Company') is a Public Limited Company domiciled in India. It was incorporated as a Private Limited Company on March 1, 2006 under the provisions of the erstwhile Companies Act, 1956, (replaced with Companies Act 2013 with effect from April 1, 2014), India and was converted into a Public Limited Company with effect from April 10, 2017. The registered office of the Company is New Udaan Bhawan, Opposite Terminal-III, IGI Airport, New Delhi-110037. DIAL is into the business of managing the operations and modernization of the Indira Gandhi International Airport ('Delhi Airport'). GMR Airports Limited ('GAL') a subsidiary of GMR Airports Infrastructure Limited ('GIL') holds majority shareholding in the Company. DIAL had entered into Operation, Management and Development Agreement ('OMDA') with Airports Authority of India ('AAI'), which gives DIAL an exclusive right to operate, maintain, develop, modernize and manage the Delhi Airport on a revenue sharing model for an initial term of 30 years, which can be extended by another 30 years on satisfaction of certain terms and conditions pursuant to the provisions of the OMDA. The Company is a debt listed Company on Bombay Stock Exchange. These standalone financials statements have been taken on record by the audit committee and board of directors in their meetings held on May 28,2024 and May 29, 2024 respectively.

## 2. (A) Basis of preparation

The standalone financial statements of the Company have been prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and presentation requirement of Division II of Schedule III to the Companies Act, 2013, as applicable to the standalone financial statements.

Accounting Policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The financial statements have been prepared on historical cost convention on an accrual basis, except for the following assets and liabilities, which have been measured at fair value or revalued amount:

- Derivative financial instruments
- Certain financial assets and liabilities (refer accounting policy regarding financial instruments) which have been measured at fair value.
- Net defined benefit (asset) / liability

## 3.1 Summary of material accounting policy information

### a. Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financials statements have been disclosed in note 33. Accounting estimates could change from year to year. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the year in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

**b. Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

a) Expected to be realised or intended to be sold or consumed in normal operating cycle
b) Held primarily for the purpose of trading
c) Expected to be realised within twelve months after the reporting period, or
d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Company classifies all other assets as non-current.

A liability is current when:

a) It is expected to be settled in normal operating cycle
b) It is held primarily for the purpose of trading
c) It is due to be settled within twelve months after the reporting period, or
d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

**c. Investments in Associates, Joint Ventures and Subsidiary**

The Company has accounted for its investments in associates, joint ventures and subsidiary at cost (Refer Note 36 (d).

**d. Property, Plant and Equipment**

Property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Assets under installation or under construction as at the balance sheet date are shown as "Capital work-in-progress (CWIP)". Expenditure including finance charges directly relating to construction activity is capitalised.

Capital work in progress is stated at cost, net of accumulated impairment loss if any. Capital work in progress includes leasehold improvements under development as at the balance sheet date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. Further, when each major inspection is performed, its cost is recognised in the carrying amount of the item of property, plant and equipment if the recognition criteria are satisfied. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

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**(All amounts in Rupees crores, except otherwise stated)**

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

Development fee from any regulatory authority are recognized when there is reasonable assurance that it will be received / utilized and the Company will comply with the conditions attached to them.

Development fee related to an asset, (net of direct amount incurred to earn aforesaid development fee) is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

**e. Depreciation on Property, Plant and Equipment**

Depreciation on property, plant and equipment is calculated on a straight line basis using the useful lives prescribed under Schedule II to the Companies Act, 2013 except for certain assets class i.e. Internal Approach Roads, Electric Panels and Transformers/Sub-station, the Company, based on a technical evaluation, believes that the useful life of such property, plant and equipment is different from the useful life specified in Schedule II to Companies Act 2013. The following is a comparison of the useful lives of these property, plant and equipment as adopted by the Company and those prescribed under Schedule II to the Companies Act, 2013:

| Type of Assets | Useful life as estimated by the Company based on technical evaluation | Useful life as prescribed in Schedule II to the Companies Act, 2013 |
|---|---|---|
| Roads – Other than RCC | 10 years | 5 years |
| Transformers/Power Sub-Stations (included in Plant and Machinery) | 15 years | 10 years |
| Electric Panels (included in Electrical Installations and Equipment) | 15 years | 10 years |

The useful life of property, plant and equipment which are not as per schedule II of the Companies Act 2013, have been estimated by the management based on internal technical evaluation.

On June 12, 2014, the Airport Economic Regulatory Authority ("the Authority") has issued a consultation paper viz.05/2014-15 in the matter of Normative Approach to Building Blocks in Economic Regulation of major Airports wherein it, interalia, mentioned that the Authority proposes to lay down, to the extent required, the depreciation rates for airport assets, taking into account the provisions of the useful life of assets given in Schedule II of the Companies Act, 2013, that have not been clearly mentioned in the Schedule II of the Companies Act, 2013 or may have a useful life justifiably different than that indicated in the Companies Act, 2013 in the specific context to the airport sector. Pursuant to above, the Authority had issued order no. 35/2017-18 on January 12, 2018 which was further amended on April 09, 2018, in the matter of Determination of Useful life of Airport Assets, which is effective from April 01, 2018.

Accordingly, the management was of the view that useful lives considered by the Company for most of the assets except passenger related Furniture and Fixtures were in line with the useful life proposed by AERA in its order dated January 12, 2018, which is further amended on April 09, 2018.

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In order to align the useful life of passenger related Furniture and Fixtures as per AERA order, the Company has revised the useful life during the financial year ended March 31, 2019.
Leasehold Improvements are improvements, betterments, or modifications of leased property which will benefit the Company for the period of more than one year. The amount of leasehold improvements are capitalised and amortised over the period of lease.

**f. Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Intangible assets include software, upfront fee paid as airport concessionaire rights and other costs (excluding operation support costs) paid to the Airports Authority of India (AAI) pursuant to the terms and conditions of the OMDA.

**g. Amortisation of intangible assets**

Intangible assets are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in these financial statements.

The Company amortises, upfront fee paid as airport concession rights and other costs paid to AAI referred to above are recognized and amortized over the initial period of 30 years and extended period of 30 years of OMDA i.e. 60 years. Other intangible assets are amortised over the useful life of asset or six years, whichever is lower.

**h. Provisions, Contingent liabilities and Commitments**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation
- A present obligation arising from past events, when no reliable estimate is possible
- A possible obligation arising from past events, unless the probability of outflow of resources is remote

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are reviewed at each reporting date.

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Provisions for onerous contracts are recognized when the expected benefits to be delivered by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established the Company recognizes any impairment loss on the assets associated with that contract.

**i. Contingent assets**

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity. Contingent assets are recognized when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

Contingent assets are reviewed at each reporting date. A contingent asset is disclosed where an inflow of economic benefits is probable.

**j. Retirement and other Employee Benefits**

**Defined benefit plan**

Retirement benefit in the form of Provident Fund, Superannuation Fund and Employee State Insurance are defined contribution schemes and the contributions are charged to the statement of profit and loss of the year when the contributions to the respective funds/trust are due. The Company has no obligation, other than the contribution payable to the respective funds/trusts.

All employee benefits payable/available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc., are recognised in the statement of profit and loss in the period in which the employee renders the related service.

The Company recognizes contribution payable as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the reporting date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to a reduction in future payment or a cash refund.

Gratuity Liability is a defined benefit obligation which is funded through policy taken from Life Insurance Corporation of India and liability (net of fair value of investment in LIC) is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Every employee who has completed five years or more of service gets a gratuity on separation at 15 days' salary (based on last drawn basic salary) for each completed year of service.

The Company treats accumulated leave including sick leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences including sick leave are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains / losses are immediately taken to the statement of profit and loss and are not deferred.

The entire amount of the provision for leave encashment is presented as current in financial statements, since the Company does not have an unconditional right to defer settlement of the obligation.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts

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Delhi International Airport Limited

included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods. Past service costs are recognised in profit or loss on the earlier of:

i) The date of the plan amendment or curtailment, and
ii) The date that the Company recognises related restructuring costs.

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

**k. Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**1) Financial assets**

**Initial recognition and measurement**

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, the Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115. Refer to the accounting policies in section (u) Revenue from contracts with customers.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level.

The Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

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**Subsequent measurement**

For purposes of subsequent measurement, financial assets are classified in three broad categories:

a) Financial assets at amortised cost
b) Financial assets at fair value through profit or loss (FVTPL)
c) Financial assets at fair value through other comprehensive income (FVTOCI)

**Financial assets at amortised cost:** A 'Financial asset' is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effeetive interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss. This category generally applies to trade and other receivables. For more information on receivables, refer to Note 12.

**Financial assets at FVTOCI:** A financial asset is measured at the FVTOCI if both of the following criteria are met:

- The asset is held within the business model, whose objective is achieved both by collecting contractual cash flows and selling the financial assets, and
- The eontractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

If the Company decides to elassify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are reeognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

**Financial assets at FVTPL:** FVTPL is a residual category for financial assets. Any Financial asset, which does not meet the criteria for categorization as at amortized eost or as at Fair Value through OCI (FVTOCI), is classified as at FVTPL.

In addition, the Company may elect to designate a financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

**Derecognition of financial assets**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

- The rights to receive cash flows from the asset have expired or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement;

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and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

**Impairment of financial assets**

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

Financial assets measured at amortised cost e.g., deposits, trade receivables and bank balance.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables or contract revenue receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.
ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.

- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the

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expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

**II) Financial liabilities**

**Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the ease of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including and derivative financial instruments.

**Subsequent measurement**

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to statement of profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss. The Company has not designated any financial liability as at fair value through profit and loss.

**Loans and borrowings**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

**Derecognition**

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

**Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**l. Derivative financial instruments and hedge accounting**

**Initial Recognition and subsequent measurement**

The Company uses derivative financial instruments, such as call spread options and interest rate swaps, to hedge its foreign currency risks and interest rate risks, respectively.

Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss, except for the effective portion of cash flow hedges, which is recognised in OCI and later reclassified to profit or loss when the hedge item affects profit or loss.

For the purpose of hedge accounting, hedges are classified as:

a) Fair value hedges when hedging the exposure to changes in the fair value of a recognised asset or liability or an unrecognised firm commitment;

b) Cash flow hedges when hedging the exposure to variability in cash flows that is either attributable to a particular risk associated with a recognised asset or liability or a highly probable forecast transaction or the foreign currency risk in an unrecognised firm commitment;

c) Hedges of a net investment in a foreign operation.

At the inception of a hedge relationship, the Company formally designates and documents the hedge relationship to which the Company wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. The documentation includes the Company's risk management objective and strategy for undertaking hedge, the hedging / economic relationship, the hedged item or transaction, the nature of the risk being hedged, hedge ratio and how the entity will assess the effectiveness of changes in the hedging instrument's fair value in offsetting the exposure to changes in the hedged item's fair value or cash flows attributable to the hedged risk. Such hedges are expected to be highly effective in achieving offsetting changes in fair value or cash flows and are assessed on an ongoing basis to determine that they actually have been highly effective throughout the financial reporting periods for which they were designated.

Cash flow hedges that meet the strict criteria for hedge accounting are accounted for as described below:

The effective portion of the gain or loss on the hedging instrument is recognised in OCI in the cash flow hedge reserve, while any ineffective portion is recognised immediately in the statement of profit and loss.

Amounts recognised as OCI are transferred to profit or loss when the hedged transaction affects profit or loss, such as when the hedged financial income or financial expense is recognised or when a forecast sale occurs.

If the hedging instrument expires or is sold, terminated or exercised without replacement or rollover (as part of the hedging strategy), or if its designation as a hedge is revoked, or when the hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss previously recognised in OCI remains separately in equity until the forecast transaction occurs or the foreign currency firm commitment is met.

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**Presentation of derivative contracts in the financial statement**

Derivative assets and liabilities recognized on the balance sheet are presented as current and non-current based on the classification of the underlying hedged item.

**m. Fair value measurement**

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

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

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

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

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company determines the policies and procedures for recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value. External valuers are involved for valuation of significant assets or liabilities such as derivative instruments.

At each reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Company's accounting policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as

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explained above. This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes as mentioned below:

a) Disclosures for valuation methods, significant estimates and assumptions (note 38)

b) Quantitative disclosures of fair value measurement hierarchy (note 39)

c) Financial instruments (including those carried at amortised cost)

**n. Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the amount of the transaction price, excluding the estimates of variable consideration that is allocated to that performance obligation, considering contractually defined terms of payment, and excluding taxes or duties collected on behalf of the government.

**Revenue from contract with customer**

Revenue from contracts with customers is recognised when control of the services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those services. The Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the services before transferring them to the customer.

**Revenue from Operations**

**Significant financing component**

Generally, the Company receives short-term advances from its customers. Using the practical expedient in Ind AS 115, the Company does not adjust the promised amount of consideration for the effects of a significant financing component if it expects, at contract inception, that the period between the transfer of the promised service to the customer and when the customer pays for that service will be one year or less.

The Company also receives long-term advances from customers for rendering services. The transaction price for such contracts are discounted, using the rate that would be reflected in a separate financing transaction between the Company and its customers at contract inception, to take into consideration the significant financing component.

**Income from services**

Revenue from airport operations i.e. Aeronautical and Non Aeronautical operations are recognised on accrual basis, net of Goods and Service Tax (GST), and applicable discounts when services are rendered. Aeronautical operations include user development fees (UDF), Passenger Service Fee (Facilitation Component) [PSF (FC)], Baggage X-ray Charges, Landing and Parking of aircraft and into plane charges. The main streams of non – aeronautical revenue includes duty free, retail, advertisement, food & beverages, cargo, ground handling, car parking and land & space- rentals.

Land & Space- rentals pertains to granting right to use land and space primarily for catering to the need of passengers, air traffic services and air transport services.

Revenue from commercial property development rights granted to concessionaires is recognized on accrual basis, as per the terms of the agreement entered into with the customers.

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**o. Taxes**

Tax expense comprises current tax and deferred tax.

**Current income tax**

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961.
Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.
Deferred tax liabilities are recognised for all taxable temporary differences, except:

i) When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

ii) In respect of taxable temporary differences associated with investments in subsidiary, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

i) When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
ii) In respect of deductible temporary differences associated with investments in subsidiary, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax ('MAT') paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay nonnal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on 'Accounting for Credit Available in respect of Minimum Alternative Tax' under IT Act, the said asset is created by way of credit to the statement of profit and loss and shown as 'MAT credit entitlement'. The Company reviews the 'MAT credit entitlement' asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

**Taxes, cess, dnties such as sales tax/ value added tax/ service tax/goods and service tax etc. paid on acquisition of assets or on incurring expenses**

Expenses and assets are recognised net of the amount of taxes paid, except:

- When the tax incurred on a purchase of assets, goods or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- When receivables and payables are stated with the amount of tax included

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balanee sheet.

**p. Cash Flow Statement**

Cash fiows are reported using the indirect method, whereby profit for the period is adjusted for the effeets of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash fiows from operating, investing and financing activities of the Company are segregated.

**3.2 Other accounting policies**

**a. Borrowing cost**

Borrowing costs net of income on surplus investments directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. All other borrowing costs are expensed in the period in which they occur.

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Borrowing costs consist of interest, call spread premium and other costs that an entity incurs in connection with the borrowing of funds.

**b. Leases**

The Company assesses a contract at inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**Company as a lessee:**
The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(i) **Right-of-use assets:** The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

The right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

- Electrical installations and equipment: 10 years
- Plant and machinery: 15 years
- Building: over the period of lease

The ownership of the leased Electrical installations and equipment and Plant and machinery transfers to the Company at the end of the lease term, accordingly, depreciation is calculated using the estimated useful life of the respective assets.

(ii) **Lease liabilities:** At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term.
The lease payments included in the measurement of the lease liability include fixed payments (including in substance fixed payments), variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate.

Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit and loss.

**(iii) Short-term leases and leases of low-value assets**
In case of a short-term lease contract and lease contracts for which the underlying asset is of low value, lease payments are charged to statement of profit and loss on accrual basis.

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**Company as a lessor:**

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Income from operating lease is recognised on a straight-line basis over the term of the relevant lease.
Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfers from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

**e. Impairment of non-financial assets**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating units' (CGUs) fair value less cost of disposal and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less cost of disposal, recent market transactions are taken into account.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

For assets an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss.

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Delhi International Airport Ltd. New Delhi

**d. Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

**e. Foreign currencies**

**Functional Currency**

The financial statements are presented in Indian rupees (INR), which is also the Company's functional currency.

**Transactions and Translations**

Transactions in foreign currencies are initially recorded by the Company at their respective functional currency spot rates at the date the transaction first qualifies for recognition. However, for practical reasons, the Company uses an average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in statement of profit and loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

**f. Operating segments**

The Company has only one reportable operating segment, which is operation of airport and providing allied services. Accordingly, the amounts appearing in the financial statements relate to the Company's single operating segment.

**g. Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**h. EBIDTA**

The Company has presented profit/ (loss) before finance costs, taxes, depreciation, amortisation expense and exceptional items as EBIDTA.

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### 3.3 Recent Accounting standards, interpretations and amendments to existing standards

The Ministry of Corporate Affairs ('MCA') vide its notification dated 31 March 2023, notified the Companies (Indian Accounting Standards) Amendment Rules, 2023, which amended certain accounting standards (see below), and are effective 1 April 2023:

- Disclosure of accounting policies - amendments to Ind AS 1
- Definition of accounting estimates - amendments to Ind AS 8
- Deferred tax related to assets and liabilities arising from a single transaction - amendments to Ind AS 12

The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications.

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

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**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the standalone financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**4 Property, plant and equipment**

| | Buildings | Leasehold Improvements | Bridges, Culverts, Bunders, etc. | Electrical installations and equipments | Roads-Other than RCC | Runways, Taxiways and Apron, etc. | Plant and Machinery | Office equipments | Computer and data processing units | Furniture and Fittings | Vehicles | Total | Capital work in progress |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Gross block (at cost) | | | | | | | | | | | | | |
| **As at April 1, 2022** | 4,734.20 | 20.77 | 409.41 | 1,390.45 | 251.06 | 2,651.21 | 2,651.88 | 19.78 | 133.77 | 359.64 | 19.91 | 12,642.08 | 5,537.69 |
| Additions [refer note (a) below] | 169.51 | 4.90 | 1.36 | 17.14 | 9.39 | 413.58 | 286.98 | 1.78 | 46.02 | 36.64 | 11.24 | 998.54 | 3,510.48 |
| Transfer for capitalization from CWIP | - | - | - | - | - | - | - | - | - | - | - | - | (965.28) |
| Disposals/ discard [refer note (b) below] | (0.02) | (0.02) | - - | (27.15) | - | - | (80.71) | (5.23) | (21.14) | (26.86) | (3.93) | (165.06) | - |
| **As at April 1, 2023** | **4,903.69** | **25.65** | **410.77** | **1,380.44** | **260.45** | **3,064.79** | **2,858.15** | **16.33** | **158.65** | **369.42** | **27.22** | **13,475.56** | **8,082.88** |
| Additions | 3,134.64 | - | 652.30 | 589.53 | 472.18 | 4,387.72 | 1,060.51 | 4.21 | 9.49 | 81.33 | 2.65 | 10,394.56 | 3,355.61 |
| Other Adjustments [refer note (f) below] | - | - | - | 95.18 | - | - | (95.18) | - | - | - | - | - | (8.53) |
| Transfer for capitalization from CWIP | - | - | - | - | - | - | - | - | - | - | - | - | (10,844.77) |
| Disposals | - | - | - | - | - | - | - | - | - | (0.00) | (0.18) | (0.18) | - |
| **As at March 31, 2024** | 8,038.33 | 25.65 | 1,063.07 | 2,065.15 | 752.63 | 7,452.51 | 3,823.48 | 20.54 | 168.14 | 450.75 | 29.69 | 23,869.94 | 585.19 |
| **Accumulated depreciation** | | | | | | | | | | | | | |
| As at April 1, 2022 | 1,782.36 | 20.46 | 168.11 | 943.59 | 221.24 | 1,147.84 | 1,869.11 | 12.62 | 91.94 | 230.62 | 11.69 | 6,499.58 | |
| Charge for the year | 198.11 | 0.45 | 13.57 | 58.83 | 3.00 | 129.33 | 195.88 | 2.07 | 16.06 | 21.45 | 2.49 | 641.24 | |
| Disposals/ discard | - | - | - | (4.43) | - | - | (57.82) | (5.19) | (20.76) | (26.77) | (3.61) | (118.58) | |
| **As at March 31, 2023** | **1,980.47** | **20.91** | **181.68** | **997.99** | **224.24** | **1,277.17** | **2,007.17** | **9.50** | **87.24** | **225.30** | **10.57** | **7,022.24** | - |
| Charge for the year | 160.22 | 1.63 | 26.19 | 88.03 | 29.79 | 215.66 | 195.99 | 2.69 | 20.74 | 24.84 | 3.27 | 769.05 | |
| Other Adjustments [refer note (f) below] | - | - | - | 4.64 | - | - | (4.64) | - | - | - | - | - | |
| Disposals | - | - | - | - | - | - | - | - | - | - | (0.12) | (0.12) | |
| **As at March 31, 2024** | 2,140.69 | 22.54 | 207.87 | 1,090.66 | 254.03 | 1,492.83 | 2,198.52 | 12.19 | 107.98 | 250.14 | 13.72 | 7,791.17 | - |
| **Net block** | | | | | | | | | | | | | |
| **As at March 31, 2023** | **2,923.22** | **4.74** | **229.09** | **382.45** | **36.21** | **1,787.62** | **850.98** | **6.83** | **71.41** | **144.12** | **16.65** | **6,453.31** | **8,082.88** |
| **As at March 31, 2024** | 5,897.64 | 3.11 | 855.20 | 974.49 | 478.60 | 5,959.68 | 1,624.96 | 8.35 | 60.16 | 200.61 | 15.97 | 16,078.77 | 585.19 |

a. During the previous year input tax credit pertaining to Goods and Service Tax on civil works has been capitalised amounting Rs. 176.87 crores (Refer note 42 (i))

b. Terminal arrival building were decapitalized during the previous year for Rs 33.60 crores.
During the previous year certain high value assets written off due to physical verification amounting to Rs. 124.85 crores
Assets sold as scrap during the previous year of Rs. 6.61 crores

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c. Buildings include space given on operating lease:
Gross block Rs. 180.61 crores (March 31, 2023: Rs. 227.25 crores),
Depreciation charge for the year Rs. 5.82 crores (March 31, 2023: Rs. 9.42 crores ),
Accumulated depreciation Rs. 77.93 crores (March 31, 2023: Rs. 88.77 crores) and
Net book value Rs. 96.86 crores (March 31, 2023 ; Rs. 129.06 crores)

d. Refer note 35(III)(i) for disclosure of contractual commitments for the acquisition of property, plant and equipment.

e. The Gross Block as on March 31, 2024 includes Phase-3A assets amounting to Rs. 11,878.17 crores (March 31, 2023: Rs. 1,691.72 crores). This includes borrowing costs as on March 31, 2024 Rs 1,673.42 crores (March 31, 2023: Rs. 213.76 crores) as per detail below –

| Particulars | Buildings | Leasehold improvements | Bridges, Culverts, Bunders, etc. | Electrical installations and equipments | Roads-Other than RCC | Runways, Taxiways and Apron, etc. | Plant and Machinery | Office equipments | Computer and data processing units | Furniture and Fittings | Vehicles | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| As at March 31, 2024 | 418.10 | - | 102.79 | 137.36 | 77.72 | 749.23 | 169.30 | - | 6.17 | 12.75 | - | 1,673.42 |
| As at March 31, 2023 | 28.95 | - | - | 47.44 | - | 92.53 | 35.75 | - | 6.17 | 2.92 | - | 213.76 |

f. Other adjustments represent the reclassification of assets capitalised during the previous year.

g. As per the development right given under OMDA (Operation, management and development agreement) entered with Airports Authority of India, the Company has constructed all immovable properties included under the head Property, plant and equipment and accordingly, considering the said development right, title deed of all immovable properties included under the head Property, plant and equipment are held in the name of Company.

h. The Company has not carried out any revaluation of Property, plant and equipment during current and previous year.

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5 Right of use assets

| | Electrical Installations and Equipment | Plant and Machinery | Building | Total |
|---|---|---|---|---|
| **Gross block** | | | | |
| As at April 1, 2022 | - | - | 18.04 | 18.04 |
| Additions | - | - | 1.08 | 1.08 |
| Modifications | - | - | 2.70 | 2.70 |
| As at March 31, 2023 | - | - | 21.82 | 21.82 |
| Additions* | 204.71 | 232.59 | 4.13 | 441.43 |
| Disposals | - | - | - | - |
| As at March 31, 2024 | 204.71 | 232.59 | 25.95 | 463.25 |
| **Accumulated Depreciation** | | | | |
| As at April 1, 2022 | - | - | 5.78 | 5.78 |
| Charge for the year | - | - | 5.24 | 5.24 |
| Disposals | - | - | - | - |
| As at March 31, 2023 | - | - | 11.02 | 11.02 |
| Charge for the year | 5.10 | 3.86 | 4.38 | 13.34 |
| Disposals | - | - | - | - |
| As at March 31, 2024 | 5.10 | 3.86 | 15.40 | 24.36 |
| **Net Block** | | | | |
| As at March 31, 2023 | - | - | 10.80 | 10.80 |
| As at March 31, 2024 | 199.61 | 228.73 | 10.55 | 438.89 |

* The Gross Block as on March 31, 2024 includes Phase-3A assets amounting to Rs. 437.30 crores (March 31, 2023: Rs. Nil). This includes borrowing costs as on March 31, 2024 Rs. 26.66 crores (March 31, 2023: Rs. Nil) as per detail below –

| Particulars | Electrical Installations and Equipment | Plant and Machinery | Building | Total |
|---|---|---|---|---|
| As at March 31, 2024 | 12.48 | 14.18 | - | 26.66 |
| As at March 31, 2023 | - | - | - | - |

6 Intangible assets

| | Airport concessionaire rights* | Computer software | Total |
|---|---|---|---|
| **Gross block (at cost)** | | | |
| As at April 1, 2022 | 490.52 | 47.42 | 537.94 |
| Additions | - | 0.36 | 0.36 |
| Disposals | - | (0.17) | (0.17) |
| As at March 31, 2023 | 490.52 | 47.61 | 538.13 |
| Additions | - | 5.44 | 5.44 |
| As at March 31, 2024 | 490.52 | 53.05 | 543.57 |
| **Accumulated amortisation** | | | |
| As at April 1, 2022 | 129.78 | 43.97 | 173.75 |
| Charge for the year | 8.21 | 1.10 | 9.31 |
| Disposals | - | (0.17) | (0.17) |
| As at March 31, 2023 | 137.99 | 44.90 | 182.89 |
| Charge for the year | 8.16 | 1.58 | 9.74 |
| As at March 31, 2024 | 146.15 | 46.48 | 192.63 |
| **Net Block** | | | |
| As at March 31, 2023 | 352.53 | 2.71 | 355.24 |
| As at March 31, 2024 | 344.37 | 6.57 | 350.94 |

* Airport concessionnaire rights are recognized and amortized over the initial period of 30 years and extended period of 30 years of OMDA i.e. 60 years.

The Company has not carried out any revaluation of intangible assets during current and previous year.

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(All amounts in Rupees Crores, except otherwise stated)

**7 Investments**

| 7.1 Investment in associates and joint ventures | | Non-current March 31, 2024 | Non-current March 31, 2023 |
|---|---|---|---|
| **Investments carried at cost** | | | |
| **Unquoted equity shares fully paid up** | | | |
| **Investment in associates** | | | |
| Celebi Delhi Cargo Terminal Management India Private Limited<br>29,120,000 shares of Rs. 10 each (March 31, 2023 · 29,120,000 shares of Rs. 10 each) | | 29.12 | 29.12 |
| Delhi Airport Parking Services Private Limited<br>40,638,560 shares of Rs 10 each (March 31, 2023 : 40,638,560 shares of Rs 10 each) | | 40.64 | 40.64 |
| Travel Food services (Delhi Terminal 3) Private Limited<br>5,600,000 shares of Rs. 10 each (March 31, 2023 : 5,600,000 shares of Rs. 10 each) | | 5.60 | 5.60 |
| TIM Delhi Airport Advertising Private Limited<br>9,222,505 shares of Rs. 10 each (March 31, 2023 : 9,222,505 shares of Rs. 10 each) | | 9.22 | 9.22 |
| DIGI Yatra Foundation<br>148 shares of Rs. 10 each (March 31, 2023 : 148 shares of Rs. 10 each) | | 0.00 | 0.00 |
| **Investment in joint ventures** | | | |
| Delhi Aviation Services Private Limited<br>12,500,000 shares of Rs. 10 each (March 31, 2023 : 12,500,000 shares of Rs. 10 each) | | 12.50 | 12.50 |
| Delhi Aviation Fuel Facility Private Limited<br>42,640,000 shares of Rs. 10 each (March 31, 2023 : 42,640,000 shares of Rs. 10 each) | | 42.64 | 42.64 |
| GMR Bajoli Holi Hydropower Private Limited<br>108,333,334 shares of Rs. 10 each (March 31, 2023 : 108,333,334 share of Rs. 10 each) | | 108.33 | 108.33 |
| Delhi Duty Free Services Private Limited<br>39,920,000 shares of Rs. 10 each (March 31, 2023 : 39,920,000 shares of Rs. 10 each) | | 39.92 | 39.92 |
| | **Total (A)** | **287.97** | **287.97** |
| **Provision for impairment in the value of investment:-** | | | |
| GMR Bajoli Holi Hydropower Private Limited [Refer note 35 (III)(ii)(g)] | | 38.53 | 38.53 |
| | **Total (B)** | **38.53** | **38.53** |
| **Aggregate book value of unquoted non-current investment** | **C = (A-B)** | **249.44** | **249.44** |
| **7.2 Other Non-current Investments** | | | |
| **Carried at fair value through profit and loss**<br>East Delhi Waste Processing Company Private Limited<br>7,839 shares of Rs. 10 each ( March 31, 2023 : 7,839 shares of Rs 10 each) | **D** | 0.01 | 0.01 |
| **Total Investments [7.1 + 7.2]** | | **249.45** | **249.45** |
| **Aggregate amount of unquoted non-current investment** | **(A+D)** | **287.98** | **287.98** |
| **Aggregate amount for impairment in the value of investment** | | **38.53** | **38.53** |

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(All amounts in Rupees Crores, except otherwise stated)

**7.3 Current Investments**

| | | Current | |
|---|---|---|---|
| | | March 31, 2024 | March 31, 2023 |
| **Investments carried at fair value through profit or loss** | | | |
| **Investment in mutual fund** | | | |
| **Unquoted investments** | | | |
| Invesco Mutual Fund [15,103.05 units (March 31, 2023 : Nil) of Rs. 1,000 each] | | 5.01 | - |
| Sundaram Money Fund Regular – Growth [77,852.19 units (March 31, 2023 : 203,167.73) of Rs. 1,000 each] | | 9.90 | 24.20 |
| HSBC Overnight Fund Direct - Growth [223,468.21 units (March 31, 2023 : 309,602.20) of Rs. 1,000 each] | | 28.00 | 36.32 |
| ICICI Prudential Overnight Fund-Growth [789,203.22 units (March 31, 2023 : 414,042.23) of Rs. 100 each] | | 101.85 | 50.04 |
| SBI Overnight Fund-Growth [457,314.91 units (March 31, 2023 : 22,808.12) of Rs. 1,000 each] | | 178.16 | 8.32 |
| Aditya Birla Overnight Fund-Growth [Nil units (March 31, 2023 : 270,781.62) of Rs. 1,000 each] | | - | 32.83 |
| UTI Overnight Fund-Growth [Nil units (March 31, 2023 : 186,662.09) of Rs. 1,000 each] | | - | 57.28 |
| Axis Overnight Fund- Growth [391,141.60 units (March 31, 2023 : 687,038.70) of Rs. 1,000 each] | | 49.54 | 81.45 |
| Tata Overnight Fund- Growth [151,381.33 units (March 31, 2023 : 195,958.53) of Rs. 1,000 each] | | 19.12 | 23.17 |
| Kotak Overnight fund [386,825.06 units (March 31, 2023 : 792,542.20) of Rs 1,000 each] | | 49.41 | 94.77 |
| LIC MF Overnight Fund - Direct Plan-Growth [248,328.70 units (March 31, 2023 : Nil) of Rs. 1,000 each] | | 30.82 | - |
| | Total (A) | 471.81 | 408.38 |
| **Investments carried at amortised cost** | | | |
| **Investment in Commercial Papers** | | | |
| ECL Finance Limited [Nil ( March 31, 2023: 5,140 ) of 500,000 each] | | - | 146.82 |
| Edel Finance Company Limited [4,180 ( March 31, 2023: 4,940) of 500,000 each] | | 206.18 | 236.79 |
| Edelweiss Rural and Corporate Services Limited [3,700 ( March 31, 2023: 2500) of 500,000 each] | | 182.23 | 122.26 |
| **Certificate of deposits** | | 99.02 | - |
| | Total (B) | 487.43 | 505.87 |
| **Aggregate book value of unquoted Investment** | Total (A+B) | 959.24 | 914.25 |

*(This space has been intentionally left blank)*

## 8. Other financial assets

| | Non-current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Derivative Instrument carried at fair value through OCI #** | | | | |
| Cash flow hedge- Call spread option | 1,087.49 | 1,065.92 | - | - |
| **Carried at amortised cost** | | | | |
| **Security deposits** | | | | |
| Unsecured, considered good | 104.65 | 107.11 | 1.65 | 305.47 |
| | 104.65 | 107.11 | 1.65 | 305.47 |
| Interest accrued on fixed deposits and others | - | - | 6.28 | 20.22 |
| Non-trade receivables$ | 91.28 | 84.07 | 29.88 | 63.45 |
| [net of provision of doubtful debts Rs. 0.79 crore (March 31, 2023 Rs. 0.81 crore)] | | | | |
| Unbilled receivables** | - | - | 208.39 | 200.05 |
| Debentures for provident fund^ | - | - | 0.15 | 0.17 |
| Other recoverable from related parties [refer note 36(b)] | | | | |
| Unsecured, considered good [refer note 35 (i) (g)] | 446.21 | - | 0.39 | 0.80 |
| Doubtful | - | - | 43.21 | 489.42 |
| | 446.21 | - | 43.60 | 490.22 |
| Less: Provision for doubtful advances | - | - | (43.21) | (489.42) |
| | 446.21 | - | 0.39 | 0.80 |
| Margin money deposit* (refer note 13) | 0.32 | 0.31 | - | - |
| **Total other financial assets** | 1,729.95 | 1,257.41 | 246.74 | 590.16 |

#Financial assets at fair value reflect the change in fair value of call spread options and coupon only hedge, designated as cash flow hedges to hedge the future cash outflow in USD on settlement of foreign exchange borrowings of USD 1,022.60 million (Rs. 8,529.00 crores) [March 31, 2023: USD 1,022.60 million (Rs. 8,402.70 crores)] on senior secured foreign currency notes and coupon payment in USD on borrowing of USD 150 Million ( March 31, 2023: USD 150 million).

* Rs 0.32 Crore (March 31, 2023: Rs 0.31 Crore) against License fee to South Delhi Municipal Corporation.

^Debentures were taken over by the Company at the time of surrender of DIAL provident fund trust.

$ Includes receivables towards usage of utilities from concessionaires and receivables related to relinquishment of asset rights.

** There is no unbilled revenue which is disputed and which has significant increase in credit risk / credit impaired.

## 9. Other assets

| | | Non-current | | Current | |
|---|---|---|---|---|---|
| | | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Capital advances** | | 119.41 | 471.35 | - | - |
| | (A) | 119.41 | 471.35 | - | - |
| **Advances other than capital advance** | | | | | |
| Advance to suppliers | | - | - | 74.76 | 131.91 |
| | (B) | - | - | 74.76 | 131.91 |
| **Others** | | | | | |
| Prepaid expenses | | 21.65 | 25.72 | 13.17 | 11.79 |
| Deposit with government authorities including amount paid under protest [refer note 35 (i) (a)] | | - | - | 2.87 | 10.12 |
| Other borrowing cost to the extent not amortised | | 3.80 | 5.25 | 1.48 | 1.53 |
| Lease equilisation assets [refer note 3.2 (b)] | | 1,935.54 | 1,661.33 | - | - |
| Balance with statutory / government authorities | | - | - | 12.31 | 21.71 |
| Prepaid gratuity [refer note 34(c)] | | 2.25 | - | - | - |
| | (C) | 1,963.24 | 1,692.30 | 29.83 | 45.15 |
| **Total other assets (A+B+C)** | | 2,082.65 | 2,163.65 | 104.59 | 177.06 |

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(Amount in Rupees Crores, unless otherwise stated)

10. Income tax/ deferred tax

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Current income tax** | - | 7.55 |
| **Deferred tax:** | | |
| Deferred tax reclassified from Cash flow hedge reserve on account of hedge settlement | - | - |
| **Income tax expense reported in the standalone statement of profit and loss** | - | 7.55 |

**Other comprehensive income (OCI)**
Deferred tax related to items recognised in OCI during in the year:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Re-measurement gains (losses) on defined benefit plans | - | - |
| Cash flow Hedge Reserve | - | - |
| **Income tax charged to OCI** | - | - |

**Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2024 and March 31, 2023:**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Accounting loss before tax** | (180.61) | (277.31) |
| **Tax at the applicable tax rate of 34.94% (March 31, 2023: 34.94%)** | (63.11) | (96.90) |
| Temporary differences on which deferred tax is not recognised | 58.70 | 64.34 |
| Permanent differences | 2.14 | 30.88 |
| Adjustment of tax relating to earlier years | - | 7.55 |
| Impact on expenses disallowed as per Income tax Act, 1961 | 2.27 | 1.68 |
| Other adjustments | - | - |
| **Total tax expense** | - | 7.55 |
| Total tax expense reported in the standalone statement of profit and loss related to earlier years | - | 7.55 |

**Deferred tax:**

| | Balance sheet | | Statement of profit or loss | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Deferred tax liabilities** | | | | |
| Accelerated depreciation for tax purposes ( net of intangibles-Airport concession rights) | (814.11) | (699.41) | (114.70) | 32.97 |
| On account of upfront fees being amortized using effective intererst rate (EIR) method | (29.09) | (36.00) | 6.91 | 3.69 |
| Fair value of investment in mutual fund | (0.55) | (0.38) | (0.17) | (0.04) |
| Right-of-use assets | (153.37) | (3.77) | (149.60) | 0.51 |
| Rent Equalization reserve | (676.36) | (580.54) | (95.82) | (66.10) |
| Cash flow hedge reserve | (36.56) | (23.85) | (12.71) | (6.59) |
| | (1,710.04) | (1,343.95) | (366.09) | (35.56) |
| **Deferred tax assets** | | | | |
| Unabsorbed depreciation and business loss | 1,593.54 | 1,232.67 | 360.87 | 182.10 |
| Others disallowances/adjustments | 14.41 | 14.64 | (0.23) | (1.19) |
| Lease liability | 141.98 | 4.40 | 137.58 | 0.73 |
| Interest income credited in capital work in progress. | 139.97 | 117.09 | 22.88 | 23.99 |
| Unpaid liability of AAI revenue share | 275.95 | 231.88 | 44.07 | 30.40 |
| Other borrowing cost to the extent not amortised | 27.89 | 32.90 | (5.01) | (3.81) |
| Provision for diminution in value of non-current investment | 13.46 | 13.46 | (0.00) | 1.80 |
| | 2,207.20 | 1,647.04 | 560.16 | 234.03 |
| Net deferred tax assets* | - | - | - | - |

* The Company has significant unabsorbed depreciation and business losses as per income tax laws. Considering the Company has been incurring losses, deferred tax asset has been recognised only to the extent of the available taxable temporary differences.

| | | | |
|---|---|---|---|
| **Reconciliations of net deferred tax liablities** | | | |
| Opening balance as at beginning of the year | | - | - |
| Tax income during the period recognised in statement of profit or loss | (A) | - | - |
| Tax expenses during the period recognised in OCI | (B) | - | - |
| **Movement during the year** | (A+B) | - | - |
| **Closing balance** | | - | - |

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

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**11. Inventories**

| (valued at lower of cost or net realizable value) | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Stores and spares | 6.92 | 5.53 |
| Provision for non /slow moving stores and spares | (1.07) | - |
| | 5.85 | 5.53 |

**12. Trade receivables**

| | Current | |
|---|---|---|
| | March 31, 2024 | March 31, 2023 |
| **Trade receivables** | | |
| Related parties (refer note 36(b)) | 25.01 | 21.70 |
| Others | 64.76 | 55.10 |
| | 89.77 | 76.80 |
| **Break up for security details:** | | |
| **Trade receivables #^$** | | |
| Secured, considered good** | 34.02 | 35.00 |
| Unsecured, considered good | 55.75 | 41.80 |
| **Trade Receivables- credit impaired** | | |
| Unsecured, considered good | 2.23 | 2.51 |
| | 92.00 | 79.31 |
| **Impairment Allowance (allowance for credit loss)** | | |
| Less: Unsecured, considered good | (2.23) | (2.51) |
| | 89.77 | 76.80 |

** Trade receivable to the extent covered by security deposits or bank guarantees are considered as Secured trade receivables.

$Estimated credit loss (ECL) on trade receivable considered good is not material.

\# Payment is generally received from cutomers in due course as per agreed terms of contract with customers which usually ranges from 7-30 days.

^ No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.

**Trade receivables includes:-**

| | Current | |
|---|---|---|
| | March 31, 2024 | March 31, 2023 |
| **Dues from entities in which the Company's non-executive director is a director** | | |
| GMR Power and Urban Infra Limited | 3.56 | 2.77 |
| GMR Warora Energy Limited | 3.61 | 4.38 |
| GMR Airports Infrastructure Limited | 0.24 | 1.20 |
| GMR Bajoli Holi Hydropower Private Limited | 0.17 | 0.14 |
| GMR Airports Limited | 0.00 | 0.10 |
| GMR Kamalanga Energy Limited | 4.45 | 4.14 |
| GMR Air Cargo and Aerospace Engineering Limited | 0.31 | 0.14 |
| GMR Airport Developers Limited | 4.69 | 0.02 |
| GMR Energy Trading Limited | 0.08 | 0.78 |

Refer note 32(a)(ii) for ageing of trade receivables.

**13. Cash and Cash Equivalents**

| | | Non-current | | Current | |
|---|---|---|---|---|---|
| | | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Balances with Banks** | | | | | |
| -On current accounts# | | - | - | 31.94 | 27.87 |
| -Deposits with original maturity of less than three months | | - | - | 686.79 | 251.14 |
| Cash on hand | | - | - | 0.56 | 0.08 |
| | (A) | - | - | 719.29 | 279.09 |
| **Other bank balances** | | | | | |
| – Margin money deposit | | 0.32 | 0.31 | - | - |
| Amount disclosed under other non-current financial assets (refer note 8) | | (0.32) | (0.31) | - | - |
| | (B) | - | - | - | - |
| **Total (A+B)** | | - | - | 719.29 | 279.09 |

\# Cash and cash equivalents includes balance on current account with banks for Rs. 4.36 crores (March 31, 2023: Rs 3.37 crores) in respect of Marketing Fund.

At March 31, 2024, the Company has available Rs. 302.34 crores (March 31, 2023: Rs. 454.40 crores) of undrawn borrowing facilities for future operating activities. The existing facility is valid till March 10, 2025. The working capital facility is secured with:

(i) A first ranking pari passu charge/ security interest of all insurance policies, contractors' guarantees and liquidated damages as permissible under the project documents.
(ii) Security interest by way of first ranking pari passu charge of all the rights, titles, permits, approvals and interests of DIAL in , to and in respect of the Project documents, as per provisions of the Project documents.
(iii) First ranking pari passu charge on all the revenues/ receivables of the Borrower (excluding dues to AAI, airport development fee, passenger service fee, marketing fund and any other statutory dues) subject to the provisions of the Project documents.

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Chartered Accountants
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14. Bank balances other than cash and cash equivalents

| | Current | |
|---|---|---|
| | March 31, 2024 | March 31, 2023 |
| Balances with banks: | | |
| - Deposits with original maturity of more than three months but less than 12 months# | 606.42 | 47.27 |
| | 606.42 | 47.27 |

# Deposits with bank includes Rs. 54.91 crores (March 31, 2023: Rs. 47.27 crores) in respect of Marketing Fund.

Break up of financials assets carried at amortised cost and at fair value through profit and loss and at fair value through OCI

| | Non-current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Financial assets carried at amortised cost** | | | | |
| Investment in commercial papers and certificate of deposits (refer note 7.3) | - | - | 487.43 | 505.87 |
| Trade receivables (refer note 12) | - | - | 89.77 | 76.80 |
| Cash and cash equivalents (refer note 13) | - | - | 719.29 | 279.09 |
| Bank balance other than cash and cash equivalents (refer note 14) | - | - | 606.42 | 47.27 |
| Other financial assets (refer note 8) | 642.46 | 191.49 | 246.74 | 590.16 |
| (A) | 642.46 | 191.49 | 2,149.65 | 1,499.19 |
| **Financial assets carried at Fair value through OCI** | | | | |
| Cash flow hedge- Call spread option (refer note 8) | 1,087.49 | 1,065.92 | - | - |
| (B) | 1,087.49 | 1,065.92 | - | - |
| **Financial assets carried at Fair value through profit or loss** | | | | |
| Investment in mutual funds (refer note 7.3) | - | - | 471.81 | 408.38 |
| Investments in equity shares (refer note 7.2) | 0.01 | 0.01 | - | - |
| (C) | 0.01 | 0.01 | 471.81 | 408.38 |
| Total financial assets (A+B+C) | 1,729.96 | 1,257.42 | 2,621.46 | 1,907.57 |

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## 15. Equity Share Capital

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Authorised shares** | | |
| 300 crores (March 31, 2023: 300 crores) equity shares of Rs. 10 each | 3,000 | 3,000 |
| | 3,000 | 3,000 |
| **Issued, subscribed and fully paid-up shares** | | |
| 245 crores (March 31, 2023: 245 crores) equity shares of Rs.10 each fully paid up | 2,450 | 2,450 |
| | 2,450 | 2,450 |

**a. Reconciliation of Shares Outstanding at the beginning and end of the reporting year**

| Equity Shares | March 31, 2024 | | March 31, 2023 | |
|---|---|---|---|---|
| | No. (in crores) | (Rs. In crores) | No. (in crores) | (Rs. In crores) |
| At the beginning of the year | 245 | 2,450 | 245 | 2,450 |
| Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 245 | 2,450 | 245 | 2,450 |

**b. Terms/Rights Attached to equity Shares**

The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. Further the shareholders have entered into share holders agreement whereby special rights have been assigned to the Airports Authority of India (AAI) in respect of appointment of the nominee director in the Board of Directors, approval of reserved Shareholders and Board matters by affirmative vote of the AAI. Further in case if any shareholder intends to the transfer its shares subject to restriction of lock in period in Operation, Management and Development Agreement between shareholders, other shareholders will have first right of refusal in accordance with the terms of the shareholders agreement.

**c. Shares held by holding/ intermediate holding company and its subsidiary**

Out of equity shares issued by the Company, shares held by its holding company, intermediate holding company and its subsidiary are as below:

| Name of Shareholder | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **GMR Airports Limited, the holding company** | | |
| 156.80 crore (March 31, 2023: 156.80 crore) equity share of Rs.10 each fully paid up | 1,568.00 | 1,568.00 |
| **GMR Airports Infrastructure Limited, the Intermediate Holding Company** | | |
| 100 (March 31, 2023: 100) equity share of Rs.10 each fully paid up | 0.00 | 0.00 |
| **GMR Energy Limited, Subsidiary of the GMR Enterprises Private Limited (Ultimate Holding Company)** | | |
| 100 (March 31, 2023: 100) equity share of Rs.10 each fully paid up | 0.00 | 0.00 |
| **GMR Airports Limited along with Mr. Srinivas Bommidala** | 0.00 | 0.00 |
| 1 (March 31, 2023: 1) equity share of Rs.10 each fully paid up | | |
| **GMR Airports Limited along with Mr. Grandhi Kiran Kumar** | 0.00 | 0.00 |
| 1 (March 31, 2023: 1) equity share of Rs.10 each fully paid up | | |

**d. Details of Shareholders holding more than 5% of equity shares in the Company**

| | March 31, 2024 | | March 31, 2023 | |
|---|---|---|---|---|
| | Numbers | % holding in Class | Numbers | % Holding in Class |
| Equity shares of Rs. 10 each fully paid | | | | |
| Airports Authority of India | 637,000,000 | 26% | 637,000,000 | 26% |
| GMR Airports Limited | 1,567,999,798 | 64% | 1,567,999,798 | 64% |
| Fraport AG Frankfurt Airport Services Worldwide | 245,000,000 | 10% | 245,000,000 | 10% |
| | 2,449,999,798 | 100% | 2,449,999,798 | 100% |

As per records of the Company including its register of share holders/members and other declarations received from share holders regarding beneficial interest, the above share holding represents legal and beneficial ownership of shares as at the balance sheet date.

The Company has not issued any bonus shares nor has there been any buy-back of shares in current reporting year and in last 5 years immediately preceeding the current reporting year.

The Company has not issued any share in consideration other than cash in current reporting year and in last 5 years immediately preceeding the current reporting year.

Refer note 32 (c) for Promoter's shareholding.

## 16. Other Equity

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Retained earnings^** | | |
| Opening balance | (291.59) | (4.91) |
| Loss for the year | (180.61) | (284.86) |
| Re measurement loss on defined benefit plans | (1.00) | (1.82) |
| Closing balance | (473.20) | (291.59) |
| **Other items of Comprehensive Income** | | |
| **Cash flow hedge reserve *** | | |
| Opening balance | (382.89) | (72.98) |
| Net Movement during the year | (104.20) | (309.91) |
| | (487.09) | (382.89) |
| | (960.29) | (674.48) |

^ Retained earnings are profits/ (losses) that the Company has earned/incurred till date less utilization for dividend or other distribution or transaction with shareholders.

* The Company had entered into "call spread option" with various banks for hedging the repayment of 6.125% Senior secured notes (2026) of USD 522.60 million and 6.45% Senior secured notes (2029) of USD 500 million which are repayable in October 2026 and June 2029 respectively. The Company has adopted Cash flow hedge accounting for Call spread options as per Ind AS 109. Accordingly, the effective portion of gain or loss on the hedging instruments is recognised in Other Comprehensive Income in the Cash flow hedge reserve, while any ineffective portion is recognised immediately in the Standalone Statement of profit and loss.

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Delhi International Airport Ltd. New Delhi

## 17. Borrowings

| | Non - Current March 31, 2024 | Non - Current March 31, 2023 |
|---|---|---|
| **Secured*** | | |
| **(i) Bonds** | | |
| 6.125% (2026) senior secured foreign currency notes (Note-1) | 4,347.71 | 4,279.69 |
| 6.45% (2029) senior secured foreign currency notes (Note-2) | 4,192.58 | 4,135.74 |
| **(ii) Debentures** | | |
| Non Convertible Debentures (October, 2025) | 2,493.77 | 3,210.83 |
| Non Convertible Debentures (June, 2027) | 992.93 | 987.92 |
| Non Convertible Debentures (April, 2030) | 1,191.20 | - |
| Non Convertible Debentures (August, 2030) | 740.39 | - |
| Non Convertible Debentures (March, 2034) | 792.32 | - |
| | 14,750.90 | 12,614.18 |

*Unsecured as per Companies Act, 2013

a. 6.125% Senior Secured Foreign Currency Notes (Note-1) of USD 521.28 million (March 31, 2023: USD 520.83 million), principal outstanding of USD 522.60 million (March 31, 2023: USD 522.60 million) from International capital market carrying a fixed interest rate of 6.125% p.a. plus applicable withholding tax. Note 1 are due for repayment in October 2026.

b. 6.45% Senior Secured Foreign Currency Notes (Note-2) of USD 502.68 million (March 31, 2023: USD 503.39 million), principal outstanding of USD 500 million (March 31, 2023: USD 500 million) from International capital market carrying a fixed interest rate of 6.45% p.a. plus applicable withholding tax. The Note-2 are due for repayment in June 2029. Proceeds from these notes shall be utilized for financing of Phase3A expansion project.

c. The Company had issued Non-Convertible Debentures (NCDs) of Rs. 3,257.10 crores on March 30, 2021. NCDs were issued on an upfront discount of 1.33%. Proceeds from NCDs were utilized to repay the entire 2022 senior secured foreign currency notes and for financing of Phase 3A expansion project. These 10.964% Non Convertible Debentures of Rs. 2,493.77 crores (March 31, 2023: Rs. 3,210.83 crores), principal outstanding of Rs. 2,513.05 crores (March 31, 2023: Rs. 3257.10 crores) issued to M/s India Airport Infra (formerly known as Chiltion Limited) (a Foreign Portfolio Investor registered with SEBI) carrying a fixed interest rate of 10.964% p.a. payable semi-annually (plus applicable withholding tax). The NCD are due for repayment in October 2025.

d. During the previous year ended March 31, 2023, the Company has issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs. 1,000 crores carrying fixed interest rate of 9.52% p.a. payable monthly for first 36 months and 9.98% p.a. payable monthly thereafter till maturity. NCDs were allotted on June 22, 2022 by the Company to eligible Qualified Institutional Buyers (QIB's) with principal maturity due in June 22, 2027. Proceeds from NCDs are utilized for part financing of Phase3A expansion project. These Non Convertible Debentures of Rs. 992.93 crores (March 31, 2023; Rs. 987.92 crores), principal outstanding of Rs. 1,000 crores (March 31, 2023: Rs. 1,000.00 crores)

e. During the year, the Company has issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs. 1,200 crores carrying fixed interest rate of 9.75% p.a. payable quarterly for first 60 months and coupon reset rate for balance 24 months subject to floor of 1.50% and cap of 3.50% over the Repo rate at the reset date, as per the provisions of Debenture Trust Deed. NCDs were allotted on April 13, 2023 by the Company to eligible Qualified institutional Buyers (QIB's) with principal maturity due on April 13, 2030. Proceeds from both NCDs (listed in BSE) are utilized for part financing of Phase3A expansion project.

f. During the year, the Company has issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs 744 crores carrying fixed interest rate of 9.75% p.a. payable quarterly for first 60 months and coupon reset rate for balance 24 months subject to floor of 1.50% and cap of 3.50% over the Repo rate at the reset date, as per the provisions of Debenture Trust Deed. NCDs were allotted on August 22, 2023 by the Company to eligible Qualified Institutional Buyers (QIB's) with principal maturity due on August 22, 2030. Proceeds from these NCDs have been utilized for part refinancing of 2025 NCDs issued under Voluntary Retention Route during March 2021, subscribed by an Foreign Portfolio Investor i.e M/s India Airport Infra (formerly known as Chiltion Limited).

g. During the year, the Company had further issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs. 800 crores carrying fixed interest rate of 9.50% p.a. payable quarterly for first 60 months and coupon reset rate for balance 60 months subject to floor of 1.50% and cap of 3.50% over the Repo rate at the reset date, as per the provisions of Debenture Trust Deed. NCDs were allotted on March 22, 2024 by the Company to eligible Qualified Institutional Buyers (QIB's) with amortised repayment schedule starting from 6th year onwards along with final maturity due on March 22, 2034. Proceeds from these NCDs shall be utilized for part financing of Phase 3A expansion project.

h. With respect to Note-1, Note-2 and NCD above, the Company has to follow Fixed Charge Coverage Ratio as provided under the Indenture for any additional indebtedness and other limitations. The Company has complied with the financial covenants prescribed in the financing documents and the Indenture and other limitations. The Company has complied with the financial covenants prescribed in the financing documents and the Indenture. All Notes and NCDs are secured (unsecured as per Companies Act 2013) by first rank pari-passu charge on all the future revenues, receivables, Trust and Retention account, any other reserve, other bank accounts and insurance proceeds of the Company and all the rights,
titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under Operation Management Development Agreement (OMDA)

i. The above mentioned borrowings have been utilised as per the purpose they have been taken.

j. Changes in liabilities arising from financing activities:-

| Particulars | Liabilities arising from financing activities | | | Assets held to hedge long term borrowings |
|---|---|---|---|---|
| | Borrowings | Interest accrued on borrowings | Lease liabilities | Derivative instrument- Cash flow hedge |
| As at April 01, 2022 | 10,982.76 | 337.63 | 14.40 | 723.01 |
| Cash flows | 978.00 | (1,009.72) | (6.33) | (260.25) |
| Non-cash changes | | | | |
| Finance cost | 0.14 | 1,015.99 | 1.34 | 260.66 |
| Foreign exchange fluctuation | 653.28 | - | | - |
| Additions in leases | - | - | 3.17 | - |
| Change in Fair values | - | - | - | 342.50 |
| As at March 31, 2023 | 12,614.18 | 343.90 | 12.58 | 1,065.92 |
| Cash flows | 1,999.95 | (1,179.37) | (20.08) | (260.66) |
| Non-cash changes | | | | |
| Finance cost | 10.47 | 1,143.93 | 9.78 | 261.38 |
| Foreign exchange fluctuation | 126.29 | - | - | - |
| Additions in leases | - | - | 404.04 | - |
| Change in Fair values | - | - | - | 20.85 |
| As at March 31, 2024 | 14,750.90 | 308.46 | 406.33 | 1,087.49 |

## 18. Other Financial Liabilities

| | Non-current March 31, 2024 | Non-current March 31, 2023 | Current March 31, 2024 | Current March 31, 2023 |
|---|---|---|---|---|
| Other financial liabilities at amortised cost | | | | |
| Security deposits from trade concessionaires- others | 535.53 | 448.50 | 297.58 | 256.65 |
| Security deposits from commercial property developers | 41.10 | 185.87 | - | - |
| Earnest money deposits | - | - | 1.26 | 1.39 |
| Capital creditors | - | - | 1,071.19 | 816.28 |
| Retention money | 28.20 | 7.15 | 91.08 | 140.38 |
| Annual fees payable to AAI [refer note 36(b)] | 789.68 | 663.57 | - | - |
| Interest accrued but not due on borrowings | - | - | 308.46 | 343.90 |
| Employee benefit expenses payable | - | - | 2.07 | 2.60 |
| Total other financial liabilities at amortised cost | 1,394.51 | 1,305.09 | 1,771.64 | 1,561.10 |

*(This space has been intentionally left blank)*

## 19. Deferred Revenue

| | Non-current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| Deferred income on financial liabilities carried at amortized cost (refer note a below) | 2,668.47 | 2,126.31 | 118.07 | 99.74 |
| Unearned revenue (refer note b below) | 4.20 | 4.13 | 91.84 | 90.96 |
| | 2,672.67 | 2,130.44 | 209.91 | 190.70 |

**(a) Deferred income on financial liabilities carried at amortized cost**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| As at April 01, | 2,226.04 | 2,307.24 |
| Deferred during the year | 692.96 | 32.72 |
| Released to the standalone statement of profit and loss | (132.46) | (113.92) |
| **As at March 31,** | 2,786.54 | 2,226.04 |

**(b) Unearned revenue**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| As at April 01, | 95.09 | 95.21 |
| Deferred during the year | 856.19 | 580.27 |
| Released to the standalone statement of profit and loss | (855.24) | (580.39) |
| As at March 31, | 96.04 | 95.09 |

**Note:**

a. Interest free security deposit received from concessionaire and commercial property developers (that are refundable in cash on completion of its term) are carried at amortised cost. Difference between the amortised value and transaction value of the security deposits received has been recognised as deferred revenue.

b. Unearned revenue as at March 31, 2024 represents 'contract liabilities' due to adoption of modified retrospective approach of transition in accordance with Ind AS 115.

## 20. Other Liabilities

| | Non-current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| Advances from commercial property developers | 380.77 | 185.29 | 108.38 | 78.76 |
| Advance from customer | 0.16 | 0.16 | 33.88 | 49.64 |
| Marketing fund liability | - | - | 57.08 | 45.74 |
| Tax deducted at source/Tax Collected at source payable | - | - | 113.29 | 84.26 |
| Goods and Service tax payable | - | - | 24.24 | 1.88 |
| Other statutory dues | - | - | 2.97 | 3.49 |
| Other liabilities | - | - | 28.21 | 32.88 |
| | 380.93 | 185.45 | 368.00 | 296.65 |

**Notes:**

1. Advances from commercial property developers and Advances from customers as at March 31, 2024 represents 'contract liabilities' due to adoption of modified retrospective approach of transition in accordance with Ind AS 115.

2. Applying the practical expedient as given in Ind AS 115, the Company has not disclosed the remaining performance obligation related disclosures for contracts where the revenue recognized corresponds directly with the value to the customer of the entity's performance completed to date, typically those contracts where invoicing is on time and material basis.

3. Contract liabilities include transaction price, other than those meeting the exclusion criteria mentioned above, related to performance obligation to be satisfied within one year for Rs. 142.26 crores (March 31, 2023: Rs 128.40 crores) and after one year for Rs. 380.93 crores (March 31, 2023: Rs 185.45 crores).

## 21. Trade payables

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Total outstanding dues of micro enterprises and small enterprises | 56.85 | 36.02 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | | |
| - Related parties [refer note 36(b)] | 342.41 | 181.28 |
| -Others* | 268.97 | 228.74 |
| | 668.23 | 446.04 |

*Includes bills payable of Rs. 3.23 crore (March 31, 2023 : Rs 0.11 crore) towards goods and services, which are initially paid by banks where there is no recourse on the Company.

**Disclosure as per Section 22 of "The Micro, Small and Medium Enterprises Development Act, 2006".**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| The principal amount and the interest due thereon remaining unpaid to any supplier: | | |
| - Principal amount | 56.85 | 36.02 |
| - Interest thereon | - | - |
| The amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day. | - | - |
| The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act | - | - |
| The amount of interest accrued and remaining unpaid | - | - |
| The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small investor | - | - |

Terms and conditions of the above financial liabilities:

Trade payables are non-interest bearing and are normally settled on 30-60 day terms.

Related parties payable are payable on demand once they get due.

For explanations on the Company's credit risk management processes, refer to Note 40.

Refer note 32(a)(iii) for ageing of Trade payables.

## 22 Provisions

| | Non-current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Provision for employee benefits** | | | | |
| Provision for leave benefits [refer note 34(a)] | - | - | 36.37 | 32.52 |
| Provision for gratuity [refer note 34(e)] | - | 3.06 | - | - |
| Provision for superannuation | - | - | 0.36 | 0.33 |
| Others | - | - | 119.73 | 119.73 |
| | - | 3.06 | 156.46 | 152.58 |

**Break up of financial liabilities**

| | Non-current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Financial liability carried at amortised cost** | | | | |
| Borrowings (refer note 17) | 14,750.90 | 12,614.18 | - | - |
| Trade payables (refer note 21) | - | - | 668.23 | 446.04 |
| Lease liabilities (refer note 42(b)) | 363.25 | 8.59 | 43.07 | 3.99 |
| Other financial liabilities (refer note 18) | 1,394.51 | 1,305.09 | 1,771.64 | 1,561.10 |
| | 16,508.66 | 13,927.86 | 2,482.94 | 2,011.13 |

K.S. RAO & CO.
Chartered Accountants
BENGALURU

(All amounts in Rupees Crores, except otherwise stated)

## 23. Revenue From Operations

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Revenue from contract with customers [refer note 42 (I)]** | | |
| **Aeronautical (A)** | 1,061.78 | 937.63 |
| **Non - Aeronautical** | | |
| Duty free | 639.87 | 507.22 |
| Retail | 189.78 | 179.17 |
| Advertisement | 203.02 | 166.53 |
| Food and Beverages | 270.42 | 213.08 |
| Cargo | 404.26 | 336.10 |
| Ground Handling | 213.26 | 161.12 |
| Parking | 92.55 | 73.08 |
| Land and Space — Rentals | 551.94 | 537.20 |
| Others | 376.57 | 303.75 |
| **Total Non -Aeronautical (B)** | 2,941.67 | 2,477.25 |
| Other operating revenue | | |
| Revenue from commercial property development (C) | 801.69 | 575.09 |
| **Total (A+B+C)** | 4,805.14 | 3,989.97 |

## 24. Other Income

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Interest income on financial asset carried at amortised cost** | | |
| Bank deposits and others | 71.93 | 39.78 |
| Security deposits given | 0.54 | 0.72 |
| Interest income on other financial asset | 7.21 | 6.50 |
| **Dividend Income on non-current investments carried at cost** | 174.41 | 135.03 |
| **Other non-operating income** | | |
| Gain on sale of financial assets carried at fair value through profit and loss | | |
| Current investments-Mutual fund | 32.76 | 19.21 |
| Fair value gain on financial instruments at fair value through profit and loss* | 1.57 | 1.09 |
| Profit on sale of property, plant and equipment | - | 0.36 |
| Profit on relinquishment of assets rights | - | 59.57 |
| Miscellaneous income | 1.30 | 2.04 |
| | 289.72 | 264.30 |

* Fair value gain on financial instrument at fair value through profit and loss relates to current investment in mutual funds.

## 25. Employee Benefits Expense

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Salaries, wages and bonus | 257.67 | 222.20 |
| Contribution to provident and other funds | 17.08 | 16.00 |
| Gratuity expenses [refer note 34(c)] | 2.66 | 2.73 |
| Staff welfare expenses | 13.42 | 11.05 |
| | 290.83 | 251.98 |

## 26. Depreciation and amortization expense

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Depreciation on property, plant and equipment (refer note 4) | 769.05 | 641.24 |
| Amortisation of intangible assets (refer note 6) | 9.74 | 9.31 |
| Depreciation on right-of-use assets (refer note 5) | 13.34 | 5.24 |
| | 792.13 | 655.79 |

## 27. Finance Costs

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Interest on borrowings | 840.91 | 575.17 |
| Call spread option premium | 152.72 | 152.31 |
| Interest expenses on financial liability carried at amortised cost | 84.23 | 75.73 |
| Other interest | 4.63 | 5.06 |
| Other borrowing costs | | |
| -Bank charges | 1.50 | 0.38 |
| -Other cost | 1.33 | 1.67 |
| Redemption premium on borrowings | 41.73 | - |
| | 1,127.05 | 810.32 |

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WALKER CHANDIOK & CO LLP * CHARTERED ACCOUNTANTS *

K.S. RAO & CO. * Chartered Accountants * BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. * New Delhi * नई दिल्ली *

## 28. Other expenses

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Utility expenses | 69.20 | 76.50 |
| Repairs and maintenance | | |
| Plant and machinery | 139.60 | 117.61 |
| Buildings | 38.66 | 41.10 |
| IT Systems | 38.82 | 34.26 |
| Others | 25.17 | 22.71 |
| Manpower hire charges | 168.62 | 145.51 |
| Airport Operator fees | 113.39 | 64.67 |
| Security related expenses | 23.49 | 20.88 |
| Insurance | 23.68 | 21.42 |
| Consumables | 15.90 | 24.90 |
| Professional and consultancy expenses | 66.64 | 104.45 |
| Travelling and conveyance | 48.74 | 45.53 |
| Rates and taxes | 40.84 | 19.57 |
| Rent (including lease rentals) | 2.12 | 5.60 |
| Advertising and sales promotion | 30.99 | 15.64 |
| Communication costs | 2.34 | 1.08 |
| Printing and stationery | 1.77 | 1.21 |
| Directors' sitting fees | 0.23 | 0.24 |
| Provision for non-moving inventory | 1.07 | - |
| Payment to auditors (refer note A below) | 1.39 | 1.08 |
| Impairment loss allowance on trade receivables / bad debts written off | - | 0.56 |
| Exchange difference (net) | 0.48 | 0.75 |
| Corporate cost allocation | 83.40 | 68.33 |
| Collection charges (net) | 3.84 | 7.18 |
| Donations | 0.51 | 0.38 |
| CSR expenditure (refer note B below) | 6.00 | 4.42 |
| Property, plant and equipment written off | 0.06 | 12.50 |
| Expenses of commercial property development | 28.59 | 32.84 |
| Miscellaneous expenses | 3.92 | 5.60 |
| | 979.46 | 896.52 |

**A. Payment to Auditors (Included in other expenses above)**
(Excluding Goods and service tax)

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **As Auditor** | | |
| Audit fee | 1.03 | 0.99 |
| Tax audit fee | 0.06 | 0.06 |
| **Other services** | | |
| - Other services (including certification fees) | 0.20 | - |
| -Reimbursement of expenses | 0.10 | 0.03 |
| | 1.39 | 1.08 |

**B. Details of CSR expenditure:**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| a) Gross amount required to be spent by the Company during the year | - | - |

| | Yet to be paid in cash | In cash | Total |
|---|---|---|---|
| | **March 31, 2024** | | |
| **(b) Amount spent during the year ended** | | | |
| i) Construction/acquisition of any asset | - | - | - |
| ii) On purposes other than (i) above* | - | 6.00 | 6.00 |
| | **March 31, 2023** | | |
| **c) Amount spent during the year ended** | | | |
| i) Construction/acquisition of any asset | - | - | - |
| ii) On purposes other than (i) above* | - | 4.42 | 4.42 |

* Includes Rs 3.50 crores (March 31, 2023 : Rs 3.00 crores) contribution to GMR Varalaksmi Foundation for various CSR activities related to health, education, gender equality and women empowerment as approved by CSR committee [refer note 36(a) and 36 (c)]

## 29. Exceptional items

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Property tax settlement with Delhi Cantonment Board (Refer note 35 (I) (a)) | 102.08 | - |
| Annual fee to AAI for the month of March 2022 (including interest) (Refer note 35 (I) (g)) | 164.84 | - |
| Reversal of provision against advance to AAI paid under protest (Refer note 35 (I) (g)) | (446.21) | - |
| Reversal of lease revenue (net of annual fee to AAI) (Refer note 42(j)) | - | 54.14 |
| Provision for impairment in value of non-current investment [Refer note 35 (III)(ii)(g)] | - | 5.16 |
| | (179.29) | 59.30 |

*(This space has been intentionally left blank)*

**(All amounts in Rupees Crores, except otherwise stated)**

30. Components of other comprehensive income (OCI)

The disaggregation of changes to OCI by each type of reserve in equity is shown below:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Re-measurement gain on defined benefit plans [refer note 34 (c)] (A)** | **(1.00)** | **(1.82)** |
| Cash Flow Hedge Reserve (net) | (104.00) | (308.84) |
| Less: reclassified to statement of profit and loss | (0.20) | (1.07) |
| **Net movement of cash flow hedges (B)** | (104.20) | (309.91) |
| **Total (A+B)** | (105.20) | (311.73) |

31. Earnings Per Share (EPS)
The following reflects the (loss)/ profit and share data used in the basic and diluted EPS computations:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Loss attributable to equity holders of the company | (180.61) | (284.86) |
| Loss attributable to equity holders of the parent adjusted for the effect of dilution | (180.61) | (284.86) |
| Weighted average number of equity shares used for computing earning per share (basic and diluted) | 245.00 | 245.00 |
| Effect of dilution: | - | - |
| Convertible preference shares | - | - |
| | 245.00 | 245.00 |
| Earnings per share (basic) (Rs) | (0.74) | (1.16) |
| Earnings per Share (diluted) (Rs) | (0.74) | (1.16) |
| Face value per share (Rs) | 10.00 | 10.00 |

*(This space has been intentionally left blank)*

## 32. Other disclosures required as per Schedule III

### (a) Ageing schedules

### (i) Capital-Work-in-Progress (CWIP)#

| As at March 31, 2024 | Amount in CWIP for a period of | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 320.44 | 87.80 | 157.54 | 19.41 | **585.19** |

| As at March 31, 2023 | Amount in CWIP for a period of | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 2,541.73 | 2,542.07 | 1,479.21 | 1,519.87 | **8,082.88** |

# No project is temporarily suspended.

**Details of capital-work-in progress (CWIP), whose completion is overdue**

| As at March 31, 2024 | To be completed in | | | |
|---|---|---|---|---|
| | Less than 1 year | 1 - 2 years | 2 - 3 years | More than 3 years |
| Phase-3A Project ^ | 56.83 | - | - | - |

^ Due to COVID-19 pandemic and other unavoidable circumstances overall project completion date shifted from September 2023 to March 2024 and project cost increased from earlier approved cost of Rs. 11,550 crores to Rs 12,616 crores on account of GST Input Tax Credit, expected cost escalation (pending settlement), and interest / expenditure during construction period. As on March 31, 2024, except some minor works all works under Phase-3A expansion program have been completed and capitalized [refer note 42(m)].

| As at March 31, 2023 | To be completed in | | | |
|---|---|---|---|---|
| | Less than 1 year | 1 - 2 years | 2 - 3 years | More than 3 years |
| Phase-3A Project | 7,766.09 | - | - | - |

### (ii) Trade Receivables

**As at March 31, 2024**

| | Not due | Outstanding from the due date of payment | | | | | Total |
|---|---|---|---|---|---|---|---|
| | | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables – considered good | - | 42.75 | 16.56 | 14.89 | 4.96 | 10.61 | **89.77** |
| Undisputed trade receivables – which have significant increase in credit risk | - | - | - | 0.20 | - | 2.03 | **2.23** |
| Disputed trade receivable- Considered good | - | - | - | - | - | - | **-** |
| Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | **-** |
| Less :- Allowance for bad and doubtful debts | - | - | - | (0.20) | - | (2.03) | **(2.23)** |
| **Trade Receivables as on March 31, 2024*** | **-** | **42.75** | **16.56** | **14.89** | **4.96** | **10.61** | **89.77** |

***Unbilled receivables are shown as part of other financials assets (refer note 8), not included above**

**(All amounts in Rupees crores, except otherwise stated)**

**As at March 31, 2023**

| | Not due | Outstanding from the due date of payment | | | | | Total |
|---|---|---|---|---|---|---|---|
| | | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables – considered good | - | 17.80 | 29.93 | 18.74 | 4.75 | 5.58 | **76.80** |
| Undisputed trade receivables – which have significant increase in credit risk | - | 0.51 | 0.01 | - | - | 1.99 | **2.51** |
| Disputed trade receivable- Considered good | - | - | - | - | - | - | - |
| Disputed trade receivables which have significant increase in credit risk | - | - | - | - | - | - | - |
| Less :- Allowance for bad and doubtful debts | - | (0.51) | (0.01) | - | - | (1.99) | **(2.51)** |
| **Trade Receivables as on March 31, 2023*** | - | **17.80** | **29.93** | **18.74** | **4.75** | **5.58** | **76.80** |

*Unbilled receivables are shown as part of other financials assets (refer note 8), not included above.

**(iii) Trade Payables**

**As at March 31, 2024**

| | Unbilled dues | Not due | Outstanding from the due date of payment | | | | Total |
|---|---|---|---|---|---|---|---|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Micro and small enterprises | 39.87 | 10.07 | 6.80 | 0.01 | 0.04 | 0.06 | **56.85** |
| Others | 536.80 | 25.84 | 47.57 | 0.75 | 0.07 | 0.35 | **611.38** |
| Disputed dues — MSME | - | - | - | - | - | - | - |
| Disputed dues — Others | - | - | - | - | - | - | - |

**As at March 31, 2023**

| | Unbilled dues | Not due | Outstanding from the due date of payment | | | | Total |
|---|---|---|---|---|---|---|---|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Micro and small enterprises | 27.50 | 7.58 | 0.85 | 0.03 | 0.06 | 0.00 | **36.02** |
| Others | 200.43 | 128.93 | 79.91 | 0.24 | 0.44 | 0.07 | **410.02** |
| Disputed dues — MSME | - | - | - | - | - | - | - |
| Disputed dues — Others | - | - | - | - | - | - | - |

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K.S. RAO & CO. * Chartered Accountants * BENGALURU

दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड * Delhi International Airport Ltd. * New Delhi * नई दिल्ली *

Delhi International Airport Limited
CIN. U63033DL2006PLC146936
Notes to the standalone financial statements for the year ended March 31, 2024
(All amounts in Rupees Crores, except otherwise stated)

(b) Financial Ratios

| Ratio | Numerator | Denominator | As at March 31, 2024 | As at March 31, 2023 | Variance % | Remarks |
|---|---|---|---|---|---|---|
| Current ratio | Current assets | Current liabilities | 0.85 | 0.79 | 8% | |
| Debt-equity ratio | Total debt [Non-current borrowings + Current borrowings+Lease liabilities] | Shareholder's equity | 10.17 | 7.11 | 43% | Due to increase in non- current borrowings during the year and decrease in shareholder's equity because of the current year losses. |
| Debt service coverage ratio | Earnings available for debt services = [Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.] | Debt Service = [Interest, option premium & Lease Payments + Principal Repayments] | 1.15 | 0.90 | 27% | Due to increase in operating profit and exceptional item booked during the year |
| Return on equity ratio | Net Profit after tax (including OCI)[1] | Average Shareholder's equity | (17.51)% | (28.77)% | (39.15)% | Due to decrease in shareholder's equity because of the current year losses. |
| Inventory turnover ratio[2] | Costs of materials consumed | Average inventories | Not applicable | Not applicable | | |
| Trade receivables turnover ratio | Revenue from operations[3] | Average trade receivables[4] | 15.20 | 11.74 | 29% | Due to increase in operating revenue and reduction in average trade receivables |
| Trade payables turnover ratio | Other expenses and annual fee payable to AAI | Average trade payables | 5.92 | 7.58 | (21.85)% | |
| Net capital turnover ratio | Revenue from operations | Working capital | (9.90) | (7.11) | 39% | Due to increase in the revenue for the current year |
| Net profit ratio | Profit after tax | Revenue from operations | (3.76)% | (7.14)% | (47.35)% | Due to increase in finance cost and depreciation in current year as phase 3A capitalised during the current year |
| Return on capital employed | Earnings before interest and tax | Capital employed [5] | 5.81% | 3.79% | 53% | |
| Return on investment | Income generated from investments in equity instrument of Joint Venture and Associate Companies[6] | Weighted average investments[7] | 60.54% | 45.08% | 34% | Due to increase in dividend income during the current year |
| Return on investment | Income generated from other investments [8] | Time weighted average investments | 7.43% | 6.04% | 23% | |

Notes :

(1) Profit after tax includes Other comprehensive income (OCI).

(2) Company is not into manufacturing/ sales of product, hence this ratio is not applicable for the company.

(3) Revenue from Operations does not included notional income of Rs 435.25 crores and Rs 406.26 crores in current and previous year respectively.

(4) Average trade receivables includes average unbilled revenue of Rs 204.22 crores and Rs 187.30 crores in current and previous year respectively.

(5) Capital Employed is Tangible Net Worth, Total Debt including Lease liabilities and deferred tax liabilities.

(6) Dividend income received during the year after adjusting provision for impairment in value of non-current investment.

(7) It is the gross value of investment without adjusting provision for impairment in value of non-current investment.

(8) It includes income received from mutual funds, commercial papers and fixed deposits.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

(All amounts in Rupees crores, except otherwise stated)

(c) **Promoter Shareholding :-**

| Name of promoter | As at March 31, 2024 | | | As at March 31, 2023 | | |
|---|---|---|---|---|---|---|
| | Number of shares | % of total shares | % Change during the year | Number of shares | % of total shares | % Change during the year |
| GMR Airports Limited | 1,567,999,798 | 64% | Nil | 1,567,999,798 | 64% | Nil |
| GMR Airports Infrastructure Limited | 100 | 0.00% | Nil | 100 | 0.00% | Nil |
| GMR Energy Limited | 100 | 0.00% | Nil | 100 | 0.00% | Nil |
| GMR Airports Limited along with Mr. Srinivas Bommidala | 1 | 0.00% | Nil | 1 | 0.00% | Nil |
| GMR Airports Limited along with Mr. Grandhi Kiran Kumar | 1 | 0.00% | Nil | 1 | 0.00% | Nil |

(d) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

(e) The Company has no transactions/balances with companies which are struck off under section 248 of the Companies Act, 2013 to the best of the knowledge of Company's management.

(f) The Company has not traded or invested in Crypto currency or Virtual currency.

(g) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall:
   (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or
   (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

(h) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
   (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;
   (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(i) The Company has used borrowings from Banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

(j) The Company has not been declared willful defaulter by any bank or financial Institution or other lender.

(k) The Quarterly return/statements of current assets filed by the Company with banks and financial institutions in relation to secured borrowings wherever applicable are in agreement with books of accounts.

(l) The Company does not have any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

(m) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

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(n) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

(o) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

## 33. Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

### 33.1 Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised In the financial statements.

**Discounting rate**

The Company has considered incremental borrowing rate of Airport sector as at transition date, for measuring deposits being financial assets and financial liabilities, at amortised cost. The incremental borrowing rate have been revised for period starting from April 1, 2023 for all the deposits taken/received post March 31, 2023. The impact has, accordingly, been duly accounted for in these Financial Statements.

**Consideration of significant financing component in a contract**

The Company sells pouring rights at airport for which contract period is for more than one year. The Company concluded that there is a significant financing component for those contracts where the customer elects to pay in advance considering the length of time between the customer's payment and rendering services, as well as the prevailing interest rates in the market.

In determining the interest to be applied to the amount of consideration, the Company concluded that the interest rate implicit in the contract (i.e., the interest rate that discounts the cash selling price of the equipment to the amount paid in advance) is appropriate because this is commensurate with the rate that would be reflected in a separate financing transaction between the entity and its customer at contract inception.

**Non applicability of Service Concession Arrangement (SCA)**

DIAL had entered into Operation, Management and Development Agreement ('OMDA') with Airports Authority of India ('AAI'), which gives DIAL an exclusive right to operate, maintain, develop, modernize and manage the Delhi Airport on a revenue sharing model for an initial term of 30 years, which can be extended by another 30 years on satisfaction of certain terms and conditions pursuant to the provisions of the OMDA. Under the agreement, AAI has granted exclusive right and authority to undertake some of the functions of the AAI being the functions of operation, maintenance, development, design, construction, upgradation, modernization, finance and management of the Airport and to perform services and activities at the airport constituting 'Aeronautical Services' and 'Non-Aeronautical Services'. For prices, aeronautical services are regulated, while the regulator has no control over determination of prices for non-aeronautical services. The management of the Company conducted detailed analysis to determine applicability of Appendix D of Ind AS 115 and concluded that the same does not apply to DIAL. Company concession arrangement has significant non-regulated revenues, which are apparently not ancillary in nature, as these are important from DIAL, AAI and users/passengers perspective. Further, the regulated and non-regulated services are substantially interdependent and cannot be

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offered in isolation. The airport premise is being used both for providing regulated services (Aeronautical Services) and for providing non-regulated services (Non-aeronautical Services). Accordingly, the management has concluded that SCA does not apply in its entirety to the Company.

**Annual Fee to AAI**

As per the Concession Agreement (OMDA) entered into with AAI in April 2006, the Company is required to pay to AAI annual fee (AF) each year at 45.99% on its projected revenue and same shall be payable in twelve equal monthly instalments (MAF), to be paid in each calendar month. As per Article 1.1 of Chapter I of OMDA, "Revenue" is defined to mean all pre-tax gross revenue of DIAL with certain specified exclusions.

Management of the Company is of the view that the certain income / credits arising on adoption of Ind-AS was not in contemplation of parties in April 2006 when this Concession Agreement was signed / entered. Further, these income/credits in Statement of Profit and Loss do not represent actual receipts from business operations, from any external sources and therefore, these incomes/ credits should not be treated as "Revenue" for calculation of MAF to AAI. Accordingly, the Company, basis above and legal opinion, has provided the monthly annual fee to AAI based on Revenue as per the Ind AS financial statements after adjusting such incomes/credits [refer note 35(I)(g) and (h) and 42(g)].

**33.2 ESTIMATES AND ASSUMPTIONS**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based on its assumptions and estimates on parameters available when the standalone financial statements were prepared, existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**Taxes**

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

**Defined benefit plans**

The cost of the defined benefit plan and other post-employment benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.
The mortality rate is based on publicly available mortality tables for the specific countries. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

Further details about gratuity obligations are given in Note 34 (c).

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Delhi International Airport Limited New Delhi

**Provision for Leave encashment**

The present value of leave encashment is determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of discount rate, future salary increases, and withdrawal rates. Due to complexities involved in the valuation and its long-term nature, provision for leave encashment is sensitive to changes in these assumptions. All assumptions are reviewed at each balance sheet date.

**Contingencies**

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractor and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgement and the use of estimates regarding the outcome of future events.

**Fair value measurement of financial instruments**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 38, 39 and 40 for further disclosures.

**Impairment of non-financial assets**

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounting cash flow (DCF) model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.

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**34. Retirement and other employee Benefit:-**

**Employee Benefit:-**

**a) Leave Obligation**

The leave obligation cover the Company's liability for earned leave and sick leave. The entire amount of the provision of Rs. 36.37 crores (March 31, 2023: Rs. 32.52 crores) is presented as current in standalone financial statements since the Company does not have an unconditional right to defer settlement of the obligation.

**b) Defined contribution plans**

During the year ended March 31, 2024, the Company has recognised Rs. 17.08 crores (March 31, 2023: Rs. 16.00 crores) as an expense and included in Employee benefits expense as under the following defined contribution plans.

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| **Employer's contribution to** | | |
| Provident and other fund# | 13.28 | 12.15 |
| Superannuation fund* | 3.80 | 3.85 |
| **Total** | **17.08** | 16.00 |

# Net of amount transferred to Capital work-in-progress ('CWIP') and adjustment against Advance from Commercial Property Developers (CPD) Rs. 0.62 Crore (March 31, 2023: Rs. 0.51 Crore).

*Net of amount transferred to CWIP and adjustment against Advance from CPD Rs. 0.15 Crore (March 31, 2023: Rs. 0.09 Crore).

The Board of trustee meeting was held on March 31, 2022 wherein Trustees were informed that trust had surrendered with effect from April 1, 2022. Accordingly, the Company is contributing provident fund (PF) to Employees Provident fund organisation with effect from April 1, 2022.

**(c) Gratuity expense**

Gratuity liability is a defined benefit obligation (DBO) which is funded through policy taken from Life Insurance Corporation of India and Liability (net of fair value of investment in LIC) is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days' salary (based on last drawn basic salary) for each completed year of service.

The following tables summarise the components of net benefit expense recognised in the standalone statement of profit and loss and amounts recognised in the balance sheet for defined benefit plans/obligations:
Net employee benefit expense:

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Current Service Cost | 2.68 | 2.55 |
| Past Service Cost | - | - |
| Net Interest Cost | (0.01) | 0.18 |
| **Total** | **2.67** | **2.73** |

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इंदिरा गांधी Delhi International Airport Ltd. लिमिटेड

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the standalone financial statements for the year ended March 31, 2024**
**(All amounts in Rupees crores, except otherwise stated)**

Amount recognised in Other Comprehensive Income:

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Actuarial loss due to DBO experience | 0.30 | 0.70 |
| Actuarial (gain)/loss due to DBO financial assumptions changes | 0.70 | (0.42) |
| **Actuarial loss arising during period** | **1.00** | **0.28** |
| Return on plan assets less than discount rate | - | 1.54 |
| **Actuarial loss recognized in OCI** | **1.00** | **1.82** |

**Balance Sheet**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Defined benefit obligation | (33.39) | (29.78) |
| Fair value of plan assets | 35.64 | 26.72 |
| **Defined Benefit Plan Asset/(Liability)** | **2.25** | **(3.06)** |

Changes in the present value of the defined benefit obligation are as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Opening defined benefit obligation | 29.78 | 26.95 |
| Interest cost | 2.10 | 1.85 |
| Current service cost | 2.68 | 2.55 |
| Acquisition cost | (0.09) | (0.04) |
| Benefits paid (including transfer) | (2.07) | (1.80) |
| Actuarial loss on obligation-experience | 0.30 | 0.70 |
| Actuarial gain on obligation-financial assumption | 0.70 | (0.42) |
| **Closing defined benefit obligation** | **33.40** | **29.78** |

Changes in the fair value of plan assets are as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Opening fair value of plan assets | 26.72 | 20.36 |
| Acquisition Adjustment | - | (0.04) |
| Interest income on plan assets | 2.11 | 1.67 |
| Contributions by employer | 8.88 | 8.08 |
| Benefits paid (including transfer) | (2.07) | (1.81) |
| Return on plan assets lesser than discount rate | - | (1.54) |
| **Closing fair value of plan assets** | **35.64** | **26.72** |

The Company will not contribute to gratuity fund during the year ending on March 31, 2025 (March 31, 2024: Rs. 8.08 crores).

The major category of plan assets as a percentage of the fair value of total plan assets is as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| | (%) | (%) |
| Investments with insurer managed funds | 100 | 100 |

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

The principal assumptions used in determining gratuity obligation for the Company's plans are shown below:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Discount rate | 7.00% | 7.30% |
| Salary escalation | 6.00% | 6.00% |
| Expected rate of return on assets* | 7.00% | 7.00% |
| Attrition rate | 5.00% | 5.00% |

A quantitative sensitivity analysis for significant assumption as at March 31, 2024 is as shown below:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Assumptions** | **Discount rate** | |
| Sensitivity level | 1% | 1% |
| Impact on defined benefit obligation due to increase | (2.24) | (1.95) |
| Impact on defined benefit obligation due to decrease | 2.56 | 2.23 |

| Assumptions | Future Salary Increase | |
|---|---|---|
| Sensitivity level | 1% | 1% |
| Impact on defined benefit obligation due to increase | 2.11 | 1.85 |
| Impact on defined benefit obligation due to decrease | (1.93) | (1.70) |

| Assumptions | Attrition rate | |
|---|---|---|
| Sensitivity level | 1% | 1% |
| Impact on defined benefit obligation due to increase | 0.21 | 0.24 |
| Impact on defined benefit obligation due to decrease | (0.24) | (0.27) |

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

*The Company do not expect any material variation in the value of **fair value of plan assets** on account of change in expected rate of return on plan assets.

The average duration of the defined benefit plan obligation at the end of the reporting period is 10 years (March 31, 2023:10 years).

The following pay-outs are expected in next five years:

| Year Ending | Amount |
|---|---|
| March 31, 2025 | 4.02 |
| March 31, 2026 | 3.35 |
| March 31, 2027 | 2.80 |
| March 31, 2028 | 2.96 |
| March 31, 2029 | 3.24 |

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Delhi International Airport Ltd. New Delhi

**35. Commitments and Contingencies**

**I. Contingent Liabilities: - claims against the company not acknowledged as debts:**

| | Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| (i) | In respect of Income tax matters (disallowances/ additions made by income tax department) * | 64.29 | 64.29 |
| (ii) | In respect of Indirect tax matters [also refer note (e), (f) and (i) below] | 69.48 | 58.53 |
| (iii) | In respect of property tax matter [refer note (a) below] | - | 38.41 |
| (iv) | In respect of Annual fee payable to AAI [refer note (g) and (h) below] | | |
| (v) | In respect of Phase-3A expansion [refer note (j) below] | | |

*Matters disputed under Income Tax Act 1961, wherein disallowances result in reduction in 'returned loss' as per the return of income have not been considered for above disclosure. Tax impact of reduction in loss amounts to Rs. 80.30 crores (March 31, 2023: Rs. 74.27 crores).

a) During the year ended March 31, 2017, the Delhi Cantonment Board (DCB) had raised provisional invoice demanding property tax of Rs. 9.01 crores in respect of vacant land at IGI Airport for the financial year ended March 31, 2017. However, based on same computation method as used for payment of property tax to South Delhi Municipal Corporation (SDMC), the Company had made payment towards property tax for financial year ended March 31, 2017 to the financial year ended March 31, 2022 along with request to DCB to withdraw its demand. DCB has raised provisional invoice on April 29, 2019 and Notice of demand dated November 1, 2019 demanding property tax of Rs. 10.73 crores for the financial year ended March 31, 2020 along with arrears of Rs. 28.78 crores.

The Company has obtained a legal opinion; wherein it has been opined that liability w.r.t. earlier years cannot be ruled out. As DCB has not raised any demand for earlier years, and the Company has submitted its application for adopting the same computation method as considered by SDMC, while arriving at the demand for the financial year ended March 31, 2017, the amount of liability for earlier years is unascertainable, and therefore no provision has been considered.

The Company had filed a writ petition before the Hon'ble Delhi High court against DCB to set aside the impugned demand notices. The Hon'ble Delhi High court heard the matter on December 2, 2019 and directed to keep in abeyance the impugned demand notices and directed DCB to grant a detailed hearing to the Company, upon the Company's filing a representation before the DCB, subject to deposit a sum of Rs. 8.00 crores. In compliance of High Court order, the Company had deposited a sum of Rs. 8.00 crores under protest on December 20, 2019.

However, despite many representations made by the Company and ignoring all contentions of the Company, DCB had passed an assessment order dated June 15, 2020 levying the property tax of Rs. 867.21 crores per annum against its earlier assessment of tax of Rs. 9.13 crores per annum and raised the total demand of Rs. 2,601.63 crores for three years i.e. 2016-17 to 2018-19 and the Company has been directed to pay Rs. 2,589.11 crores after making due adjustments of amount already deposited. The order was in violation of the earlier order dated December 2, 2019 passed by the Hon'ble High Court of Delhi and was in breach of the provisions of the Cantonments Act. Accordingly, the Company filed a Writ Petition on July 20, 2020 before

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the High Court of Delhi challenging the assessment order dated June 15, 2020. The writ petition was heard on various dates in which Honourable Delhi High Court directed DCB not to take any coercive action against the Company till next hearing. During the pendency of writ petition, DCB had assessed additional demand of property tax for Rs. 2,599.46 crores for the triennial financial years 2019-20 to 2021-22 after considering amount paid by the Company.

The hearing in the matter was concluded on August 9, 2023 and order has been pronounced. To put a quietus to the issue and in the interest of justice as well as to achieve parity and uniformity to the property tax being levied by MCD, the Hon'ble Delhi High Court has set aside the previous assessments and ordered that fresh assessments shall be done and property tax shall be levied as per Section 73(b) of the Cantonments Act, 2006 by DCB on 1,438.2017 acres of land of the airport within 30 days of the order.

The Company had received the assessment order for the financial year ended March 31, 2017 to financial year ended March 31, 2023 towards property tax for Rs. 73.56 crores (after considering amount paid for Rs. 17.31 crores) on February 1, 2024 and for the financial year ended March 31, 2007 to financial year ended March 31, 2016 towards property tax for Rs. 55.58 crores on April 18, 2024 from DCB. DCB has not allowed the rebate of 25% which was provided in the final order of Hon'ble Delhi High Court.

The Company has made the payment of Rs. 50.85 crores against assessment order dated February 1, 2024 and Rs. 41.68 crores against assessment order dated April 18, 2024 after considering rebate of 25% as directed in the final order of Hon'ble Delhi High Court. The company had filed an application in Hon'ble Delhi High Court for directing DCB to provide rebate as pronounced in its order dated August 9, 2023. The Company has provided the additional amount of Rs. 102.08 crores for the property tax for the period FY 2006-07 to 2022-23 as an "Exceptional item" during the year ended March 31, 2024.

The matter was heard on May 10, 2024 and matter has been disposed off as DCB has agreed to provide the rebate.

b) The Ministry of Civil Aviation (MoCA) issued a Circular dated January 8, 2010 giving fresh guidelines regarding the expenditure which could be met out of the PSF (SC) and subsequently clarified by MoCA vide order dated April 16, 2010. Based on the said circular, the Company is not debiting such security expenditure to PSF (SC) escrow account. Further, vide circular dated May 17, 2012, it was further directed that any such expenditure already debited was required to be credited back to PSF(SC) account. However, security expenditure amounting to Rs. 24.48 crores was already incurred prior to April 16, 2010 and was debited to PSF (SC) account.

The Company had challenged the said circulars issued by MoCA before the Hon'ble High Court of Delhi by way of a Writ Petition. The Hon'ble Court, vide its order dated December 21, 2012, had restrained MoCA from taking any coercive measures in the form of initiation of criminal proceedings against the Company and the matter is now listed on July 18, 2024.

Based on an internal assessment and aforesaid order of the Hon'ble High Court of Delhi, the management is confident that no liability in this regard would be payable and as such no provision has been made in these standalone financial statements.

c) MoCA had issued orders in the past requiring the Company to reverse the expenditure incurred, towards procurement and maintenance of security systems/equipment and on creation of fixed assets out of PSF (SC) escrow account opened and maintained by the Company in a fiduciary capacity. In the opinion of the management of the Company, the Company had incurred Rs. 297.25 crores towards capital expenditure (excluding related maintenance expense and interest thereon) till the date of order out of PSF (SC) escrow account as per Standard Operating Procedure (SOPs), guidelines and clarification issued by MoCA from

Walker Chandiok
K.S. Rao & Co. Chartered Accountants Bengaluru
Delhi International Airport Ltd. New Delhi

time to time on the subject of utilization of PSF (SC) funds and as such had challenged the said order before Hon'ble High court of Delhi.
MoCA in its order had stated that approximate amount of reversal to be made by the Company towards capital expenditure and interest thereon amounting to Rs. 295.58 crores and Rs. 368.19 crores respectively, subject to the order of the Hon'ble High court of Delhi. The Hon'ble High Court of Delhi, vide its order dated March 14, 2014, stayed recovery of amount already utilized by the Company from PSF (SC) Escrow Account till date. The matter is now listed for hearing on September 10, 2024.

Based on an internal assessment, the management of the Company is of the view that no adjustments are required to be made in the books of accounts.

However, pursuant to AERA order No. 30/ 2018-19 dated November 19, 2018 with respect to Company's entitlement to collect X-ray baggage charges from airlines, the Company has remitted Rs. 119.66 crores to PSF (SC) for transfer of screening assets from PSF (SC) to the Company with an undertaking to MoCA by the Company that in case the matter pending before the Hon'ble High Court is decided in the Company's favour, the Company will not claim this amount back from MoCA.

d) The Company was entitled to custom duty credit scrip under Served from India Scheme (SFIS) of Foreign Trade Policy issued by Government of India. Under the terms of SFIS, service providers are entitled to custom duty credit scrip as a percentage of foreign exchange earned by the Company that can be utilized for payment of import duty. Till March 31, 2014, the Company had cumulatively utilized custom duty credit scrip amounting to Rs. 89.60 crores, in lieu of payment of import duty in respect of import of fixed assets (including capital work in progress) and accounted the same as grant as per para 15 of erstwhile Accounting Standard 12 and adjusted the same against certain expenditure which in its view are related to obtaining such custom duty credit scrip entitlements. Basis the opinion of the Expert Advisory Committee ('EAC') of the Institute of Chartered Accountants of India.

However, Airport Authority of India ('AAI') has expressed different view on this and argued that amount utilized under SFIS should be treated as revenue and accordingly annual fee on amount of Rs 89.60 crores is payable to AAI.

The Company had filed a writ petition against the AAI's letter In Hon'ble High Court of Delhi on July 10, 2015 disputing the demand and prayed for quashing of demand by AAI. Hon'ble High Court has granted the interim relief and disposed the writ petition with a direction to Company to seek remedy under the provisions of Arbitration law.

The matter was contested in arbitration before Arbitral Tribunal and arbitration award was pronounced in favour of the Company on December 27, 2018, mentioning that the income earned by way of SFIS Scrip does not fall under the definition of Revenue as per OMDA as it is not related with any Aeronautical or Non-Aeronautical activities and it is of the nature of capital receipt. Accordingly, no annual fee is payable to AAI by the Company on SFIS revenue and demand of AAI for annual fee stands rejected. However, AAI had filed an appeal challenging the order of Arbitral Tribunal before the High Court of Delhi on April 25, 2019 for setting aside the arbitration award dated December 27, 2018. The matter is now listed on August 2, 2024 for arguments.

e) The Director General of Central Excise Intelligence, New Delhi had issued a Show Cause Notice F. NO. 574/CE/41/2014/Inv./PT.II/11327 dated October 10, 2014 on the Company, proposing a demand of service tax of Rs. 59.91 crores (excluding interest and penalty) considering Advance Development Costs ('ADC') collected by Company from the Commercial Property Developers under the service tax category 'Renting of Immovable Property'.

The Company had replied to the show cause notice as referred to above with appropriate authority on April 17, 2015. Subsequently, Additional Director General (DG) (Adj.), Directorate General Central Excise Intelligence (DGCEI) had passed Order No. 10/2016-ST dated May 02, 2016 confirming demand of service tax of Rs. 54.31 crores and imposed equivalent penalty. However, based on an internal assessment by the Company in this regard, the Management is of the view that service tax is not leviable on ADC, as these are collected for development of certain infrastructure facilities for the common use and not for the exclusive use of any developer. Service tax liability on ADC, if any arises, shall be adjusted from ADC amount collected by Company from the Commercial Property Developers.

The Company had filed appeal before CESTAT, New Delhi on August 02, 2016 against the order dated May 02, 2016. The matter was concluded and decided vide order dated February 8, 2019 in favour of the Company setting aside the order of the DG (Adj.) raising a demand of service tax of Rs. 54.31 crores.

The department had filed SLP before Supreme Court, against the Order dated February 8, 2019 passed in favour of the Company. The Company had filed counter affidavit on September 9, 2020 and the matter is yet to heard.

Accordingly, the amount of Rs.54.31 crores disclosed as contingent liability as at March 31, 2024. Further, the management of the Company is of the view that no adjustments are required to be made to these standalone financial statements.

f) In certain matters before Hon'ble Delhi High Court or Hon'ble Supreme Court yet to be decided, wherein the Company has been made respondent and the petitions filed by the UOI, others/concessionaires which are relating to the applicability of service tax (under pre-GST regime) on services provided by the Company and the issues under consideration are related to licensing of space in Airport, Service tax on supply of electricity, running of duty free shops to be regarded as Airport Services. The Company initially charged service tax against the services provided, however levy and the applicability was contested by such parties and accordingly they filed petitions before judicial authorities making the Company as a party/respondent in the matters. The management is of the view that these matters will not result in any additional obligation on the Company in case of adverse decisions and in case of any demand or liability arising on account of adjudication of the issues, the same are recoverable from the service recipients.

g) DIAL issued various communications to Airports Authority of India ("AAI") from the month of March 2020 onwards inter-alia under Article 16 (Force Majeure) and informed AAI about the impact of Covid-19 on the Delhi International Airport and expressed its inability to perform its certain obligations under OMDA and thereby requested for excusal from payment of MAF on account of the same. The said event(s) of Force Majeure had also been admitted by AAI in its communication to DIAL. Consequently, DIAL was entitled to suspend or excuse the performance of its said obligation to pay Annual Fee/Monthly Annual Fee in accordance with OMDA, as notified to AAI. However, AAI had not agreed to such entitlement of DIAL under OMDA. This had resulted in dispute between DIAL and AAI and for the settlement of which, DIAL had invoked on September 18, 2020 dispute resolution mechanism in terms of Article 15 of OMDA. Further, on December 02, 2020, DIAL again requested to AAI to direct the ICICI Bank (Escrow Bank) to not to transfer the amounts from Proceeds Accounts to AAI Fee Account, seeking similar treatment as granted by Hon'ble High Court of Delhi to Mumbai International Airport Ltd.

In the absence of response from AAI, DIAL approached Hon'ble High Court of Delhi seeking certain interim reliefs by filing a petition u/s 9 of Arbitration and Conciliation Act on December 5, 2020 due to the occurrence of Force Majeure event post outbreak of COVID 19 and its consequential impact on business of DIAL, against AAI and ICICI Bank (Escrow Bank). The Hon'ble High Court of Delhi vide its order dated January 5, 2021 has granted ad-interim reliefs with following directions:

K.S. RAO & CO. Chartered Accountants

•The ICICI Bank is directed to transfer back, into the Proceeds Account, any amount which may have been transferred from the Proceeds Account to the AAI Fee Account, after December 9, 2020,

•Transfer of moneys from the Proceeds Account to the AAI Fee Account, pending further orders, shall stand stayed and DIAL can use money in Proceeds Account to meet its operational expenses.

Meanwhile with the nomination of arbitrators by DIAL and AAI and appointment of presiding arbitrator, the arbitration tribunal had commenced from January 13, 2021. The final arguments before arbitration tribunal were concluded in March 2023.

Before the DIAL's above referred Section 9 petition could be finally disposed off, AAI had preferred an appeal against the ad-interim order dated January 5, 2021 under section 37 of the Arbitration and Conciliation Act, 1996 before division bench of Delhi High Court, these proceedings were subsequently dismissed/disposed off in view of the settlement arrived at between the DIAL and AAI.

Basis legal opinion obtained, DIAL was entitled to not to pay the Monthly Annual fee under article 11.1.2 of OMDA to AAI being an obligation it was not in a position to perform or render on account of occurrence of Force Majeure Event, in terms of the provisions of Article 16.1 of OMDA till such time DIAL achieves level of activity prevailing before occurrence of Force majeure. Further, DIAL also sought relief for refund of MAF of an amount of Rs. 465.77 crores appropriated by AAI for the period starting from March 19, 2020 till December 2020.

In view of the above, the management of DIAL had not provided the Monthly Annual Fee to AAI for the period April 1, 2020 to March 31, 2022 amounting to Rs. 1,758.28 crores.

As AAI had already appropriated the Monthly Annual Fee amounting to Rs. 446.21 crores from April 01, 2020 till December 09, 2020, which DIAL had already protested, the same had been shown as Advance to AAI paid under protest. However, since the recovery of this amount was sub-judice before the Hon'ble High Court of Delhi and the arbitral tribunal, as a matter of prudence, DIAL had created a provision against above advance and shown the same in other expenses during financial year ended March 31, 2021.

As an interim arrangement, the Parties (DIAL and AAI) by mutual consent and without prejudice to their rights and contentions in the dispute before the arbitral tribunal, had entered into a settlement agreement dated April 25, 2022, for the payment of Annual Fee/ Monthly Annual Fee (AF/ MAF) with effect from April 2022, prospectively. Accordingly, DIAL is paying the MAF to AAI w.e.f April 1, 2022 onwards as per approved Business Plan.

Consequent to this interim arrangement, both DIAL and AAI have filed copy of the settlement agreement in their respective petition and appeal before Hon'ble Delhi High Court and have withdrawn the pending proceedings. This arrangement was entirely without prejudice to the rights and contentions of the parties in respect of their respective claims and counter claims in the then pending arbitration proceedings, including the disputes in respect of payment/non-payment of MAF from March 19, 2020 onwards, till such time as provided in Article 16.1.5 (c) of OMDA.

The Arbitral Tribunal on January 06, 2024 (corrected on January 16, 2024) has pronounced the award dated December 21, 2023. As per the award, the Company is excused from making payment of Annual Fee to AAI from March 19, 2020 till February 28, 2022.

AAI has filed Petition under Section 34 of the Arbitration and Conciliation Act, 1996 for setting aside the Arbitral Award on April 05, 2024 in Honourable Delhi High Court. The hearing in matter was held on April

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29, 2024, wherein the Court has granted stay on the arbitration award subject to AAI depositing amount of Rs. 471.04 core payable to the Company as per award within three weeks in the Court which AAI has deposited Rs. 471.04 crores in court on May 15, 2024. The matter was part heard on May 22, 2024 and is listed for final arguments on July 18, 2024.

Basis the elaborate findings by Arbitral Tribunal on the claims of the Company, the legal assessment of the petition filed by AAI and deposit of Rs. 471.04 crores made by AAI with the Hon'ble court, the management believes that Company has a strong case in its favour to succeed in maintaining the relief granted by arbitral tribunal on the excuse from payment of MAF during the period March 19, 2020 till February 28, 2022 and the corresponding extension of the term of OMDA. Accordingly, the Company has reversed the provision against advance created for Rs. 446.21 crores in the financial year ended March 31, 2021 and presented it as under "Exceptional items" during the year ended March 31, 2024.

Further, AAI has raised the invoice towards MAF of March 2022 on May 01, 2024 and requested payment along with interest. The Company has paid MAF and interest to AAI on May 06, 2024. Accordingly, the amount of Rs. 156.81 crores for MAF of March 2022 and Rs. 8.03 crores for interest till March 31, 2024 has been provided for by the Company under "Exceptional items" during year ended March 31, 2024.

h) The Government of India announced Services Export from India Scheme (SEIS) under Foreign Trade Policy (FTP) 2015-20 under which the service provider of notified services is entitled to Duty Credit Scrips as a percentage of net foreign exchange (NFE) earned. These Scrips either can be used for payment of basic custom duty on imports or can be transferred/traded in the market.

The Company is of the view that the Scrips received under SEIS are in nature of Government Grant and is similar to the Scrips received earlier under Served from India Scheme (SFIS) of Foreign Trade Policy 2010-15. Hence, in view of the Arbitral Order dated December 27, 2018 in case of SFIS Scrip, the Income from SEIS Scrip is out of the purview of revenue definition as per OMDA. Accordingly, management believes that, no Annual Fee is payable as per the provisions of OMDA, and has not been provided in these standalone financial statements.

However, Revenue Auditor appointed by AAI have considered the same as Revenue under OMDA and accordingly, AAI has asked the Company to pay revenue share on this revenue and withheld the amount of Rs. 43.21 crores from excess MAF payment in FY 2019-20.

The Company had shown the aforementioned amount of Rs. 43.21 crores as part of advances recoverable from AAI during the financial year ended March 31, 2022. Though, the Company had been following up continuously with AAI for adjustment/ refund of the said advances, however, despite several follow up AAI had not refunded/ adjusted the same in past 2 years.

Consequently, pending the settlement of High Court on similar matter related to SFIS scrips (on which arbitration award was in the Company's favour), and considering the delay and non-action on part of AAI to refund the said amount, as a matter of prudence, the Company had provided for the entire amount of Rs. 43.21 crores in the statement of profit and loss as Provision against Advance recoverable from AAI during the financial year ended March 31, 2022.

i) The GST department has issued Show Cause Notice (SCN) u/s 73 of the CGST Act, 2017, with reference number ZD0709230249437 dated September 23, 2023, for the tax period July 2017 to March 2018 alleging the tax demand amounting Rs. 57.75 crores pertaining to goods and services tax with an equal amount of interest. The demand has been raised in relation to (1) short payment of tax on output tax liability (2) excess ITC claimed basis reconciliation with table 8A of GSTR-9 (3) non-reversal of ITC under rule 42 and (4) claim of ineligible credit blocked under section 17(5) etc. The demand raised is system driven without looking into the actuals facts of each point raised. SCN does not contain any invoice wise detail while

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alleging the wrong claim of ITC or short payment of output tax. The SCN also carries various irregularities such as it has been issued without signature, no prior intimation regarding the issuance of the SCN has been provided neither through electronic means (i.e., email/ SMS) nor through physical correspondence and prescribed limit to issue SCN by a proper authorised officer seems to have not been followed. Basis the above, the Company is of view that SCN is vague and will not sustain.

The Company had filed its reply to SCN by November 18, 2023, the assessing officer has passed order on December 15, 2023 contemplating final demand of Rs. 1.09 crores (included interest and penalty) which is included in contingent liability above.

The Company has filed appeal against the order.

j) The Company is engaged in Operation, Maintenance and Development of Indira Gandhi International Airport, New Delhi. As part of project plan, the Company executes various projects with respect to airport development and operations from time to time. Owing to the nature of Infrastructure projects, on occasions, the Company receive certain claims from its vendors on cost escalation due to various factors such as, delayed completion of project, change of scope of work, delayed approval etc., Management of the Company is of the view that nature of these claims are routine in nature and disclosure of claim amount in standalone financial statements might impact the settlement of claims with respective vendors. However, basis the management estimates, appropriate provisions are considered in books of accounts.

**II. Financial guarantees-** The Company has not provided any financial guarantee other than performance guarantee on its own behalf, to any party.

Performance guarantees given by the Company on its own behalf are not considered as contingent liability.

**III. Capital and Other Commitments:**

**i. Capital Commitments**:

The Company has estimated amount of contracts remaining to be executed on capital account not provided for Rs. 596.90 crores (excluding GST) [Net of advances of Rs. 101.10 crores (excluding GST)] as at March 31, 2024 and Rs. 1,575.75 crores (excluding GST) [net of advances of Rs. 475.49 crores (excluding GST)] as at March 31, 2023.

**ii. Other Commitments:**

a. As per the terms of OMDA, the Company is required to pay annual fees to AAI at 45.99% of the revenue (as defined in OMDA) of the Company for an initial term of 30 years starting from May 2006 and which can be extended by another 30 years on satisfaction of certain terms and conditions pursuant to the provisions of OMDA. [Refer note 35(I)(g) and (h)].

b. In respect of its equity investment in East Delhi Waste Processing Company Private Limited, the Company along with SELCO International Limited has to maintain minimum 51% shareholding for a period of 2 years from the commissioning of the project and thereafter minimum 26% shareholding for next 10 years. The project has been commissioned with effect from April 28, 2017.

c. As per the terms of Airport Operator Agreement, the Company is required to pay every year 3% of previous year's gross revenue as operator fee to Fraport AG Frankfurt Airport Services Worldwide.

d. During previous years, the Company had entered into "Call spread Option" with various banks for hedging the repayment of 6.125% Senior secured notes (2026) of USD 522.60 million and 6.45%

Chartered Accountants

Senior secured notes (2029) for USD 500 million which are repayable in October 2026 and June 2029 respectively.

The terms of above agreements is as below:

| Option Value (in USD Mn) | Period | | Call spread range (INR/USD) | Total Premium Payable | Premium paid/adjusted till | Premium outstanding as at | |
|---|---|---|---|---|---|---|---|
| | From | To | | | March 31, 2024 | March 31, 2024 | March 31, 2023 |
| 522.60 | December 6, 2016 | October 22, 2026 | 66.85 - 101.86 | 1,241.30 | 895.69 | 345.61 | 471.38 |
| 350.00 | June 24, 2019 | May 30, 2029 | 69.25-102.25 | 742.79 | 348.30 | 394.49 | 469.62 |
| 150.00 | February 27, 2020 | May 30, 2029 | 71.75-102.25 | 307.17 | 132.74 | 174.43 | 207.66 |

During the previous year, the Company had entered into "Call spread Option" with bank for hedging the payment of interest liability on 6.125% Senior secured notes (2026) for USD 522.60 million borrowings.

During the previous year, the Company had entered into "Coupon only hedge" with bank for hedging the payment of interest liability on 6.45% Senior secured notes (2029) for USD 150 million borrowings.

**With respect to Subsidiary, Joint ventures and associates:**

e. The following investments have been pledged by the Company towards borrowings by these companies:

| Company Name | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | No. of Shares | Amount (Rs.) | No. of Shares | Amount (Rs.) |
| Delhi Airport Parking Services Private Limited | 36,648,000 | 366,480,000 | 36,648,000 | 366,480,000 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 1,568,000 | 15,680,000 | 1,680,000 | 16,800,000 |

f. In respect of the Company's investment in Joint Venture ('JV') entities and Associate Companies, other JV/ associate partners have the first right of refusal in case, any of the JV/ associate partners intend to sell its stake subject to other terms and conditions of respective JV/ associate agreements.

g. In respect of its equity investment in GMR Bajoli Holi Hydropower Private Limited ('Bajoli Holi'), the Company has to maintain minimum 17.33% of equity shareholding until the expiry of or early termination of power purchase agreement dated September 11, 2017 entered between the Company and the GMR Bajoli Holi Hydropower Private Limited, expiring on May 03, 2036. The Company had invested Rs. 108.33 crores as equity share capital. Due to inordinate delay in commencement of operation in GMR Bajoli Holi Hydropower Private Limited and basis the valuation report of the external valuer as at March 31, 2023, the Company has created a provision for impairment in its

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investment in Bajoli Holi for Rs. 33.37 crores in the financial year ended March 31, 2022 and Rs. 5.16 crores in the financial year ended March 31, 2023.

h. The Company had invested in DIGI Yatra foundation (DYF), a Special Purpose Vehicle (SPV) formed as central platform to identity management of passengers, as Joint Venture (JV) of private airport operators and Airports Authority of India (AAI) as Section 8 company (Not for Profit Organization) under the provisions of the Companies Act, 2013. Further, it had been decided by AAI that initially AAI, Delhi International Airport Limited (DIAL) and Bangalore International Airport Limited (BIAL) will form this company with the shareholding ratio of 26:37:37 respectively. Currently, DIGI Yatra foundation is having paid up share capital of Rs. 10,000 and DIAL has invested Rs. 1,480 only (March 31, 2023: Rs. 1,480). Currently, 26% shareholding of Digi Yatra Foundation is held by AAI and remaining 74% shareholding is equally divided amongst the Private Airport Operators viz. BIAL, Cochin International Airport Limited (CIAL), DIAL, GMR Hyderabad International Airport Limited (GHIAL), Mumbai International Airport Limited (MIAL) i.e. 14.80% each.

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Delhi International Airport Ltd. New Delhi

(All amounts in Rupees Crores, except otherwise stated)

**36. Related Party Transactions**

**a) Names of related parties and description of relationship:**

| Description of relationship | Name of the related parties |
|---|---|
| Ultimate Holding Company (Group) | GMR Enterprises Private Limited |
| Intermediate Holding Company | GMR Airports Infrastructure Limited[4] |
| Holding Company | GMR Airports Limited |
| Associates | Delhi Airport Parking Services Private Limited |
| | Travel Food Services (Delhi Terminal 3) Private Limited |
| | Celebi Delhi Cargo Terminal Management India Private Limited |
| | TIM Delhi Airport Advertising Private Limited |
| | DIGI Yatra Foundation[1] |
| Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company) | GMR Hyderabad International Airport Limited |
| | GMR Airport Developers Limited |
| | GMR Consulting services Private Limited |
| | GMR Aviation Private Limited |
| | Raxa Security Services Limited |
| | GMR Pochanpalli Expressways Limited |
| | GMR Highways Limited[5] |
| | GMR Energy Trading Limited |
| | GMR Goa International Airport Limited |
| | GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited)[2] |
| | GMR Hospitality & Retail Limited |
| | GMR Power and Urban Infra Limited |
| | GMR Green Energy Limited |
| | GMR Kamalanga Energy Limited |
| | GMR Warora Energy Limited |
| | GMR Vemagiri Power Generation Limited |
| Fellow associates (including associate companies of the ultimate/ Intermediate holding company) | GMR Tenaga Operations and Maintenance Private Limited |
| Joint ventures | Delhi Aviation Services Private Limited |
| | Delhi Aviation Fuel Facility Private Limited |
| | Delhi Duty Free Services Private Limited |
| | GMR Bajoli Holi Hydropower Private Limited[3] |
| Enterprises in respect of which the company is a joint venture | Airports Authority of India |
| | Fraport AG Frankfurt Airport Services Worldwide |
| Joint Ventures of member of a Group of which DIAL is a member | GMR Megawide Cebu Airport Corporation |
| Enterprises where significant influence of Key Management Personnel or their relatives exists | GMR Varalakshmi Foundation |
| Key Management Personnel | Mr. G.M. Rao – Executive Chairman |
| | Mr. G.B.S Raju- Managing Director |
| | Mr. Srinivas Bommidala – Non Executive Director |
| | Mr. Grandhi Kiran Kumar – Non Executive Director |
| | Mr. K. Narayana Rao - Whole Time Director |
| | Mr. Indana Prabhakara Rao- Executive Director |
| | Mr. Regis Lacote - Non Executive Director |
| | Mr. Pierre-Etienne Mathély-Alternate Director to Mr. Regis Lacote (wef. October 30, 2023) |
| | Ms. Denitza Weismantel- Non Executive Director |
| | Mr.Matthias Engler - Alternate Director to Ms. Denitza Weismantel |
| | Mr. Subba Rao Amarthaluru - Independent Director |
| | Dr. Emandi Sankara Rao- Independent Director |
| | Mr. Fabien Lawson - Director (wef. October 30, 2023) |
| | Ms.Bijal Tushar Ajinkya - Independent Director (wef. September 06, 2022) |
| | Dr. Mundayat Ramachandran - Independent Director |
| | Mr. Pankaj Malhotra- Additional Director (wef. December 09, 2023) |
| | Ms. Rubina Ali - Non Executive Director (AAI Nominee) |
| | Dr. Srinivas Hanumankar - Non Executive Director (AAI Nominee) (wef. October 01, 2023) |
| | Mr.Philipee Pascal - Non Executive Director (till October 26, 2023) |
| | Ms. Siva Kameswari Vissa - Independent Director (till September 05, 2022) |
| | Ms.Vidya Vaidyanathan - Additional Director (AAI Nominee) (wef. November 14, 2022 to November 29, 2023) |
| | Mr. Anil Kumar Pathak - Non Executive Director (AAI Nominee) (till September 30, 2023) |
| | Mr. K. Vinayak Rao - Non Executive Director (AAI Nominee) (wef. June 28,2021 to October 31,2022) |
| | Mr.Videh Kumar Jaipuriar - Chief Executive Officer |
| | Mr.Hari Nagrani - Chief Financial Officer |
| | Mr.Abhishek Chawla - Company Secretary |

1.The Company had invested in DIGI Yatra foundation, a Special Purpose Vehicle (SPV) formed as central platform for identity management of passengers, as Joint Venture (JV) of Private Airport Operators and Airports Authority of India (AAI) as Section 8 Company (Not for Profit Organization) under the provisions of the Companies Act, 2013. Further, it had been decided by AAI that initially AAI, Delhi International Airport Limited (DIAL) and Bangalore International Airport Limited (BIAL) will form this company with the shareholding ratio of 26:37:37 respectively. Currently, DIGI Yatra foundation is having paid up share capital of Rs. 10,000 and DIAL has invested Rs. 1,480 only (March 31, 2023: Rs. 1,480). Currently, 26% shareholding of Digi Yatra Foundation will be held by AAI and remaining 74% shareholding will be equally divided amongst the Private Airport Operators viz. BIAL, Cochin International Airport Limited (CIAL), DIAL, GMR Hyderabad International Airport Limited (GHIAL), Mumbai International Airport Limited (MIAL) i.e. 14.80% each.

During the previous year ended March 31, 2023, DIAL has transferred 74 equity shares (i.e. 7.4% equity in DYF) to Mumbai International Airport Limited (MIAL) on June 14, 2022.

2.GMR Aero Technic Limited has demerged the Maintenance, Repair and Overhaul (MRO) division and merged into GMR Air Cargo and Aerospace Engineering Limited. Therefore, the MRO business is now operated under the new name "GMR Air cargo and Aerospace Engineering Limited".

3. Due to inordinate delay in commencement of operation in GMR Bajoli Holi Hydropower Private Limited and basis the valuation report of the external valuer as at March 31, 2023, the Company has created a provision for impairment in its investment in GMR Bajoli Holi Private Limited for Rs. 38.53 crores in previous year ended March 31, 2023.

4. Change in the Name of "GMR Airports Infrastructure Limited" from "GMR Infrastructure Limited" with effect from September 15, 2022.

5. The composite scheme of amalgamation and arrangement for amalgamation of GMR Tuni-Anakapalli Expressways Limited (GTAEL) and GMR Tambaram Tindivanam Expressways Limited (GTTEL) with GMR Highways Limited was approved by the Hon'ble National Company Law Tribunal, Mumbai bench vide its order dated August 03, 2022 with Appointed date of April 01, 2019. The said Tribunal order was filed with the Registrar of Companies by the Company, GTAEL and GTTEL on August 11, 2022 thereby the Scheme becoming effective on that date.

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(All amounts in Rupees Crores, except otherwise stated)

**36 (b) Summary of balances with the above related parties are as follows:**

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Investments in subsidiary, associates and Joint Ventures** | | |
| **Investments in Unquoted Equity Share** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 29.12 | 29.12 |
| Travel Food services (Delhi Terminal 3) Private Limited | 5.60 | 5.60 |
| TIM Delhi Airport Advertising Private Limited | 9.22 | 9.22 |
| Delhi Airport Parking Services Private Limited | 40.64 | 40.64 |
| DIGI Yatra Foundation | 0.00 | 0.00 |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | 12.50 | 12.50 |
| Delhi Duty Free Services Private Limited | 39.92 | 39.92 |
| Delhi Aviation Fuel Facility Private Limited | 42.64 | 42.64 |
| GMR Bajoli Holi Hydropower Private Limited | 108.33 | 108.33 |
| **Provision for diminution in value of Non-Current Investments** | | |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 38.53 | 38.53 |
| **Trade Receivables (including marketing fund)** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.24 | 1.20 |
| **Holding Company** | | |
| GMR Airports Limited | - | 0.10 |
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 0.65 | 0.65 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Aviation Private Limited | 0.10 | 0.19 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.31 | 0.14 |
| GMR Highways Limited | 1.14 | 1.14 |
| GMR Energy Trading Limited | 0.08 | 0.78 |
| GMR Pochanpalli Expressways Limited | 2.75 | 2.84 |
| GMR Airport Developers Limited | 4.69 | 0.02 |
| Raxa Security Services Limited | 0.26 | 0.26 |
| GMR Consulting services Private Limited | - | 0.01 |
| GMR Power and Urban Infra Limited | 3.56 | 2.77 |
| GMR Green Energy Limited | - | 0.03 |
| GMR Warora Energy Limited | 3.61 | 4.38 |
| GMR Vemagiri Power Generation Limited | 2.83 | 2.83 |
| GMR Kamalanga Energy Limited | 4.45 | 4.14 |
| **Fellow associates (including associate companies of the ultimate/ Intermediate holding company)** | | |
| GMR Tenaga Operations And Maintenance Private Limited | 0.05 | 0.01 |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 0.17 | 0.14 |
| **Joint Venture of Member of a Group of which DIAL is a Member** | | |
| GMR Megawide Cebu Airport Corporation | 0.07 | 0.07 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 0.04 | - |
| **Other Financial Assets-Current** | | |
| **Unbilled receivables-Current** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 0.01 | - |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 8.74 | 7.91 |
| TIM Delhi Airport Advertising Private Limited | 29.74 | 29.53 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 23.57 | 17.98 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 2.49 | 2.70 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 22.90 | 12.92 |

K.S. Rao & Co. Chartered Accountants

Delhi International Airport Limited
CIN. U63033DL2006PLC146936
Notes to the standalone financial statements for the year ended March 31, 2024
(All amounts in Rupees Crores, except otherwise stated)

36 (b) Summary of balances with the above related parties are as follows:

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.01 | 0.01 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.09 | 0.06 |
| GMR Energy Trading Limited | 0.02 | 0.01 |
| GMR Pochanpalli Expressways Limited | 0.01 | - |
| GMR Consulting services Private Limited | 0.01 | - |
| GMR Airport Developers Limited | 2.41 | 1.86 |
| GMR Kamalanga Energy Limited | 0.01 | - |
| GMR Warora Energy Limited | 0.01 | - |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 1.00 | 1.01 |
| | | |
| **Other recoverable from related parties- Non-Current** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 446.21 | - |
| | | |
| **Other recoverable from related parties- Current** | | |
| Delhi Duty Free Services Private Limited | 0.11 | 0.09 |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.06 | 0.05 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.14 | 0.11 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.02 | - |
| TIM Delhi Airport Advertising Private Limited | 0.05 | 0.11 |
| DIGI Yatra Foundation | - | 0.17 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 43.21 | 489.42 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Goa International Airport Limited | - | 0.27 |
| GMR Aviation Private Limited | 0.01 | - |
| | | |
| **Advance to suppliers** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | - | 2.22 |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 19.80 | 62.31 |
| | | |
| **Provision against advance to AAI paid under protest** | | |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | 43.21 | 489.42 |
| | | |
| **Other Financial Assets - Current** | | |
| **Non- Trade Receivables (including marketing fund)** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.01 | 0.02 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Energy Trading Limited | 0.02 | 0.08 |
| GMR Airport Developers Limited | 92.87 | 84.50 |
| GMR Warora Energy Limited | 0.23 | 0.46 |
| GMR Kamalanga Energy Limited | 0.27 | 0.37 |
| GMR Vemagiri Power Generation Limited | 0.54 | 0.57 |
| **Joint Venture of Member of a Group of which DIAL is a Member** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 28.55 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 22.77 | 13.23 |

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Delhi International Airport Limited
CIN. U63033DL2006PLC146936
Notes to the standalone financial statements for the year ended March 31, 2024
(All amounts in Rupees Crores, except otherwise stated)

36 (b) Summary of balances with the above related parties are as follows:

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Trade payable (including marketing fund)-Current** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 12.60 | - |
| **Holding Company** | | |
| GMR Airports Limited | 31.85 | 37.80 |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 0.11 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| Raxa Security Services Limited | 3.95 | 2.09 |
| GMR Energy Trading Limited | 0.10 | 0.10 |
| GMR Airport Developers Limited | 10.52 | 1.59 |
| GEOKNO India Private Limited | - | 0.01 |
| GMR Vemagiri Power Generation Limit | 0.01 | 0.02 |
| GMR Power and Urban Infra limited | 0.02 | 0.02 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 211.77 | 107.53 |
| Fraport AG Frankfurt Airport Services Worldwide | 52.86 | 35.35 |
| **Other Financial Liabilities - Non Current** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 789.68 | 663.57 |
| **Other Financial Liabilities at amortised cost- Current** | | |
| **Security Deposits from trade concessionaires - current** | | |
| **Holding Company** | | |
| GMR Airports Limited | - | 0.01 |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.01 | 0.01 |
| TIM Delhi Airport Advertising Private Limited | 1.44 | 0.87 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.28 | 0.46 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 1.67 | 1.50 |
| Delhi Aviation Services Private Limited | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.11 | 0.11 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.08 | 0.32 |
| **Other Financial Liabilities at amortised cost- Non Current** | | |
| **Security Deposits from trade concessionaires - non current** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 0.24 | - |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 22.03 | 19.28 |
| Delhi Duty Free Services Private Limited | 210.74 | 204.32 |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 62.57 | 55.97 |
| Delhi Airport Parking Services Private Limited | 0.81 | 0.73 |
| TIM Delhi Airport Advertising Private Limited | 16.52 | 14.71 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 5.94 | 5.40 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 1.28 | 1.08 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.34 | - |

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WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

Delhi International Airport Limited
CIN. U63033DL2006PLC146936
Notes to the standalone financial statements for the year ended March 31, 2024
(All amounts in Rupees Crores, except otherwise stated)

36 (b) Summary of balances with the above related parties are as follows:

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Unearned Revenue - Current** | | |
| **Current** | | |
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 0.21 | 0.19 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.89 | 0.53 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.38 | 0.31 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.12 | 0.15 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Power and Urban Infra Limited | - | 0.01 |
| GMR Pochanpalli Expressways Limited | - | 0.01 |
| **Unearned Revenue - Non-Current** | | |
| **Non-Current** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.21 | 0.17 |
| TIM Delhi Airport Advertising Private Limited | 0.03 | 0.04 |
| Delhi Airport Parking Services Private Limited | 0.01 | - |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.10 | 0.07 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.01 | 0.01 |
| GMR Pochanpalli Expressways Limited | - | 0.01 |
| GMR Aviation Private Limited | 0.01 | - |
| **Deferred Revenue** | | |
| **Deferred Income on financial liabilities carried at amortised cost - Current** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.11 | 0.11 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 8.68 | 8.68 |
| TIM Delhi Airport Advertising Private Limited | 1.57 | 1.56 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.55 | 0.57 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 0.98 | 0.98 |
| Delhi Duty Free Services Private Limited | 13.22 | 13.69 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.04 | 0.01 |
| GMR Airport Developers Limited | 0.24 | 0.24 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.03 | - |
| **Deferred Revenue** | | |
| **Deferred Income on financial liabilities carried at amortised cost - Non-Current** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 1.18 | 1.29 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 85.14 | 93.97 |
| TIM Delhi Airport Advertising Private Limited | 8.46 | 10.02 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.55 | 1.11 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 8.23 | 9.23 |
| Delhi Duty Free Services Private Limited | 1.29 | 5.16 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 2.73 | 2.92 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.13 | - |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.09 | - |

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K.S. RAO & CO. Chartered Accountants BENGALURU

**(All amounts in Rupees Crores, except otherwise stated)**

**36 (b) Summary of balances with the above related parties are as follows:**

| **Balances as at Date** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| **Other Liabilities** | | |
| **Current** | | |
| **Joint Venture** | | |
| TIM Delhi Airport Advertising Private Limited | 0.05 | 0.09 |
| Delhi Duty Free Services Private Limited | 0.25 | - |
| **Other Current Liabilities** | | |
| **Capital creditors** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| Raxa Security Services Limited | 0.06 | 0.06 |
| GMR Airport Developers Limited | 0.02 | - |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 0.48 | - |
| **Other Liabilities- Current** | | |
| **Advance From Customers- Current** | | |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 0.02 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.44 | - |
| Delhi Airport Parking Services Private Limited | 0.04 | - |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| Raxa Security Services Limited | 0.25 | 0.25 |

**Note: Balances below Rs. 50,000 have not been reported in the above disclosure due to rounding off procedures.**

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(All amounts in Rupees Crores, except otherwise stated)

36 (c) Summary of transactions with the above related parties is as follows:

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Security Deposits from trade concessionaires | | |
| Security Deposits Received | | |
| Intermediate holding company | | |
| GMR Airports Infrastructure Limited | 0.36 | - |
| Associates | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 19.00 |
| Travel Food Services (Delhi Terminal 3) Private Limited | | |
| TIM Delhi Airport Advertising Private Limited | 0.58 | 0.07 |
| Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company) | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.26 | 0.08 |
| GMR Airport Developers Limited | 0.12 | - |
| Joint Ventures | | |
| Delhi Duty Free Services Private Limited | 0.11 | 2.79 |
| Security Deposits from trade concessionaires | | |
| Security Deposits Refunded | | |
| Associates | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.31 | 0.17 |
| Joint Ventures | | |
| Delhi Aviation Fuel Facility Private Limited | - | 87.46 |
| Delhi Aviation Services Private Limited | - | 15.17 |
| Holding Company | | |
| GMR Airports Limited | 0.01 | - |
| Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company) | | |
| GMR Airport Developers Limited | - | 0.33 |
| Intercompany loan given | | |
| Associates | | |
| DIGI Yatra Foundation | 1.00 | - |
| Intercompany loan received | | |
| Associates | | |
| DIGI Yatra Foundation | 1.00 | - |
| Marketing Fund Billed | | |
| Associates | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 2.43 | 1.99 |
| Joint Ventures | | |
| Delhi Duty Free Services Private Limited | 19.44 | 15.74 |
| Marketing Fund Utilised | | |
| Associates | | |
| TIM Delhi Airport Advertising Private Limited | 0.45 | 0.55 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.05 | - |
| Joint Venture | | |
| Delhi Duty Free Services Private Limited | 11.21 | - |
| Capital Work in Progress | | |
| Associates | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 0.02 |
| Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company) | | |
| GMR Airport Developers Limited | 12.82 | 10.98 |
| Raxa Security Services Limited | 0.72 | 0.74 |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | 2.99 | - |
| Non-aeronautical revenue | | |
| Intermediate Holding Company | | |
| GMR Airports Infrastructure Limited | 0.54 | 0.62 |
| Holding Company | | |
| GMR Airports Limited | 1.66 | 1.54 |
| Joint Venture | | |
| Delhi Aviation Fuel Facility Private Limited | 38.69 | 38.68 |
| Delhi Aviation Services Private Limited | - | 0.39 |
| Delhi Duty Free Services Private Limited | 625.30 | 496.49 |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

(All amounts in Rupees Crores, except otherwise stated)

**36 (c) Summary of transactions with the above related parties is as follows:**

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 204.65 | 166.40 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 318.94 | 269.70 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 57.42 | 48.82 |
| Delhi Airport Parking Services Private Limited | 92.56 | 73.13 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.09 | 0.09 |
| GMR Energy Trading Limited | 2.58 | 2.42 |
| GMR Green Energy Limited | 0.03 | 0.03 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 1.82 | 1.22 |
| GMR Pochanpalli Expressways Limited | 1.00 | 1.25 |
| Raxa Security Services Limited | 0.13 | 0.45 |
| GMR Airport Developers Limited | 10.06 | 8.36 |
| GMR Power And Urban Infra Limited | 1.95 | 2.35 |
| GMR Kamalanga Energy Limited | 2.61 | 2.43 |
| **Fellow associates (including associate companies of the ultimate/ Intermediate holding company)** | | |
| GMR Tenaga Operations and Maintenance Private Limited | 0.03 | 0.01 |
| **Aeronautical Revenue** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.06 | 0.05 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | - | 0.01 |
| **Other Income** | | |
| **Dividend Income on Non-current Investments** | | |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 4.78 | 1.81 |
| Delhi Duty Free Services Private Limited | 124.75 | 81.84 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 29.12 | 43.68 |
| Delhi Aviation Services Private Limited | - | 3.50 |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 4.20 |
| Delhi Airport Parking Services Private Limited | 10.16 | - |
| Travel Food Services (Delhi Terminal 3) Private Limited | 5.60 | - |
| **Profit on relinquishment of assets rights** | | |
| **Advance to suppliers** | | |
| GMR Airport Developers Limited | - | 59.57 |
| **Discounting income** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Airport Developers Limited | 7.21 | 6.50 |
| **Non-aeronautical - Income on Security Deposits** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.11 | 0.11 |
| TIM Delhi Airport Advertising Private Limited | 1.70 | 1.65 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 8.83 | 8.72 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.60 | 0.63 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 1.00 | 1.85 |
| Delhi Duty Free Services Private Limited | 8.33 | 13.87 |
| Delhi Aviation Services Private Limited | - | 0.42 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.01 | 0.03 |
| GMR Airport Developers Limited | 0.27 | 0.42 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.02 | - |
| **Other Revenue** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.05 | - |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.12 | - |
| DIGI Yatra Foundation | 0.05 | - |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | - | 0.04 |

K.S. RAO & CO. Chartered Accountants BENGALURU

(All amounts in Rupees Crores, except otherwise stated)

36 (c) Summary of transactions with the above related parties is as follows:

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Key managerial Remuneration paid/payable** | | |
| **Short-term employee benefits*** | | |
| Managerial Remuneration | 23.38 | 20.61 |
| **Annual Fee** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 2,265.29 | 1,857.67 |
| **Bad Debts Written Off** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 0.04 |
| **Consultancy Charges** | | |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | - | 0.04 |
| **Expenditure write back** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Power And Urban Infra Limited | - | 0.01 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | - | 0.33 |
| **Finance Cost- Interest expense on financial liability carried at amortised cost** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.09 | 0.08 |
| TIM Delhi Airport Advertising Private Limited | 1.94 | 1.69 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 6.61 | 5.85 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.69 | 0.64 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 2.76 | 3.07 |
| Delhi Duty Free Services Private Limited | 10.47 | 22.36 |
| Delhi Aviation Services Private Limited | - | 0.42 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | - | 0.03 |
| GMR Airport Developers Limited | 0.17 | 0.41 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.02 | - |
| **Donations/ CSR Expenditure** | | |
| **Enterprises where significant influence of key Management personnel or their relative exists** | | |
| GMR Varalaksmi Foundation | 3.50 | 3.00 |
| **Finance Cost** | | |
| **Interest on Revenue share** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 4.22 | 5.13 |
| **Rent** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 15.94 | 0.23 |
| **Legal & Professional fee** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 0.79 | - |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Fraport AG Frankfurt Airport Services Worldwide | 1.00 | - |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 0.04 | - |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.06 | - |
| **Employee benefit expenses** | | |
| **Training expenses** | | |
| **Holding company** | | |
| GMR Airports Limited | 2.48 | 0.28 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 0.02 | 0.01 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| Raxa Security Services Limited | 0.05 | - |

* Managerial remuneration excludes provision for gratuity and compensated absences, since these are provided on the basis of an actuarial valuation for the Company as a whole.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

(All amounts in Rupees Crores, except otherwise stated)

36 (c) Summary of transactions with the above related parties is as follows:

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Manpower hire charges** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 74.84 | 63.68 |
| Raxa Security Services Limited | 0.59 | 1.59 |
| **Operations-Repairs & Maintenance-Buildings** | | |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | 0.04 | 0.03 |
| **Operations-Repairs & Maintenance-Landscape** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 11.44 | 7.76 |
| **Operations-Repairs & Maintenance-Others** | | |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | 0.01 | - |
| **Airport Operator fees** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Fraport AG Frankfurt Airport Services Worldwide | 113.39 | 64.67 |
| **Corporate Cost Allocation** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 32.31 | 20.65 |
| **Holding Company** | | |
| GMR Airports Limited | 51.09 | 47.68 |
| **Security related expenses** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| Raxa Security Services Limited | 25.87 | 23.80 |
| **Hire Charges-Equipment's** | | |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | - | 0.14 |
| **Utility Expenses** | | |
| **Electricity charges** | | |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 176.04 | 118.61 |
| **Electricity charges recovered** | | |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 10.04 | 9.56 |
| Delhi Aviation Services Private Limited | - | 1.56 |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 3.84 | 3.80 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 11.66 | 8.45 |
| TIM Delhi Airport Advertising Private Limited | 4.63 | 4.19 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 13.81 | 12.29 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Energy Trading Limited | 0.13 | 0.17 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited)3 | 0.02 | 0.01 |
| GMR Pochanpalli Expressways Limited | 0.03 | 0.04 |
| GMR Airport Developers Limited | 21.50 | 14.05 |
| GMR Power And Urban Infra Limited | 0.04 | 0.02 |
| Raxa Security Services Limited | - | 0.02 |
| GMR Kamalunga Energy Limited | 0.24 | 0.23 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.03 | 0.03 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 13.33 | 14.58 |

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Delhi International Airport Ltd. New Delhi

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the standalone financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

36 (c) Summary of transactions with the above related parties is as follows:

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Water charges recovered | | |
| Joint Ventures | | |
| Delhi Aviation Services Private Limited | - | 0.02 |
| Delhi Duty Free Services Private Limited | 0.02 | 0.02 |
| Associates | | |
| Delhi Airport Parking Services Private Limited | 1.39 | 0.95 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 1.56 | 1.36 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 3.48 | 3.01 |
| Fellow Subsidiaries( including subsidiary companies of the ultimate Holding Company) | | |
| GMR Energy Trading Limited | 0.03 | 0.02 |
| GMR Airport Developers Limited | 0.50 | 0.36 |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | - | 4.96 |
| Common Area Maintenance Charges recovered | | |
| Joint Ventures | | |
| Delhi Duty Free Services Private Limited | 0.47 | 0.09 |
| Associates | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 1.13 | 0.78 |
| Airport Entry Fees Recovered | | |
| Associates | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.05 | 0.05 |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 0.02 |
| TIM Delhi Airport Advertising Private Limited | 0.01 | 0.01 |
| Joint Ventures | | |
| Delhi Duty Free Services Private Limited | 0.03 | 0.03 |
| Consultancy Charges recovered | | |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | 0.83 | - |
| BID Award Cost Recovered | | |
| Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company) | | |
| GMR Airport Developers Limited | - | 0.50 |
| Recovery of Collection Charges | | |
| Enterprises in respect of which the Company is a joint venture | | |
| Airports Authority of India | 0.38 | 5.24 |
| Directors' sitting fees | | |
| Key Management Personnel | | |
| Ms. Siva Kameswari Vissa | - | 0.03 |
| Mr. Anil Kumar Pathak | - | 0.01 |
| Mr. Srinivas Bommidala | 0.01 | 0.01 |
| Mr. Grandhi Kiran Kumar | 0.01 | 0.01 |
| Mr. K. Vinayak Rao | - | 0.01 |
| Mr. Subba Rao Amarthaluru | 0.05 | 0.06 |
| Mr. M. Ramachandran | 0.05 | 0.05 |
| Dr. Emandi Sankara Rao | 0.05 | 0.05 |
| Mr. Pankaj Malhotra | 0.01 | - |
| Ms. Bijal Tushar Ajinkya | 0.05 | 0.02 |
| Ms. Vidya | 0.01 | 0.01 |
| Dr. Srinivas Hanumankar | 0.01 | - |

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Delhi International Airport Limited New Delhi

**(All amounts in Rupees Crores, except otherwise stated)**

**36 (c) Summary of transactions with the above related parties is as follows:**

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Expenses incurred by Company on behalf of related parties** | | |
| **Intermediate Holding company** | | |
| GMR Airports Infrastructure Limited | 0.01 | 0.01 |
| **Holding company** | | |
| GMR Airports Limited | - | 0.33 |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | - | 0.53 |
| Delhi Duty Free Services Private Limited | 0.84 | 0.64 |
| GMR Bajoli Holi Hydropower Private Limited | 0.03 | 0.38 |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 1.01 | 0.87 |
| TIM Delhi Airport Advertising Private Limited | 0.61 | 0.82 |
| Delhi Airport Parking Services Private Limited | 0.70 | 0.60 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.75 | 0.63 |
| **Fellow Subsidiaries( including subsidiary companies of the ultimate Holding Company)** | | |
| GMR Warora Energy Limited | 0.02 | 0.05 |
| GMR Highways Limited | - | 0.04 |
| GMR Pochanpalli Expressways Limited | 0.01 | 0.08 |
| GMR Energy Trading Limited | 0.01 | 0.09 |
| GMR Airport Developers Limited | 0.01 | 0.01 |
| GMR Consulting services Private Limited | 0.01 | 0.01 |
| **Expenses incurred by related parties on behalf of Company** | | |
| **Holding Company** | | |
| GMR Airports Limited | - | 0.70 |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.36 | 0.25 |
| Raxa Security Services Limited | - | 0.01 |
| GMR Hospitality & Retail Limited | 0.02 | 0.26 |
| **Fellow Subsidiaries( including subsidiary companies of the ultimate Holding Company)** | | |
| GMR Energy Trading Limited | - | 0.10 |
| **Exceptional items** | | |
| **Joint Ventures** | | |
| Provision for diminution in value of non-current investment [Refer Note 35 (III)(ii)(b)] | - | 5.16 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 164.84 | 32.37 |
| Airports Authority of India ( Reversal of provision against advance to AAI paid under protest) | 446.21 | - |

Note: Transactions below Rs. 50,000 have not been reported in the above disclosure due to rounding off procedures.

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**36 (d) Interest in significant investment in subsidiary, joint ventures and associates:**

| Name of Entities | Relationship | Ownership interest | Date of incorporation | Country of incorporation |
|---|---|---|---|---|
| Celebi Delhi Cargo Terminal Management India Private Limited | Associate | 26.00% | June 18, 2009 | India |
| Delhi Duty Free Services Private Limited | Joint Venture | 49.90% | July 07, 2009 | India |
| Delhi Airport Parking Services Private Limited | Associate | 49.90% | February 11, 2010 | India |
| Travel Food Services (Delhi Terminal 3) Private Limited | Associate | 40.00% | December 04, 2009 | India |
| TIM Delhi Airport Advertising Private Limited | Associate | 49.90% | June 01, 2010 | India |
| DIGI Yatra Foundation [Refer note 35 (III) (ii) (h)] | Associate | 14.80% | February 20, 2019 | India |
| GMR Bajoli Holi Hydropower Private Limited [Refer note 35 (III) (ii) (g)] | Joint Venture | 20.14% | September 11, 2017 | India |
| Delhi Aviation Fuel Facility Private Limited | Joint Venture | 26.00% | August 11, 2009 | India |
| Delhi Aviation Services Private Limited | Joint Venture | 50.00% | June 28, 2007 | India |

**Terms and Condition of transaction with related parties:**

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.

Outstanding balances at the reporting date are unsecured (except for the trade receivables amountiug to Rs. 5.98 crores which are secured by the way of security deposits or bank guarantees received from them) and settlement occurs iu cash. During the previous years, the Company had created a provision for impairment in its investment in GMR Bajoli Holi Hydropower Private Limited for Rs. 38.53 crores. This assessment is undertaken in each financial year through examining the financial position of the related party and the market in which the related party operates.

**Commitments with related parties:**

The commitments in respect of related parties are provided in note 35(III)(ii) above, forming part of these standalone financial statements.

**Transactions with key management personnel**

The transaction with key management personnel includes the payment of directors sitting fees and managerial remuneration, which are provided in note 36(c) above. There are no other transactions with Key management personnel.

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### 37. Segment Information

The Company has only one reportable business segment, which is operation of airport and providing allied services and operates in a single business segment. Accordingly, the amounts appearing in the financial statements relate to the Company's single business segment. For Revenue disaggregated by primary geographical markets refer note 42 (1).

**Major customers:** Revenue from one customer of the Company exceeding 10% of the total revenue in current year is Rs. 625.30 crores (March 31, 2023: Rs. 496.49 crores).

### 38. Fair Values

The carrying amount of all financial assets and liabilities (except for certain other financial assets and liabilities, i.e. "Instruments carried at fair value") appearing in the financial statements is reasonable approximation of fair values. Such financial assets and liabilities carried at fair value are disclosed below:

| Particulars | Carrying value | | Measured at Fair value | | Measured at Amortised Cost | |
|---|---|---|---|---|---|---|
| | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 |
| **Financial Assets** | | | | | | |
| Current investments | 959.24 | 914.25 | 471.81 | 408.39 | 487.43 | 505.86 |
| Trade receivables | 89.77 | 76.8 | - | - | 89.77 | 76.8 |
| Cash and cash equivalents | 719.29 | 279.09 | - | - | 719.29 | 279.09 |
| Bank balance other than cash and cash equivalents | 606.42 | 47.27 | - | - | 606.42 | 47.27 |
| Other financial assets | 1,976.69 | 1,847.57 | 1,087.49 | 1,065.92 | 889.2 | 781.65 |
| **Total** | **4,351.41** | **3,164.98** | **1,559.30** | **1,474.31** | **2,792.11** | **1,690.67** |
| **Financial Liabilities** | | | | | | |
| Trade payables | 668.23 | 446.04 | - | - | 668.23 | 446.04 |
| Borrowings | 14,750.90 | 12,614.18 | - | - | 14750.9 | 12614.18 |
| Lease liabilities | 406.32 | 12.58 | - | - | 406.32 | 12.58 |
| Other financial liabilities | 3,166.15 | 2,866.19 | - | - | 3166.15 | 2866.19 |
| **Total** | **18,991.60** | **15,938.99** | - | - | **18,991.60** | **15,938.99** |

Investment in joint ventures and associates are measured at cost as per Ind AS 27, 'Separate financial statements' and hence, not presented here.

The management of the Company assessed that cash and cash equivalents, trade receivables, trade payables, other current financial assets and other current financial liabilities approximate carrying amounts largely due to short term maturities of these instruments.

The Fair value of the other financial assets and liabilities is included at the amount at which the Instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidated state, the following methods and assumptions were used to estimate the fair value.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

**Assumption used in estimating the fair values:**

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumption were used to estimate the fair values:

The Company enters into derivative financial instruments with various counterparties, principally financial institutions with investment grade credit ratings. Derivatives are valued using valuation techniques, which employs the use of market observable inputs. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves and forward rate curves of the underlying commodity. As at March 31, 2024, the marked-to-market value of derivative asset positions is net of a credit valuation adjustment attributable to derivative counterparty default risk.

**39. Fair value hierarchy**

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities.

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at March 31, 2024:

| | Fair value measurement using | | | | |
|---|---|---|---|---|---|
| | Date of valuation | Total | Market prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) |
| **Assets measured at fair value** | | | | | |
| Investment in mutual fund | March 31, 2024 | 471.81 | 471.81 | - | - |
| Cash flow hedges-Call spread option | March 31, 2024 | 1,087.49 | - | 1,087.49 | - |
| **Total** | | **1,559.30** | **471.81** | **1,087.49** | - |

There have been no transfers between Level 1, Level 2 and Level 3 during the year.

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at March 31, 2023 :

| | Fair value measurement using | | | | |
|---|---|---|---|---|---|
| | Date of valuation | Total | Market prices in active markets (Level 1) | Significant observable inputs (Level 2) | Significant unobservable inputs (Level 3) |
| **Assets measured at fair value** | | | | | |
| Investment in mutual fund | March 31, 2023 | 408.39 | 408.39 | - | - |
| Cash flow hedges-Call spread option | March 31, 2023 | 1,065.92 | - | 1,065.92 | - |
| **Total** | | **1,474.31** | **408.39** | **1,065.92** | - |

There have been no transfers between Level 1, Level 2 and Level 3 during the year.

## 40. Risk Management

### Financial risk management objectives and policies

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings, security deposits and trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide guarantees to support its operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations. The Company also enters into derivative transactions.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by senior management team that have the appropriate skills, experience and supervision. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

### Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of interest rate risk and currency risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

The sensitivity analysis in the following sections relate to the position as at March 31, 2024 and March 31, 2023:

The sensitivity analysis have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant and on the basis of hedge designations in place at March 31, 2024.

The analysis exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities of foreign operations. The analysis for the contingent liabilities is provided in Note 35 (I).

The following assumptions have been made in calculating the sensitivity analysis:

- The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2024 and March 31, 2023.

### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to risk of changes in market interest rates as the borrowings of the Company are at fixed rate of interest except interest for some of domestic NCDs issued by the Company, whose coupon reset is linked to Company's rating.

### Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the foreign currency borrowings taken from banks. However, the Company has hedged its borrowing through call spread option.

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**Cash flow hedges**

Foreign exchange call spread options measured at fair value through OCI are designated as hedging instruments in cash flow hedges to hedge the USD INR conversion rate volatility with reference to the cash outflows on settlement of its borrowings designated in USD.

The fair value of foreign exchange call spread option varies with the changes in foreign exchange rates and repayment of future premium.

| Particulars | March 31, 2024 | | March 31, 2023 | |
|---|---|---|---|---|
| | Assets | Liabilities | Assets | Liabilities |
| Cash flow hedges-Call spread option | 1,087.49 | - | 1,065.92 | - |

As at March 31, 2024 the USD spot rate is above the USD call option strike price for all call spread options of USD 1,022.26 million. Accordingly, an amount of Rs. 126.29 crores of foreign exchange loss has been transferred to Cash flow hedge reserve from standalone statement of profit and loss to neutralize the impact of foreign exchange loss included in standalone statement of profit and loss.

As at March 31, 2023, the USD spot rate is above the USD call option strike price for all call spread options of USD 1,022.26 million. Accordingly, an amount of Rs. 652.16 crores of foreign exchange loss has been transferred to Cash flow hedge reserve from standalone statement of profit and loss to neutralize the impact of foreign exchange loss included in standalone statement of profit and loss.

**Foreign currency sensitivity**

The following tables demonstrate the sensitivity to a reasonably possible change in foreign currency exchange rates, with all other variables held constant. The impact on the Company's profit/ (loss) before tax and equity is due to changes in the fair value of liabilities including non-designated foreign currency derivatives. The impact on the Company's pre-tax equity is due to changes in the fair value of forward exchange contracts designated as cash flow hedges and Interest rate swap. There is no change in the process of doing sensitivity analysis as compared to previous year. The Company's exposure to foreign currency changes for all other currencies is not material.

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| | Impact on profit/ (loss) before tax and equity | |
| **USD Sensitivity** | | |
| INR/USD- Increase by 2.02% (previous year - 4.93%) | (0.05) | (2.70) |
| INR/USD- decrease by 2.02% (previous year - 4.93%) | 0.05 | 2.70 |
| | | |
| **EURO Sensitivity** | | |
| INR/EURO- Increase by 5.77% (previous year - 8.75%) | (0.08) | (0.14) |
| INR/EURO- decrease by 5.77% (previous year - 8.75%) | 0.08 | 0.14 |
| | | |
| **GBP Sensitivity** | | |
| INR/GBP- Increase by 6.58% (previous year -11.61%) | (0.02) | (0.02) |
| INR/GBP- decrease by 6.58% (previous year -11.61%) | 0.02 | 0.02 |

| | | |
|---|---|---|
| **AED Sensitivity** | | |
| INR/AED Increase by 5% | (0.04) | (0.04) |
| INR/AED- decrease by 5% | 0.04 | 0.04 |
| | | |
| **AUD Sensitivity** | | |
| INR/AUD Increase by 5% | (0.00) | (0.00) |
| INR/ AUD - decrease by 5% | 0.00 | 0.00 |
| | | |
| **CAD Sensitivity** | | |
| INR/CAD Increase by 5% | 0.00 | (0.01) |
| INR/ CAD - decrease by 5% | 0.00 | 0.01 |

**Liquidity risk**

The Company monitors its risk of a shortage of funds on a regular basis. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, bank loans and finance leases. There is no debt which will mature in less than one year at March 31, 2024 (March 31, 2023: NIL) based on the carrying value of borrowings reflected in the financial statements. The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

| Particulars | On demand | Less than 3 months | 3 to 12 months | 1 to 5 years | > 5 years | Total |
|---|---|---|---|---|---|---|
| **As at March 31, 2024** | | | | | | |
| Borrowings* (including current maturities) | - | - | - | 7,871.80 | 6,914.25 | **14,786.05** |
| Trade payables | - | 668.23 | - | - | - | **668.23** |
| Lease liability | - | 23.02 | 69.10 | 354.27 | 158.63 | **605.02** |
| Other financial liabilities | 57.51 | 1,490.59 | 230.65 | 454.22 | 3,495.00 | **5,727.97** |
| **Total** | **57.51** | **2,181.84** | **299.75** | **8,680.29** | **10,567.88** | **21,787.27** |
| | | | | | | |
| **As at March 31, 2023** | | | | | | |
| Borrowings* (including current maturities) | - | - | - | 8,551.30 | 4,108.50 | **12,659.80** |
| Trade payables | - | 446.04 | - | - | - | **446.04** |
| Lease liability | - | 1.31 | 3.74 | 9.76 | - | **14.81** |
| Other financial liabilities | 20.44 | 1,201.89 | 334.20 | 350.42 | 3028.67 | **4,935.62** |
| **Total** | **20.44** | **1,649.24** | **337.94** | **8,911.48** | **7,137.17** | **18,056.27** |

*For range of interest, repayment schedule and security details refer note 17.

The Company has available Rs. 302.34 crores of undrawn borrowing facilities for future operating activities as at March 31, 2024 (March 31, 2023: Rs. 454.40 crores).

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**Credit Risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables and other financial assets) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Trade receivables- Customer credit risk is managed by Company subject to the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored and any services to major customers are generally covered by bank guarantee or other forms of credit assurance.

Financial instruments and cash deposits- Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counter party. Counterparty credit limits are reviewed by the Company's senior management on regular basis, and may be updated throughout the year. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

The Company's maximum exposure to credit risk for the components of the balance sheet at March 31, 2024 and March 31, 2023 is the carrying amounts of Trade Receivables.

**Collateral**

As at March 31, 2024 the security provided to NCD's, bond holders, hedge providers and working capital facilities is as below;

(i) A first ranking pari passu charge of all insurance contracts, contractors' guarantees and liquidated damages payable by the contractors, in each case, to the maximum extent permissible under the OMDA;

(ii) A first ranking pari passu charge of all the rights. titles, permits, approvals and interests of the Issuer in, to and in respect of the Project Agreements to the maximum extent permitted under the Project Agreements and the OMDA;

(iii) A first ranking pari passu charge on all the operating revenues/ receivables of the Issuer (excluding dues owed to AAI, airport development fees, the passenger service fees, the marketing fund and any other statutory dues) subject to the provisions of the OMDA and the Escrow Account Agreement; and

(iv) A first ranking pari passu charge on all the Issuer's accounts (to the extent permitted under the OMDA) and each of the other accounts required to be created by the Issuer pursuant to the Security Documents and, including in each case, all monies lying credited/deposited into such accounts (excluding accounts being maintained in relation to the airport development fees, the passenger service fees, the marketing fund, any other statutory dues and Escrow Account Agreement under the OMDA and all monies required to be credited/deposited into the debt service reserve accounts and major maintenance reserve account under the Trust and Retention Account Agreement held for the benefit of other secured.

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New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

## 41. Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is total net debt divided by total equity plus total net debt. The Company's policy is to keep the gearing ratio below 90%, which is reviewed at end of each financial year.

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Long term borrowings (including current maturities) | 14,750.90 | 12,614.18 |
| Current borrowings | - | - |
| **Total Borrowings (I)** | **14,750.90** | **12,614.18** |
| Less: | | |
| (i) Cash and cash equivalents | 719.29 | 279.09 |
| (ii) Bank balance other than cash and cash equivalents | 606.42 | 47.27 |
| (iii) Current investments | 959.24 | 914.25 |
| **Total cash & investments (II)** | **2,284.95** | **1,240.61** |
| **Net debt (A)= I-II** | **12,465.95** | **11,373.57** |
| Share Capital | 2,450.00 | 2,450.00 |
| Other Equity | (960.29) | (674.48) |
| **Total Equity (B)** | **1,489.71** | **1,775.52** |
| **Total equity and total net debts (C=A+B)** | **13,955.66** | **13,149.09** |
| **Gearing ratio (%) (A/C)** | **89.33%** | **86.50%** |

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2024 and March 31, 2023.

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## 42. Other Disclosures

**(a) AERA DF Order No. 28/2011-12, 30/2012-13 and AERA tariff order No. 03/2012-13 and 57/2020-21 on determination of Aeronautical Tariff; issued on November 14, 2011, December 28, 2012, April 24, 2012 and December 30, 2020 respectively**

AERA has issued tariff order no 57/2020-21 for third control period ("CP3") starting from April 1, 2019 to March 31, 2024 on December 30, 2020 allowing DIAL to continue with Base Airport Charges ("BAC") +10% tariff for the balance period of third control period. AERA has also allowed compensatory tariff in lieu of Fuel Throughput Charges w.e.f. February 01, 2021 for the balance period of third control period. DIAL had also filed an appeal against some of AERA's decision in third control period order on January 29, 2021 with Telecom Disputes Settlement and Appellate Tribunal ("TDSAT"). As per the AERA Order no. 40/2023-24 dated March 15, 2024, the existing tariff as applicable as on March 31, 2024, is extended on interim basis for a further period of six months or till the determination of regular tariffs for the fourth Control Period ("CP4") starting from April 1, 2024 to March 31, 2029.

DIAL had also filed appeal against the second control period ("CP2") before the TDSAT. Also, DIAL in respect of TDSAT order against first Control period appeal dated April 23, 2018 filed a limited appeal in the Hon'ble Supreme Court of India on July 21, 2018 in respect of which judgement pronounced on July 11, 2022, citing that all appeals are dismissed, except on the issue relating to corporate tax pertaining to aeronautical services, where DIAL's contention had been accepted that the Annual Fee paid by DIAL should not be deducted from expenses pertaining to aeronautical services before calculating the 'T' (tax) element in the formula.

TDSAT at the request of AERA and concurred by DIAL had agreed and tagged CP2 appeal with CP3 appeal. The final order was pronounced on July 21, 2023. TDSAT in its order has allowed certain claims of DIAL and disallowed certain others.

AERA has filed an appeal before the Hon'ble Supreme Court on October 19, 2023 against the judgement dated July 21, 2023 passed by TDSAT. The matter was last heard on March 11, 2024 and was directed to list on August 6, 2024 for arguments.

**(b) Particulars of un-hedged and un-discounted foreign currency exposure as at the reporting date are as under:**

| | March 31, 2024 | | | March 31, 2023 | | |
|---|---|---|---|---|---|---|
| **Particulars** | **Amount (Rs. in crores)** | **Currency** | **Foreign Currency in crore** | **Amount (Rs. In crores)** | **Currency** | **Foreign Currency in crore** |
| **Trade payables** | 1.39 | EUR | 0.02 | 4.64 | EUR | 0.05 |
| | 0.26 | GBP | 0.00 | 0.13 | GBP | 0.00 |
| | 2.46 | USD | 0.03 | 12.10 | USD | 0.15 |
| | 0.02 | AUD | 0.00 | 0.05 | AUD | 0.00 |
| | 0.78 | AED | 0.03 | 0.79 | AED | 0.04 |
| | - | CAD | - | 0.19 | CAD | 0.00 |
| **Other current liabilities** | 69.12 | USD | 0.82 | 32.96 | USD | 0.40 |

K.S. RAO & CO. Chartered Accountants BENGALURU

New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

**Closing exchange rates in Rs:**

| Currency | March 31, 2024 | March 31, 2023 |
|---|---|---|
| EUR | 89.877 | 89.443 |
| GBP | 105.032 | 101.648 |
| USD | 83.405 | 82.17 |
| AUD | 54.112 | 55.025 |
| AED | 22.712 | 22.373 |
| CAD | 61.267 | 60.668 |

**(c) Additional information:**

i) Earnings in foreign currency (On accrual basis, excluding GST)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Aeronautical Services (Revenue from airlines) * | 82.56 | 70.03 |

* These earnings are received by the respective airlines in foreign currencies and then remitted to the Company in INR.

ii) CIF value of imports (On accrual basis)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Import of capital goods | 9.86 | 38.28 |
| Import of stores and spares | 0.35 | 1.90 |
| **Total** | **10.21** | **40.18** |

iii) Expenditure in foreign currency charged to statement of profit & loss (On accrual basis)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Interest on borrowings | 251.52 | 259.70 |
| Professional and consultancy expenses | 4.55 | 16.52 |
| Finance costs | 0.08 | - |
| Other expenses | 2.51 | 1.91 |
| Travelling and conveyance | - | 1.26 |
| **Total** | **258.66** | **279.39** |

iv) Expenditure in foreign currency capitalised/ debited in borrowings/ debited in other borrowing cost to the extent not amortised (On accrual basis)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Interest on borrowings | 283.67 | 271.18 |
| Professional and consultancy expenses | 13.95 | 5.98 |
| Finance costs (Other borrowing cost including amount debited in borrowings/ debited in other borrowing cost to the extent not amortised) | - | - |
| **Total** | **297.62** | **277.16** |

v) Consumption of stores and spares during the year:

| Particulars | For the year ended March 31, 2024 | | For the year ended March 31, 2023 | |
|---|---|---|---|---|
| | % | Amount | % | Amount |
| Imported | 2.55 | 0.81 | 6.92 | 2.05 |
| Indigenous | 97.45 | 31.01 | 93.08 | 27.55 |
| **Total** | **100.00** | **31.82** | **100.00** | **29.60** |

vi) Consumption of capital spares during the year:

| Particulars | For the year ended March 31, 2024 | | For the year ended March 31, 2023 | |
|---|---|---|---|---|
| | % | Amount | % | Amount |
| Imported | 25.87 | 0.27 | 61.19 | 1.34 |
| Indigenous | 74.13 | 0.76 | 38.81 | 0.85 |
| **Total** | **100.00** | **1.03** | **100.00** | **2.19** |

**(d)** The Company has received Advance Development Costs (ADC) from various Developers at Commercial Property District towards facilitating the development of common infrastructure there in. As per the term of the agreement, the Company will facilitate the development of common infrastructure upon receipt of advance towards development cost in accordance with the instructions and specifications in the agreement. Further, the Company has no right to escalate the development cost and in case any portion of the advance development cost is not utilized by the Company towards development of any infrastructure facility, the same shall be returned to the Developers upon earlier of the expiry of the initial term of agreement or upon termination of the development agreement. The status of fund balance is as below:

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| ADC Funds Received * | 1,207.54 | 953.85 |
| Funds Utilized for Common Infrastructure Development (including refund of ADC) | 718.39 | 689.80 |
| Fund Balance disclosed under "other liabilities" | 489.15 | 264.05 |

* During the year, the Company has received Rs. 253.69 crores (March 31, 2023: Rs. 105 crores) for common infra development from Developers.

**(e)** Based on the legal opinion taken, the management is of the view that the Annual Fee payable to AAI should be based upon "Revenue" as defined under OMDA instead of on Gross Receipts credited to the statement of profit and loss (with certain exclusions). The matter was in dispute with the AAI. The Company had received the award of arbitral tribunal on July 16, 2022. Pursuant to the award, AAI inter alia is required to amend the scope of Independent Auditor to enable the determination of amount of excess annual fee paid by the Company from June 21, 2015 to the date of arbitral award and such determination was directed to be completed within 3 months from the date of award. However, AAI has instead filed a petition with Hon'ble Delhi High Court under section 34 of The Arbitration and Conciliation Act, 1996 for setting aside the Arbitral Award. Arguments were heard on February 03, 2023, on interim stay application filed by AAI and the Hon'ble court in the interim has provided that while the process to be undertaken by the Independent Auditor in terms of majority award in respect of claim no. 78 (d) shall continue, its findings shall not be given effect to nor shall refunds became payable in terms thereof till the final disposal of the matter. All liabilities of parties for the period prior to the present order shall continue as per the revenue sharing understanding which prevailed prior to the impugned award being rendered.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi नई दिल्ली

The arguments in the matter are concluded and the final order is reserved.

(f) The Company is collecting "Marketing Fund" at a specified percentage from various concessionaires as per the agreement with respective concessionaires and to be utilized towards sales promotional activities as defined in such agreements in accordance with the Marketing Fund policy adopted by the Company. As at March 31, 2024, the Company has accounted for Rs. 269.27 crores (March 31, 2023: Rs. 229.23 crores) towards such Marketing Fund and has incurred expenditure amounting to Rs. 212.19 crores (March 31, 2023: Rs. 183.48 crores) (net of income on temporary investments) till March 31, 2024 from the amount so collected. The balance amount of Rs. 57.08 crores pending utilization as at March 31, 2024 (March 31, 2023: Rs. 45.74 crores) against such sales promotion activities is included under "Other current liabilities" as specific fund to be used for the purposes to be approved by the Marketing fund committee constituted for this purpose as per Marketing Fund Policy.

(g) The Company is of the view that certain income/ credits arising on adoption of Ind-AS were not in contemplation of parties in April 2006 when this Concession Agreement i.e. OMDA was signed / entered. Further, these income/credits in Statement of Profit and Loss do not represent receipts from business operations from any external sources and therefore, these incomes/credits should not form part of "Revenue" as defined in OMDA for the purpose of calculating monthly annual fee (MAF) payable to AAI. Accordingly, the Company, based on legal opinion has provided the MAF to AAI based on Revenue as per the Ind AS financial statements after adjusting such incomes/credits. Detail of such incomes / credits are as under:

| **Description** | **Incomes forming part of** | **For the year ended March 31, 2024** | **For the year ended March 31, 2023** |
|---|---|---|---|
| Construction income from commercial property developers | Other operating income | 28.59 | 32.84 |
| Discounting on fair valuation of deposits taken from commercial property developers | Other operating income | 58.44 | 44.01 |
| Discounting on fair valuation of deposits taken from concessionaires | Sale of services – Non Aeronautical | 74.02 | 69.88 |
| Discounting on profit on relinquishment of assets rights | Other income | - | 40.43 |
| Fair value gain on financial instruments at fair value through profit and loss* | Other income | 0.49 | 1.09 |
| Interest income on financial asset carried at amortised cost | Other income | 7.21 | 6.50 |
| Discounting on fair valuation of deposits given | Other income | 0.54 | 0.72 |

Other income of Rs. 59.57 crores (Rs. 100 crores as per erstwhile IGAAP) towards profit on relinquishment of assets rights is also excluded from revenue for the calculation of annual fees for the year ended March 31, 2023.

However, the Company has accrued revenue on straight line basis, in accordance with Ind AS 116, Annual fee on this revenue is also provided which is payable to AAI in future years on actual realization of revenue as below:

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

| Description | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Revenue from operations | 274.21 | 259.52 |
| Annual fees to AAI | 126.11 | 119.36 |

Further, the Company has also provided the "Airport Operator Fees" included in "Other expenses" based on "Gross revenue" for the last financial year, after excluding the income/ credits from above transactions.

(h) As per the transfer pricing rules prescribed under the Income tax act, 1961, the Company is examining the domestic and international transactions and documentation in respect thereof to ensure compliance with the said rules. The management does not anticipate any material adjustment with regard to the transactions during year ended March 31, 2024.

(i) The Hon'ble Orissa High Court vide Judgement in W.P. No.20463/2018, in the case of Safari Retreats Private Limited, observed that the GST provisions under Section.17(5) (c ) and (d) w.r.t input tax credit eligibility are not in line with the objective of the Act to allow seamless credit where such input services are used to provide taxable output services and accordingly, it was held that if an assessee is required to discharge GST on the rental income, it is eligible to avail the Input Tax Credit (ITC) of GST paid on the goods or services or both by a taxable person for construction of an immovable property, when they are used in the course or furtherance of business. The Company is engaged in the operation of Airport, it renders taxable Output Services in the nature of Landing and Parking Charges, hanger services, Charges for use of Terminal facilities, refuelling facilities, licensing of space for various aeronautical and non- Aeronautical charges being its output supplies which are subject to output GST. Hence, the Company in view of the favourable judgment of Orissa High Court in the case of Safari Retreats Private Limited has availed the Input Tax Credit accumulated in respect of the Input goods and Services supplied for the construction of Airport facilities as part of Phase 3A expansion project and regular operations. Further, department has filed Special leave to appeal before Hon'ble Supreme Court of India against the judgement of Hon'ble Orissa High Court CWP No.20463/2018, where leave has been allowed without Stay of operation of the judgment. Thus relying upon the favourable ruling of Orissa High Court which is a binding law and enforceable across all jurisdictions, the management decided to avail the Input Tax Credit in the GST Returns and books for the respective periods, however, without the utilization of the said input tax credit, pending the outcome of the judgement of Hon'ble Supreme Court of India. Further a Writ Petition has also been filed by the company in the matter before Delhi High Court on July 10, 2020, for ITC claim to be allowed of GST in respect of the civil works i.e. works contract service and goods and services received by the company for construction of immoveable property used for providing output taxable supplies. The writ was heard by the Hon'ble High Court on July 29, 2020 and has issued notice to the respondents. Accordingly, the matter was heard on various dates. The matter came up for hearing on August 7, 2023 wherein the bench was apprised of the ongoing proceedings in the Supreme Court. The matter was last heard on December 11, 2023 and the order is awaited. Further the intervention application filed by DIAL in the main SLP No.26696/ 2019 has been part heard on September 14, 2023 and September 21, 2023. The hearing has been heard on October 12, 2023 and the order is awaited.

Considering that, the final decision in the SLP No.26696/2019 filed by Union of India and other connected matters, may take longer time, the management has taken a considered view for recognition of the project expenditure in terms of the prudent accounting principles and prevailing circumstances and also in view of the fact that various developmental activities under the Phase 3A expansion project are under completion and the said expenditure including the value of Input Tax Credit pertaining to the Civil Works was capitalised during the period ended March 31, 2023. However, the management reserves its right to claim ITC in case of favourable decision from the Supreme Court on the above issue. Accordingly, GST ITC on civil works amounting to Rs. 1,292.13 crores accumulated till March 31, 2024 (March 31, 2023: Rs. 997.13 crores) has been reversed from GST recoverable account and now capitalized against the respective assets/capital work

K.S. RAO & CO. Chartered Accountants

in progress in the books on accounts during financial year ended March 31, 2023 and year ended March 31, 2024 respectively [refer note 42 (m)].

**(j)** The Company has billed National Aviation Security Fees Trust ("NASFT") for lease rentals towards the land and space provided as barrack accommodation to CISF staff deployed at IGI Airport charging at the rates as per the principle defined in the State Support Agreement ("SSA") entered along with OMDA.

However, NASFT has refused to pay DIAL for the rentals for land and space billed for financial year ended March 31, 2021 and March 31, 2022 and advised the Company not to raise any invoices towards rentals for financial year March 31, 2023 citing that rentals are charged at high rates and any expenses incurred by Airport operator for construction of such accommodation should be claimed as part of Regulatory Asset Base (RAB). DIAL has raised objection on the stand taken by NASFT, which it believes is arbitrary in nature and is not in line with SSA. However, NASFT has not accepted the submissions made by DIAL and has withheld the payment for land and space rentals for the financial years ended March 31, 2021 and March 31, 2022.

In view of the above, the Company had decided not to raise any invoices for the financial year ended March 31, 2023 and has written off the lease receivables pertaining to these areas recognized earlier until financial year ended March 31, 2022 and had disclosed the amount of Rs. 54.14 crores as an "Exceptional item" during the previous year ended March 31, 2023.

**(k) Leases**

**Company as lessee**

The Company has taken office and residential space, information technology equipment, electrical installations and equipment and plant & machinery under lease arrangements. Office premises are obtained on lease for terms ranging from 0-10 years and are renewable upon agreement of both the Company and the lessor. There are no sub leases. The lease payment for the year (excluding taxes) is Rs. 7.20 crores (March 31, 2023 Rs. 9.96 crores).

**Lease liability:**

| Particulars | March 31, 2024 (Rs. in crores) | March 31, 2023 (Rs. in crores) |
|---|---|---|
| **Opening Lease liability** | **12.58** | **14.40** |
| Additions* | 404.04 | 1.02 |
| Modifications during the year | - | 2.15 |
| Interest for the year | 9.78 | 1.34 |
| Repayment made during the year | (20.08) | (6.33) |
| **Closing Lease liability** | **406.32** | **12.58** |

*Additions includes finance lease obligation pertaining to certain plant & equipment taken on lease as a part of Phase 3A expansion project. The lease rental payments are payable on monthly basis over the lease period of 7 years. The lease obligation is partly secured by security deposits given to the lessor and also through issuance of Standby letter of credit (SBLC) in favour of lessor. SBLC issued in this regard is secured by pari-passu charge on all the future revenues, receivables, Trust and Retention account, any other reserve, other bank accounts and insurance proceeds of the Company and all the rights, titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under Operation Management Development Agreement (OMDA) & the Escrow Account Agreement.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd New Delhi

**Maturity profile of Lease liability:**

| Particulars | within 1 year | 1-3 years | 3-5 years | Above 5 years | Total |
|---|---|---|---|---|---|
| **Year ended March 31, 2024** | | | | | |
| Lease payments | 43.07 | 97.99 | 123.42 | 141.84 | **406.32** |
| Interest payments | 49.06 | 80.60 | 52.25 | 16.67 | **198.58** |
| **Year ended March 31, 2023** | | | | | |
| Lease payments | 3.99 | 5.91 | 2.68 | - | **12.58** |
| Interest payments | 1.06 | 0.98 | 0.19 | - | **2.23** |

**Following amount has been recognised in statement of profit and loss account:**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Depreciation on right-of-use assets (Refer Note-5) | 13.34 | 5.24 |
| Interest on lease liabilities | 9.78 | 1.34 |
| Expenses related to low value assets and short-term lease (included under other expenses) | 0.25 | 0.27 |
| **Total amount recognized in statement of profit & loss account** | **23.37** | **6.85** |

**Operating lease: Company as lessor**

The Company has sub-leased land and space to various parties under operating leases. The leases have varying terms, escalation clauses and renewal rights.

The lease rentals received during the year (included in note 23) and future minimum rentals receivable under non-cancellable operating leases are as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Income Received during the year | 705.25 | 547.59 |
| **Receivables on non- cancelable leases** | | |
| Not later than one year | 728.97 | 564.96 |
| Later than one year but not later than two year | 754.34 | 589.59 |
| Later than two year but not later than three year | 781.49 | 615.93 |
| Later than three year but not later than four year | 810.54 | 644.12 |
| Later than four year but not later than five year | 841.63 | 674.29 |
| Later than five year | 30,415.86 | 23,351.69 |

**(l) Revenue**

For the year ended March 31, 2024, revenue from operations includes Rs. 159.21 crores (March 31, 2023: Rs. 145.50 crores) from the contract liability balance at the beginning of the period.

For the year ended March 31, 2024, revenue from operations includes Rs. 196.43 crores (March 31, 2023: Rs. 189.78 crores) from the contract assets balance at the end of the period.

The Company's revenue from operations disaggregated by primary geographical markets is as follows:

| | March 31, 2024 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| India | 1,061.78 | 2,941.67 | 801.69 | **4,805.14** |
| Outside | - | - | - | - |
| **Total** | **1,061.78** | **2,941.67** | **801.69** | **4,805.14** |

K.S. Rao & Co. Chartered Accountants

Delhi International Airport Ltd. New Delhi

(All amounts in Rupees crores, except otherwise stated)

| | March 31, 2023 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| India | 937.63 | 2,477.25 | 575.09 | **3,989.97** |
| Outside | - | - | - | - |
| **Total** | **937.63** | **2,477.25** | **575.09** | **3,989.97** |

The Company's revenue from operations disaggregated by pattern of revenue recognition is as follows:

| | March 31, 2024 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| Services rendered at a point in time | 1,020.10 | - | - | **1,020.10** |
| Services transferred over time | 41.68 | 2,941.67 | 801.69 | **3,785.04** |
| **Total** | **1,061.78** | **2,941.67** | **801.69** | **4,805.14** |

| | March 31, 2023 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| Services rendered at a point in time | 906.00 | - | - | **906.00** |
| Services transferred over time | 31.63 | 2,477.25 | 575.09 | **3,083.97** |
| **Total** | **937.63** | **2,477.25** | **575.09** | **3,989.97** |

**Reconciliation of revenue from operation recognised in the statement of profit and loss with the contracted price:**

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Revenue as per contracted price | 4,805.14 | 3,989.97 |
| Adjustments:<br>- Significant financing component | - | - |
| **Total** | **4,805.14** | **3,989.97** |

**(m)** During the year 2018-19, the Company had started construction activities for Phase 3A airport expansion as per Master Plan. The Company has incurred the following costs towards construction of Phase 3A works.

| **Particulars** | **Cumulative amount as at March 31, 2024 (excluding GST)** | **Cumulative amount as at March 31, 2023 (excluding GST)** |
|---|---|---|
| Cost incurred # | 10,651.98 | 8,113.02 |
| Capital advance outstanding | - | 337.03 |
| **Total Cost (excluding IDC) (A)** | **10,651.98** | **8,450.05** |
| Interest cost during construction (IDC)** | 2,121.54 | 1,678.43 |
| Less:- Income on surplus investments | (399.11) | (333.64) |
| **Net IDC (B)** | **1,722.43** | **1,344.79** |
| **Total Cost* (A+B)** | **12,374.41** | **9,794.84** |

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* Out of above, assets amounting to Rs. 12,315.47 crores (March 31, 2023: Rs. 1,691.72 crores) are ready for use as at March 31, 2024.

# The Company has capitalized GST ITC on Civil works related to Phase 3A airport expansion availed till March 31, 2024 for Rs. 1,196.34 crores (March 31, 2023: Rs. 945.81 crores) [refer note 42 (i) also].

** The Company has taken specific borrowings for the Phase 3A Expansion project (refer note 17). The effective rate for these borrowings ranges from 9.59% p.a. to 12.08% p.a. (March 31, 2023: 10.05% p.a. to 11.94% p.a.).

The Company has capitalized the following expenses during construction, included in the above, being expenses related to phase 3A airport expansion project. Consequently, expenses disclosed under the respective notes are net of amounts capitalized by the Company.

| **Particulars** | **Cumulative amount as at March 31, 2024** | **Cumulative amount as at March 31, 2023** |
|---|---|---|
| Employee benefit expenses | 65.06 | 54.83 |
| Manpower hire charges | 48.78 | 38.91 |
| Professional consultancy | 6.68 | 6.05 |
| Travelling and conveyance | 7.90 | 6.58 |
| Insurance | 4.65 | 4.55 |
| Others | 13.96 | 10.89 |
| **Total** | **147.03** | **121.81** |

(n) During the year, the Company has incurred net loss of Rs. 180.61 crores (March 31, 2023: Rs. 284.86 crores) and its current liabilities exceed its current assets by Rs. 485.41 crores as at 31 March 2024 (March 31, 2023: Rs. 560.90 crores). Considering the future business plans and sufficient unutilized approved credit facilities available with the Company, the management believes that the Company will be able to realize its assets and will be able to meet its liabilities at the amounts stated in books in the normal course of business. Accordingly, the Company has prepared these standalone financial statements on a going concern basis.

(o) The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted by the Companies (Accounts) Amendment Rules 2021 requiring companies, which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled.

The Company is using an accounting software for maintaining its books of account, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software, except that the audit trail logs for direct changes in data at database level for accounting software is available only for 7 days. The retention of edit logs for more than 7 days will require huge data space and accordingly, the Company has implemented additional control, wherein alerts generated through these logs are monitored at the Security operation Centre.

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Delhi International Airport Ltd. * New Delhi *

Chandiok & Co LLP Chartered Accountants

K.S. Rao & Co. Chartered Accountants Bengaluru

**(p)** Certain amounts (currency value or percentages) shown in the various tables and paragraphs included in these standalone financial statements have been rounded off or truncated as deemed appropriate by the management of the Company.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm Reg. No.: 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date: May 29, 2024

For **K.S. Rao & Co.**
Chartered Accountants
Firm Reg. No.: 003109S

**Sudarshana Gupta M S**
Partner
Membership No. 223060
Place: New Delhi
Date: May 29, 2024

For and on behalf of the Board of Directors
of Delhi International Airport Limited

**G.B.S. Raju**
Managing Director
DIN-00061686
Place: New Delhi

**K. Narayana Rao**
Whole Time Director
DIN-00016262
Place: New Delhi

**Videh Kumar Jaipuriar**
Chief Executive Officer
Place: New Delhi

**Hari Nagrani**
Chief Financial Officer
Place: New Delhi

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date: May 29, 2024

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**Independent Auditor's Report**

**To the Members of Delhi International Airport Limited**

**Report on the Audit of the Consolidated Financial Statements**

**Opinion**

1. We have audited the accompanying consolidated financial statements of Delhi International Airport Limited ('the Holding Company'), its associates and joint ventures, as listed in Annexure 1, which comprise the Consolidated Balance Sheet as at 31 March 2024, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the consolidated financial statements, including material accounting policy information and other explanatory information.

2. 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 the other auditors on separate financial statements and on the other financial information of the associates and joint ventures, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India of the consolidated state of affairs of the Holding Company, its associates and joint ventures, as at 31 March 2024, and their consolidated loss (including other comprehensive income), consolidated cash flows and the consolidated changes in equity for the year ended on that date.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Holding Company, its associates and joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained together with the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 15 and 16 of the Other Matters section below, is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment and based on the consideration of the reports of the other auditors on separate financial statements of the associates and joint ventures, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

5. We have determined the matters described below to be the key audit matters to be communicated in our report.

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| Key audit matters | How our audit addressed the key audit matter |
|---|---|
| **Valuation of Derivative Financial Instruments**<br><br>*Refer note 3.1 (l) for the material accounting policy information and note 8, 39 and 40 for the financial presentation and disclosures in the accompanying* consolidated *financial statements.*<br><br>The Holding Company has entered into derivative financial instruments i.e., call spread options and coupon only hedge, to hedge its foreign currency risks in relation to the non-current borrowings i.e., long-term bonds in foreign currency amounting to ₹ 8,540.29 crores.<br><br>The management has designated these derivative financial instruments and the aforesaid borrowings at initial recognition as cash flow hedge relationship as per Ind AS 109, Financial Instruments.<br><br>The valuation of hedging instrument is complex and necessitates a sophisticated system to record and track each contract and calculate the related valuations at each financial reporting date. Since valuation of hedging instruments and consideration of hedge effectiveness involves both significant assumptions and judgements such as market observable inputs and involvement of management's valuation specialist, and therefore, is subject to an inherent risk of error.<br><br>Considering this matter involved significant management estimates and judgements and auditor attention was required to test such estimates and judgements, we have identified this as a key audit matter for current year audit. | Our audit procedures to test the valuation of the derivative financial instruments included but were not limited to the following:<br><br>• Evaluated the design and tested the operating effectiveness of the Holding Company's key internal controls implemented with respect to valuation of derivative financial instruments and the related hedge accounting;<br><br>• Reviewed the management's documentation for the designated hedge instrument which defines the nature of hedge relationship;<br><br>• Obtained and evaluated material accounting policy information with respect to valuation of derivative financial instruments and assessed these hedge accounting methodologies applied by the Holding Company for compliance with the requirements of Ind AS 109, Financial Instruments;<br><br>• Evaluated the management's valuation specialist's professional competence, expertise and objectivity;<br><br>• Tested the accuracy of input data provided by the management to the external valuation specialist and assessed the reasonability of the assumptions used, while valuing the hedging instruments;<br><br>• Involved our auditor's experts to test the fair values of derivative financial instruments and compared the results to the management's results;<br><br>• Assessed the appropriateness and adequacy of the related disclosures in the consolidated financial statements in accordance with the applicable Ind AS. |
| **Capitalisation of property, plant and equipment for airport expansion**<br><br>*Refer note 3.1 (e) for the material accounting policy information and note 44(m) for the financial disclosures in the accompanying* consolidated *financial statements.*<br><br>The Holding Company is in the process of expansion of the Indira Gandhi International Airport ('Delhi Airport') with a plan to incur an amount of ₹ 12,616 crores. Till 31 March 2024, the Holding Company has incurred ₹ 12,374.41 crores (excluding capital advances) as capital expenditure towards such capital expansion. During the year, the Holding Company has incurred significant capital expenditure | Our audit procedures to assess appropriateness of capitalization of such expenditure included, but were not limited to the following:<br><br>• Assessed the design and tested the operating effectiveness of key internal controls implemented surrounding the capitalization of costs.<br><br>• Obtained and evaluated the material accounting policy with respect to capitalization, including application of the aforesaid policy, to assess consistency with the requirements as set out in Ind AS 16.<br><br>• Compared the additions with the budgets and the orders given to the vendors. Further, performed test of details on a sample of items |



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| Key audit matters | How our audit addressed the key audit matter |
|---|---|
| amounting to ₹ 2,916.60 crores towards expansion.<br><br>Determining whether expenditure meets the capitalization criteria, specifically with regard to whether they are operational or capital in nature, involves significant management judgement in assessing whether capitalization is in line with Ind AS 16, Property, Plant and Equipment ('Ind AS 16') and the Holding Company's accounting policy.<br><br>Further, the tariff determination by Airport Economic Regulatory Authority (AERA) for control periods for the aeronautical services is linked to the Regulated Assets Base, which is based on the fixed asset balance and considering these additions are significant to the regulated assets base of the Holding Company, we have determined inappropriate capitalization as a significant risk as part of our audit strategy in line with the requirements of Standards on Auditing.<br><br>Such, aforementioned capital expenditure has been funded from the specific borrowings raised. Accordingly, the borrowing cost incurred on such borrowings have been included as a capital expenditure in accordance with the provisions of Ind AS 23, Borrowing Costs.<br><br>Considering the significance of capital expenditure incurred during the year and above factors, capitalisation of expenditure incurred on property, plant and equipment for airport expansion has been identified as a key audit matter for the current year audit. | capitalised during the year for their nature and purpose against underlying supporting documents to ascertain nature of costs and whether they meet the recognition criteria provided in Ind AS 16.<br><br>• Evaluated the assumptions and methodology used by the management for allocating the employee costs, borrowing costs and other overheads incurred, relating and attributable to the aforementioned capital expenditure.<br><br>• In relation to borrowing costs, obtained supporting calculations, verified the inputs to the calculation and ensured that the borrowing cost capitalized is as per Ind AS 23.<br><br>• Assessed the appropriateness and adequacy of the related disclosures in the consolidated financial statements in accordance with the applicable accounting standards. |
| **Monthly Annual Fee to Airport Authority of India (AAI)**<br><br>*Refer note 36(I)(g) for the financial disclosures in the accompanying consolidated financial statements.*<br><br>The Holding Company has ongoing litigation proceedings with Airport Authority of India (AAI) in respect of Monthly Annual Fee (MAF) for the period 19 March 2020 to 28 February 2022 for which the Holding Company has sought to be excused from making payment to AAI as triggered from a force majeure event, which could have a significant impact on the accompanying consolidated financial statements, if the potential exposure were to materialize. Further, the application of Ind AS to determine the amount, if any, to be provided as a liability or disclosed as a contingent liability, is inherently subjective.<br><br>The Holding Company has received the award from the Tribunal on 6 January 2024, ("the Award") declaring that the Holding Company is | Our audit procedures for the assessment of ongoing litigation / arbitration proceedings in relation to MAF fee included but were not limited to the following:<br><br>• Obtained an understanding of management's process and evaluated design, implementation and operating effectiveness of management's key internal controls over assessment of litigation/ arbitration proceedings and determination of appropriate accounting treatment in accordance with the requirements of Ind AS 37, Provisions, Contingent liabilities and Contingent Assets.<br><br>• Obtained and read the summary of litigation involved in respect of MAF payable, the supporting documentation including communications exchanged between the parties, Arbitration award, replies to the award and held discussions with the management of the Holding Company to understand management's assessment of the matter; |

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| Key audit matters | How our audit addressed the key audit matter |
|---|---|
| excused from making payment of Annual Fee to AAI from 19 March 2020 till 28 February 2022.<br><br>Subsequent to the year end, in April 2024, AAI filed a petition under section 34 of the Arbitration and Conciliation Act, 1996 for setting aside the Award challenging certain aspects of the Award with the Hon'ble High Court of Delhi which has granted stay on the Award. The Management, based on an independent legal assessment of the Arbitration award, AAI Appeal and stay order of Hon'ble High Court, believes that the Holding Company has favorable case to claim relief for the period from 1 April 2020 to 28 February 2022.<br><br>The outcome of such litigation proceedings is currently uncertain and the aforesaid assessment requires significant judgement by the management including interpretation of legal rights and obligations arising out of the underlying Operation, Management and Development Agreement dated 4 April 2006 entered with AAI, which required involvement of both management's and auditor's experts. Accordingly, this matter has been determined as a key audit matter for current year audit.<br><br>The above matter is also considered fundamental to the understanding of the users of the accompanying consolidated financial statements on account of the uncertainties relating to the future outcome of the proceedings/litigation. | • Evaluated the legal opinions obtained by the management from its internal and external legal expert on the likelihood of the outcome of the said contingencies and potential impact of ongoing litigation/ arbitration proceedings and amount paid under protest, basis our understanding of the matter obtained as above, and held further discussions, as required, with such experts to seek clarity of their legal assessments.<br><br>• Involved our independent expert to validate the assessment of the likelihood of the outcome of contingencies and potential impact of ongoing litigation/ arbitration proceedings and amount paid under protest in order to assess the basis used for determination of appropriateness of the accounting treatment and resulting disclosures in the consolidated financial statements in accordance with the requirements of applicable Ind AS. |

**Information other than the Consolidated Financial Statements and Auditor's Report thereon**

6. The Holding Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

**Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

7. The accompanying consolidated financial statements have been approved by the Holding Company's Board of Directors. The Holding Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Holding Company including its associates and joint ventures in

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accordance with the Ind AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India. The respective Board of Directors of the Holding Company and its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Holding Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Board of Directors of the Holding Company, as aforesaid.

8. In preparing the consolidated financial statements, the respective Board of Directors of the Holding Company and of its associates and joint ventures are responsible for assessing the ability of the Holding Company and of its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Holding Company or to cease operations, or has no realistic alternative but to do so.

9. Those respective Board of Directors are also responsible for overseeing the financial reporting process of the Holding Company and of its associates and joint ventures.

**Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

10. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

11. As part of an audit in accordance with Standards on Auditing specified under section 143(10) of the Act we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.;

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;

- Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Holding Company and its associates and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Holding Company and its associates and joint ventures to cease to continue as a going concern;

K.S. RAO & CO. Chartered Accountants BENGALURU

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation; and

- Obtain sufficient appropriate audit evidence regarding the financial information/ financial statements of the Holding Company and its associates and joint ventures, to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities included in the financial statements, of which we are the independent auditors. For the other entities included in the financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**Other Matters**

15. The consolidated financial statements include the Holding Company's share of net profit after tax of ₹ 11.39 crores and other comprehensive income of ₹ 0.00 crores for the year ended 31 March 2024, as considered in the consolidated financial statements, in respect of 1 associate and 2 joint ventures, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associate and joint ventures, and our report in terms of sub-section (3) of section 143 of the Act in so far as it relates to the aforesaid subsidiaries, associates and joint ventures, are based solely on the reports of the other auditors.

The consolidated financial statements include the Holding Company's share of net profit after tax of ₹ 14.97 crores and other comprehensive income of ₹ 0.01 crores for the year ended 31 March 2024, in respect of 1 associate and 1 joint venture, whose annual financial statements have been audited solely by K. S. Rao & Co, one of the joint auditors and Walker Chandiok & Co LLP's joint audit opinion in so far as it relates to the amounts and disclosures included in respect of aforesaid associate and joint venture is based solely on the audit reports issued by K. S. Rao & Co on aforementioned financial statements for the year ended 31 March 2024.

The consolidated financial statements include the Holding Company's share of net profit after tax of ₹ 145.57 crores and other comprehensive income of ₹ (0.07) crores for the year ended 31 March 2024 in respect of 2 associates and 1 joint venture, whose annual financial statements have been audited solely by Walker Chandiok & Co LLP, one of the joint auditors and K. S. Rao & Co's joint audit opinion in so far as it relates to the amounts and disclosures included in respect of aforesaid associates and joint venture is based solely on the audit reports issued by Walker Chandiok & Co LLP on aforementioned financial statements for the year ended 31 March 2024.

Our opinion above on the consolidated financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matters with respect to our reliance on the work done by and the reports of the other auditors.

K. S. RAO & CO. Chartered Accountants BENGALURU

Chartered Accountants

WALKER CHANDIOK & CO LLP

16. The consolidated financial statements also include the Holding Company's share of net profit after tax of ₹ 1.27 crores, and other comprehensive income of ₹ Nil for the year ended 31 March 2024, as considered in the consolidated financial statements, in respect of 1 associate, whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the aforesaid associate, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the management, these financial statements are not material to the Holding Company.

Our opinion above on the consolidated financial statements, and our report on other legal and regulatory requirements below, are not modified in respect of the above matter with respect to our reliance on the financial statements certified by the management.

**Report on Other Legal and Regulatory Requirements**

17. As required by section 197(16) of the Act based on our audit and on the consideration of the reports of the other auditors, referred to in paragraph 15, on separate financial statements of the associates and joint ventures, we report that the Holding Company and 1 joint venture incorporated in India whose financial statements have been audited under the Act have paid remuneration to their respective directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act. Further, we report that the provisions of section 197 read with Schedule V to the Act are not applicable to 4 associate companies and 3 joint venture companies incorporated in India whose financial statements have been audited under the Act, since none of such companies is a public company as defined under section 2(71) of the Act.

18. As required by clause (xxi) of paragraph 3 of Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act based on the consideration of the Order reports issued till date by us and by the respective other auditors as mentioned in paragraph 15 above, of companies included in the consolidated financial statements for the year ended 31 March 2024 and covered under the Act we report that:

A) Following are the qualifications/adverse remarks reported by the other auditors in the Order reports of the companies included in the consolidated financial statements for the year ended 31 March 2024 for which such Order reports have been issued till date and made available to us:

| S. No | Name | CIN | Holding Company / Associate / Joint Venture | Clause number of the CARO report which is qualified or adverse |
|---|---|---|---|---|
| 1. | GMR Bajoli Holi Hydropower Private Limited | U40101HP2008PTC030971 | Joint Venture | 3(ix) |
| 2. | Delhi Duty Free Services Private Limited | U52599DL2009PTC191963 | Joint Venture | 3(iii)(e) |
| 3. | Delhi Airport Parking Services Private Limited | U63030DL2010PTC198985 | Associate | 3(iii)(c) |

19. As required by section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on separate financial statements and other financial information of the associates and joint ventures incorporated in India whose financial statements have been audited under the Act, we report, to the extent 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 audit of the aforesaid consolidated financial statements;

b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of



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those books and the reports of the other auditors, except for the matter stated in paragraph 19(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

c) The consolidated financial statements dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;

d) In our opinion, the aforesaid consolidated financial statements comply with Ind AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015;

e) On the basis of the written representations received from the directors of the Holding Company, its associate companies and joint venture companies and taken on record by the Board of Directors of the Holding Company, associate companies and joint venture companies, respectively, and the reports of the statutory auditors of its associate companies and joint venture companies, covered under the Act, none of the directors of the Holding company, its associate companies and joint venture companies, are disqualified as on 31 March 2023 from being appointed as a director in terms of section 164(2) of the Act;

f) The modification relating to the maintenance of accounts and other matters connected therewith with respect to the consolidated financial statements are as stated in paragraph 19(b) above on reporting under section 143(3)(b) of the Act and paragraph 19(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended);

g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Holding Company, its associate companies and joint venture companies covered under the Act, and the operating effectiveness of such controls, refer to our separate report in 'Annexure 2' wherein we have expressed an unmodified opinion; and

h) 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 (as amended), 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 financial statements and other financial information of the associates and joint ventures incorporated in India whose financial statements have been audited under the Act:

   i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Holding Company, its associates and joint ventures as detailed in Note 36(I), 42(2) and 43(2) to the consolidated financial statements;

   ii. The Holding Company, its associates and joint ventures did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2024;

   iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its associates and joint ventures during the year ended 31 March 2024;

   iv.

      a. The respective managements of the Holding Company, its associates and joint ventures incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such associates and joint ventures respectively that, to the best of their knowledge and belief, as disclosed in note 32(f) to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Holding Company or its associates and joint ventures to or in any persons or entities, including foreign entities ('the intermediaries'), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company, or any such, associates and joint ventures ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;

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CHARTERED ACCOUNTANTS WALKER CHANDIOK & CO LLP

b. The respective managements of the Holding Company and its associates and joint ventures incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such associates and joint ventures respectively that, to the best of their knowledge and belief, as disclosed in the note 32(g) to the accompanying consolidated financial statements, no funds have been received by the Holding Company or its associates and joint ventures from any persons or entities, including foreign entities ('the Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Holding Company, or any such associates and joint ventures shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c. Based on such audit procedures performed by us and that performed by the auditors of the associates and joint ventures, as considered reasonable and appropriate in the circumstances, nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.

v. The interim dividend declared and paid by the associate companies and joint venture companies during the year ended 31 March 2024 and until the date of this audit report is in compliance with section 123 of the Act. Further, final dividend paid by a joint venture company during the year ended 31 March 2024 in respect of such dividend declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

vi. As stated in note 44(o) to the consolidated financial statements and based on our examination which included test checks, and that performed by the respective auditors of the associates and joint ventures of the Holding Company which are companies incorporated in India and audited under the Act, except for the instances mentioned below, the Holding Company, its associates and the joint ventures, in respect of financial year commencing on 1 April 2023, have used accounting software for maintaining their books of account, which have a feature of recording audit trail (edit log) facility and the same have been operated throughout the year for all relevant transactions recorded in the respective software:

i. In case of the Holding Company, the feature of recording audit trail (edit log) facility at the database level to log any direct data changes are retained only for 7 days; and

ii. In case of 1 associate and 1 joint venture, the feature of recording audit trail (edit log) facility was not enabled at the database level to log any direct data changes for certain accounting software.

Further, during the course of our audit we and respective auditors of the above referred associates and joint ventures did not come across any instance of the audit trail feature being tampered with where such feature is enabled.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

Dana Ahd

**Danish Ahmed**
Partner
Membership No: 522144
UDIN: 24522144BKFOED9122

**Place**: New Delhi
**Date**: 29 May 2024

For **K.S. Rao & Co.,**
Chartered Accountants
Firm Registration Number: 003109S

H.S.S Rao

**Sudarshana Gupta M S**
Partner
Membership No: 223060
UDIN: 24223060BKAJYU4375

**Place**: New Delhi
**Date**: 29 May 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

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**Annexure 1**

**List of entities included in the consolidated financial statements**

| S. No. | Name of the entity | Relation |
|---|---|---|
| 1 | Celebi Delhi Cargo Terminal Management India Private Limited | Associate |
| 2 | Delhi Airport Parking Services Private Limited | Associate |
| 3 | Travel Food Services (Delhi Terminal 3) Private Limited | Associate |
| 4 | TIM Delhi Airport Advertising Private Limited | Associate |
| 5 | Digi Yatra Foundation | Associate |
| 6 | GMR Bajoli Holi Hydropower Private Limited | Joint Venture |
| 7 | Delhi Aviation Fuel Facility Private Limited | Joint Venture |
| 8 | Delhi Aviation Services Private Limited | Joint Venture |
| 9 | Delhi Duty Free Services Private Limited | Joint Venture |

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Bengaluru – 560001, India

**Annexure 2 to the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the consolidated financial statements for the year ended 31 March 2024**

**Annexure 2**

**Independent Auditor's Report on the internal financial controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')**

1. In conjunction with our audit of the consolidated financial statements of Delhi International Airport Limited ('the Holding Company'), its associates and joint ventures as at and for the year ended 31 March 2024, we have audited the internal financial controls with reference to financial statements of the Holding Company, its associate companies and joint venture companies, which are companies covered under the Act, as at that date.

**Responsibilities of Management and Those Charged with Governance for Internal Financial Controls**

2. The respective Board of Directors of the Holding Company, its associate companies and joint venture companies, which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). 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 the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements**

3. Our responsibility is to express an opinion on the internal financial controls with reference to financial statements of the Holding Company, its associate companies and joint venture companies, as aforesaid, based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraphs below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements of the Holding Company, its associate companies and joint venture companies as aforesaid.

K.S. RAO & CO. Chartered Accountants BENGALURU

Chartered Accountants

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

**Annexure 2 to the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the consolidated financial statements for the year ended 31 March 2024 (Cont'd)**

**Meaning of Internal Financial Controls with Reference to Financial Statements**

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with Reference to Financial Statements**

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

**Opinion**

8. In our opinion and based on the consideration of the reports of the other auditors on internal financial controls with reference to financial statements of the associate companies and joint venture companies, the Holding Company, its associate companies and joint venture companies, which are companies covered under the Act, have in all material respects, adequate internal financial controls with reference to financial statements and such controls were operating effectively as at 31 March 2024, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

**Other Matters**

9. The consolidated financial statements include the Holding Company's share of net profit after tax of ₹ 11.39 crores and other comprehensive income of ₹ 0.00 crores for the year ended 31 March 2024, in respect of 1 associate company and 2 joint ventures companies, which are companies covered under the Act, whose internal financial controls with reference to financial statements have not been audited by us. The internal financial controls with reference to financial statements in so far as it relates to such associate company and joint venture companies have been audited by other auditors whose reports have been furnished to us by the management and our report on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements for the Holding Company, its associate company and joint venture companies, as aforesaid, under Section 143(3)(i) of the Act in so far as it relates to such associate company and joint venture companies is based solely on the reports of the auditors of such companies.

   The consolidated financial statements include the Holding Company's share of net profit after tax of ₹ 14.97 crores and other comprehensive income of ₹ 0.01 crores for the year ended 31 March 2024, in respect of 1 associate and 1 joint venture, which are companies covered under the Act, whose internal financial controls with reference to financial statements have been audited solely by K. S. Rao & Co, one of the joint auditors and Walker Chandiok & Co LLP's joint audit opinion in so far as it relates to the adequacy and operating effectiveness of the internal financial controls with reference to financial statements in respect of these associate and joint venture as aforesaid, under Section 143(3)(i) of the Act is based solely on the audit reports issued by K. S. Rao & Co.

   The consolidated financial statements include the Holding Company's share of net profit after tax of ₹ 145.57 crores and other comprehensive income of ₹ (0.07) crores for the year ended 31 March 2024 in respect of 2 associates and 1 joint venture, which are companies covered under the Act, whose annual

Chartered Accountants

K. S. RAO & CO. Chartered Accountants BENGALURU

**Annexure 2 to the Independent Auditor's Report of even date to the members of Delhi International Airport Limited on the consolidated financial statements for the year ended 31 March 2024 (Cont'd)**

financial statements have been audited solely by Walker Chandiok & Co LLP, one of the joint auditors and K. S. Rao & Co's joint audit opinion in so far as it relates to the adequacy and operating effectiveness of the internal financial controls with reference to financial statements in respect of these associates and joint venture as aforesaid, under Section 143(3)(i) of the Act is based solely on the audit reports issued by Walker Chandiok & Co LLP.

Our opinion is not modified in respect of this matter with respect to our reliance on the work done by and on the reports of the other auditors.

10. We did not audit the internal financial controls with reference to financial statements in so far as it relates to 1 associate company, which is a company covered under the Act, in respect of which, the Holding Company's share of net profit after tax of ₹ 1.27 crores, and other comprehensive income of ₹ Nil for the year ended 31 March 2024 has been considered in the consolidated financial statements. The internal financial controls with reference to financial statements of this associate company, which is a company covered under the Act, are unaudited and our opinion under Section 143(3)(i) of the Act on adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to the aforesaid associate company, which is a company covered under the Act, is solely based on the corresponding internal financial controls with reference to financial statements certified by the management of such company. In our opinion and according to the information and explanations given to us by the management, these financial statements are not material to the Holding Company. Our opinion is not modified in respect of the above matter with respect to our reliance on the internal financial controls with reference to financial statements certified by the management.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013

**Danish Ahmed**
Partner
Membership No: 522144
UDIN: 24522144BKFOED9122

**Place:** New Delhi
**Date:** 29 May 2024

For **K. S. Rao & Co.**
Chartered Accountants
Firm Registration No: 003109S

**Sudarshana Gupta M S**
Partner
Membership No: 223060
UDIN: 24223060BKAJYU4375

**Place:** New Delhi
**Date:** 29 May 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

Chartered Accountants

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Consolidated Balance Sheet as at March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

| | Notes | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | 4 | 16,078.77 | 6,453.31 |
| Right-of-use assets | 5 | 438.89 | 10.80 |
| Capital work in progress | 4 | 585.19 | 8,082.88 |
| Intangible assets | 6 | 350.94 | 335.25 |
| Investments in associates and joint ventures | 42 and 43 | 542.80 | 544.34 |
| Financial assets | | | |
| (i) Investments | 7.1 | 0.01 | 0.01 |
| (ii) Other financial assets | 8 | 1,729.95 | 1,257.41 |
| Non-current tax assets (net) | | 21.54 | 10.48 |
| Other non-current assets | 9 | 2,082.65 | 2,163.65 |
| | | 21,830.74 | 18,878.13 |
| **Current assets** | | | |
| Inventories | 11 | 5.85 | 5.53 |
| Financial assets | | | |
| (i) Investments | 7.2 | 959.24 | 914.25 |
| (ii) Trade receivables | 12 | 89.77 | 76.80 |
| (iii) Cash and cash equivalents | 13 | 719.29 | 279.09 |
| (iv) Bank balance other than cash and cash equivalents | 14 | 606.42 | 47.27 |
| (v) Other financial assets | 8 | 246.74 | 590.16 |
| Other current assets | 9 | 104.59 | 177.06 |
| | | 2,731.90 | 2,090.16 |
| **Total Assets** | | 24,562.64 | 20,968.29 |
| **EQUITY AND LIABILITIES** | | | |
| **Equity** | | | |
| Equity share capital | 15 | 2,450.00 | 2,450.00 |
| Other equity | 16 | (666.93) | (379.58) |
| | | 1,783.07 | 2,070.42 |
| **Non-current liabilities** | | | |
| Financial liabilities | | | |
| (i) Borrowings | 17 | 14,750.90 | 12,614.18 |
| (ii) Lease liabilities | 44(k) | 363.25 | 8.59 |
| (iii) Other financial liabilities | 18 | 1,394.51 | 1,305.09 |
| Deferred revenue | 19 | 2,672.67 | 2,130.44 |
| Provisions | 22 | - | 3.06 |
| Deferred tax liabilities (net) | 10 | - | - |
| Other non-current liabilities | 20 | 380.93 | 185.45 |
| | | 19,562.26 | 16,246.81 |
| **Current liabilities** | | | |
| Financial liabilities | | | |
| (i) Lease liabilities | 44(k) | 43.07 | 3.99 |
| (ii) Trade payables | 21 | | |
| -Total outstanding dues of micro enterprises and small enterprises | | 56.85 | 36.02 |
| -Total outstanding dues of creditors other than micro enterprises and small enterprises | | 611.38 | 410.02 |
| (iii) Other financial liabilities | 18 | 1,771.64 | 1,561.10 |
| Deferred revenue | 19 | 209.91 | 190.70 |
| Other current liabilities | 20 | 368.00 | 296.65 |
| Provisions | 22 | 156.46 | 152.58 |
| | | 3,217.31 | 2,651.06 |
| **Total Liabilities** | | 22,779.57 | 18,897.87 |
| **Total Equity and Liabilities** | | 24,562.64 | 20,968.29 |

The accompanying notes are an integral part of these consolidated financials statements.

As per our report of even date

**For Walker Chandiok & Co LLP**
Chartered Accountants
Firm Registration No. : 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date : May 29, 2024

As per our report of even date

**For K.S. Rao & Co.**
Chartered Accountants
Firm Registration No. : 003109S

**Sudarshana Gupta M S**
Partner
Membership no: 223060
Place: New Delhi
Date : May 29, 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

**G.B.S Raju**
Managing Director
DIN-00061686

**Indana Prabhakara Rao**
Executive Director
DIN-03482239

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Consolidated Statement of Profit and Loss for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

| | | Notes | March 31, 2024 | March 31, 2023 |
|---|---|---|---|---|
| I | **Revenue** | | | |
| | Revenue from operations | 23 | 4,805.14 | 3,989.97 |
| | Other income | 24 | 115.31 | 129.27 |
| | **Total revenue** | | **4,920.45** | **4,119.24** |
| II | **Expenses** | | | |
| | Annual fee to Airports Authority of India (AAI) | | 2,265.29 | 1,857.67 |
| | Employee benefits expense | 25 | 290.83 | 251.98 |
| | Other expenses | 28 | 979.46 | 896.53 |
| | **Total expenses** | | **3,535.58** | **3,006.18** |
| III | **Profit before finance cost, taxes, depreciation and amortisation expenses and exceptional items (EBITDA) [(I)-(II)]** | | **1,384.87** | **1,113.06** |
| IV | Depreciation and amortisation expense | 26 | 792.13 | 655.79 |
| V | Finance costs | 27 | 1,127.05 | 810.32 |
| VI | **Loss before exceptional items [(III)-(IV)-(V)]** | | **(534.31)** | **(353.04)** |
| VII | Exceptional items | 29 | (179.29) | 54.14 |
| VIII | **Loss before share of profit of associates and joint ventures and tax [(VI)-(VII)]** | | **(355.02)** | **(407.18)** |
| IX | Share of profit of associates and joint ventures | 42 and 43 | 172.92 | 146.89 |
| X | **Loss before tax expenses [(VIII)+(IX)]** | | **(182.10)** | **(260.29)** |
| | **Tax expense** | 10 | | |
| | Current tax expense | | - | - |
| | Current tax - earlier years | | - | 7.55 |
| XI | **Total tax expense** | | - | 7.55 |
| XII | **Loss for the year [(X)-(XI)]** | | **(182.10)** | **(267.84)** |
| XIII | **Other comprehensive income (OCI)** | 30 | | |
| A | **Items that will not be reclassified to profit or loss in subsequent periods** | | | |
| | Re-measurement gain on defined benefit plans | | (1.00) | (1.82) |
| | Income tax effect | | - | - |
| B | **Share of other comprehensive income of associates and joint ventures** | | (0.06) | (0.15) |
| C | **Items that will be reclassified to profit or loss in subsequent periods** | | | |
| | Net movement of cash flow hedges | | (104.20) | (309.91) |
| | Income tax effect | | - | - |
| | **Total other comprehensive income for the year (net of tax) (A+B+C)** | | **(105.26)** | **(311.88)** |
| | **Total comprehensive income for the year (net of tax) [(XII)+(XIII)]** | | **(287.36)** | **(579.72)** |
| | **Earning per equity share: [nominal value of share Rs. 10 (March 31, 2023 : Rs. 10)]** | | | |
| | (1) Basic | 31 | (0.74) | (1.09) |
| | (2) Diluted | 31 | (0.74) | (1.09) |

The accompanying notes are an integral part of these consolidated financials statements.

As per our report of even date

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No. 001076N/N500013

Danish Ahmed
Partner
Membership no. 522144
Place: New Delhi
Date: May 29, 2024

As per our report of even date

For K.S. Rao & Co.
Chartered Accountants
Firm Registration No. 003109S

Sudarshana Gupta M S
Partner
Membership no. 223060
Place: New Delhi
Date: May 29, 2024

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

G.B.S Raju
Managing Director
DIN-00061686

Indana Prabhakara Rao
Executive Director
DIN-03482239

Videh Kumar Jaipuriar
Chief Executive Officer

Hari Nagrani
Chief Financial Officer

Abhishek Chawla
Company Secretary
Place: New Delhi
Date: May 29, 2024

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Consolidated Statement of Change in Equity for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**A. Equity Share Capital**

**(1) As at March 31, 2024**

| Balance as at April 1, 2023 | Changes in equity share capital due to prior period errors | Restated balance as at April 1, 2023 | Changes during the current period | Balance as at March 31, 2024 |
|---|---|---|---|---|
| 2,450.00 | - | 2,450.00 | - | 2,450.00 |

**(2) As at March 31, 2023**

| Balance as at April 1, 2022 | Changes in equity share capital due to prior period errors | Restated balance as at April 1, 2022 | Changes during the current period | Balance as at March 31, 2023 |
|---|---|---|---|---|
| 2,450.00 | - | 2,450.00 | - | 2,450.00 |

**B. Other Equity**

**(1) As at March 31, 2024**

| Particulars | Reserves and Surplus | OCI | | Total |
|---|---|---|---|---|
| | Retained Earnings (refer note 16) | Share of other comprehensive income of associates and joint ventures | Effective portion of Cash Flow Hedges (refer note 16) | |
| Balance as at April 1, 2023 | 3.84 | (0.51) | (382.89) | (379.56) |
| Loss for the year | (182.10) | - | - | (182.10) |
| Other comprehensive income (net of tax) | (1.00) | (0.06) | (104.20) | (105.26) |
| **Balance as at March 31, 2024** | (179.26) | (0.57) | (487.09) | (666.93) |

**(2) As at March 31, 2023**

| Particulars | Reserves and Surplus | OCI | | Total |
|---|---|---|---|---|
| | Retained Earnings (refer note 16) | Share of other comprehensive income of associates and joint ventures | Effective portion of Cash Flow Hedges (refer note 16) | |
| Balance as at April 1, 2022 | 273.50 | (0.36) | (72.98) | 200.16 |
| Loss for the year | (267.84) | - | - | (267.84) |
| Other comprehensive income (net of tax) | (1.82) | (0.15) | (309.91) | (311.88) |
| **Balance as at March 31, 2023** | 3.84 | (0.51) | (382.89) | (379.56) |

The accompanying notes are an integral part of these consolidated financial statements.

As per our report of even date
For Walker Chandiok & Co LLP
Chartered Accountants
Registration No. : 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date : May 29, 2024

As per our report of even date
For K.S. Rao & Co.
Chartered Accountants
Registration No. : 003109S

**Sudarshana Gupta M S**
Partner
Membership no: 223060
Place: New Delhi
Date : May 29, 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

For and on behalf of the Board of Directors of
**Delhi International Airport Limited**

**G.B.S Raju**
Managing Director
DIN-00061686

**Indana Prabhakara Rao**
Executive Director
DIN-03482239

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

Delhi International Airport Ltd. New Delhi

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Consolidated Statement of Cash Flow for the year ended March 31, 2024**
**(All amounts in Rupees Crores, unless otherwise stated)**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Cash flow from operating activities** | | |
| Loss before tax | (182.10) | (260.29) |
| Adjustment to reconcile loss before tax to net cash flows | | |
| Depreciation and amortisation expenses | 792.13 | 655.79 |
| Impairment loss allowance on trade receivables / bad debts written off | - | 0.56 |
| Reversal of lease revenue [Refer note 44(j)] | - | 54.14 |
| Reversal of provision against advance to AAI paid under protest | (446.21) | - |
| Interest income on deposits/current investment | (72.47) | (40.50) |
| Exchange differences unrealised (net) | 0.48 | 0.75 |
| Gain on sale of current investments - Mutual fund | (32.76) | (19.21) |
| Loss on discard of capital work in progress and property, plant and equipment | 0.06 | 12.50 |
| Profit on sale of property, plant & equipment | - | (0.36) |
| Profit on relinquishment of assets rights | - | (59.57) |
| Share of profit of associates and joint ventures | (172.92) | (146.89) |
| Interest on borrowings | 840.91 | 575.17 |
| Call spread option premium | 152.72 | 152.31 |
| Other borrowing costs | 1.33 | 1.67 |
| Redemption premium on borrowings | 41.73 | - |
| Rent expenses on financial assets carried at amortised cost | 0.46 | 0.62 |
| Interest expenses on financial liabilities carried at amortised cost | 84.23 | 75.73 |
| Deferred income on financial liabilities carried at amortised cost | (132.46) | (113.92) |
| Fair value gain on financial instruments at fair value through profit or loss | (1.57) | (1.09) |
| Interest income on financial asset carried at amortised cost | (7.21) | (6.50) |
| **Operating profit before working capital changes** | **866.35** | **880.91** |
| Working capital adjustment: | | |
| Change in non-current financial liabilities | 688.87 | 93.25 |
| Change in non-current deferred revenue | 0.07 | 33.95 |
| Change in other non-current liabilities | 195.48 | 7.56 |
| Change in non-current provisions | (3.06) | (3.52) |
| Change in trade payables | 219.60 | 137.71 |
| Change in current financial liabilities | 38.52 | 2.98 |
| Change in deferred revenue | 0.88 | (1.34) |
| Change in other current liabilities | 71.36 | 105.71 |
| Change in current provisions | 3.88 | (0.41) |
| Change in other non-current financial assets | 5.99 | (14.57) |
| Change in other non-current assets | (274.55) | (272.78) |
| Change in inventories | (0.32) | 1.70 |
| Change in trade receivables | (12.97) | 65.50 |
| Change in other current financial assets | (3.85) | (23.45) |
| Change in other current assets | 72.80 | 43.73 |
| **Cash generated from operations** | **1,869.05** | **1,056.93** |
| Direct taxes paid | (11.06) | (12.98) |
| **Net cash flow from operating activities (A)** | **1,857.99** | **1,043.95** |
| **Cash flows from investing activities** | | |
| Purchase of property plant and equipment, including capital work in progress and capital advances | (1,985.83) | (2,016.37) |
| Proceeds from sale of property, plant and equipment and capital work in progress | - | 0.70 |
| Refund of security deposit given for equipment lease | 301.20 | - |
| Purchase of current investments | (12,372.94) | (8,139.35) |
| Proceeds from current investments excluding income received | 12,362.28 | 8,021.05 |
| Dividend received from associates and joint ventures | 203.53 | 105.91 |
| Income received on investments and fixed deposits | 151.33 | 124.25 |
| Investment of margin money deposit | (0.02) | (0.01) |
| (Investments in)/ redemption of fixed deposits with original maturity of more than three months (net) | (559.15) | 169.36 |
| **Net cash used in investing activities (B)** | **(1,899.60)** | **(1,734.46)** |

*(The space has been intentionally left blank)*

WALKER CHANDIOK & CO LLP CHARTERED ACCOUNTANTS

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Consolidated Statement of Cash Flow for the year ended March 31, 2024**
**(All amounts in Rupees Crores, unless otherwise stated)**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Cash flows from financing activities** | | |
| Principal payment of lease liabilities | (8.64) | (4.99) |
| Interest payment of lease liabilities | (9.78) | (1.34) |
| Repayment of short-term loan from banks | - | (22.00) |
| Repayment of non convertible debentures | (744.00) | - |
| Proceeds from issue of non convertible debentures | 2,743.96 | 1,000.00 |
| Redemption premium paid | (41.73) | - |
| Payments towards call spread option premium | (260.66) | (260.25) |
| Other borrowing costs paid | (17.97) | (15.03) |
| Interest on borrowings paid | (1,179.37) | (1,009.72) |
| **Net cash from/ (used) in financing activities (C)** | **481.81** | **(313.33)** |
| **Net increase/ (decrease) in cash and cash equivalents (A + B + C)** | **440.20** | **(1,003.84)** |
| Cash and cash equivalents at the beginning of the year | 279.09 | 1,282.93 |
| **Cash and cash equivalents at the end of the year** | **719.29** | **279.09** |
| **Components of cash and cash equivalents** | | |
| Cash on hand | 0.56 | 0.08 |
| With banks | | |
| - on current account | 31.94 | 27.87 |
| - on deposit account | 686.79 | 251.14 |
| **Total cash and cash equivalents (Refer note 13)** | **719.29** | **279.09** |

**Explanatory notes annexed**

1. The above consolidated cash flow statement has been compiled from and is based on the consolidated balance sheet as at March 31, 2024 and the related consolidated statement of profit and loss for the year ended March 31, 2024.
2. Cash and cash equivalents include Rs. 4.36 crores (March 31, 2023: Rs. 3.37 crores), pertaining to Marketing Fund to be used for sales promotional activities.
3. The accompanying notes are an integral part of these consolidated financials statements.

As per our report of even date

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No. : 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date : May 29, 2024

As per our report of even date

For K.S. Rao & Co.
Chartered Accountants
Firm Registration No. : 003109S

**Sudarshana Gupta M S**
Partner
Membership no: 223060
Place: New Delhi
Date : May 29, 2024

K.S. RAO & CO. Chartered Accountants BENGALURU

For and on behalf of the Board of Directors of

**Delhi International Airport Limited**

**G.B.S Raju**
Managing Director
DIN-00061686

**Indana Prabhakara Rao**
Executive Director
DIN-03482239

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date : May 29, 2024

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees crore, except otherwise stated)**

## 1. Corporate information

Delhi International Airport Limited ('DIAL' or 'the Holding Company'), is a Public Limited Company domiciled in India. DIAL was incorporated as a Private Limited Company on March 1, 2006 under the provisions of the erstwhile Companies Act, 1956, (replaced with Companies Act 2013 with effect from April 1, 2014) and was converted into a Public Limited Company with effect from April 10, 2017. The registered office of the Company is New Udaan Bhawan, Opposite Terminal-III, IGI Airport, New Delhi-110037. DIAL is into the business of managing the operations and modernization of the Indira Gandhi International Airport ('Delhi Airport'). GMR Airports Limited ('GAL' or 'Holding company of DIAL') a subsidiary of GMR Airports Infrastructure Limited ('GIL' or 'Intermediate Holding Company'), holds majority shareholding in the Holding Company. DIAL had entered into Operation, Management and Development Agreement ('OMDA') with Airports Authority of India ('AAI'), which gives DIAL an exclusive right to operate, maintain, develop, modernize and manage the Delhi Airport on a revenue sharing model for an initial term of 30 years, which can be extended by another 30 years on satisfaction of certain terms and conditions pursuant to the provisions of the OMDA entered between Holding Company and AAI. The Holding Company is a debt listed Company on Bombay Stock Exchange . The consolidated financial statements have been taken on record by the audit committee and board of directors in their meetings held on May 28, 2024 and May 29, 2024 respectively.

## 2. A) Basis of preparation

The consolidated financial statements of the Holding Company have been prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and presentation requirement of Division II of Schedule III to the Companies Act, 2013, as applicable to the consolidated financial statements.

Accounting Policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use [refer note 3].

The consolidated financial statements have been prepared on historical cost convention on an accrual basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

- Derivative financial instruments
- Certain financial assets and liabilities (refer accounting policy regarding financial instruments) which have been measured at fair value.
- Net defined benefit (asset) / liability.

### B) Basis of Consolidation

**(i) Subsidiary**

Subsidiary includes the entity over which the Holding Company has control. The Holding Company controls an entity when it is exposed or has right to variable return from its involvement with the entity, and has the ability to affect those returns through its power (that is, existing rights that give it the current ability to direct the relevant activities) over the entity. The Holding Company re-assesses whether or not it controls the entity, in case the under-lying facts and circumstances indicate that there are changes to above mentioned parameters that determine the existence of control.

Subsidiary is fully consolidated from the date on which control is transferred to the Holding Company, and they are deconsolidated from the date when control ceases.

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**(ii) Joint ventures and associates**

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

An associate is an entity over which the Holding Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

Joint ventures and associates are accounted for from the date on which Holding Company obtains joint control over the joint venture / starts exercising significant influence over the associate.

**(iii) Method of consolidation**

Accounting policies of the respective individual subsidiary, joint venture and associate are aligned wherever necessary, so as to ensure consistency with the accounting policies that are adopted by the Holding Company under Ind AS.

The Consolidated financial statements of subsidiary are fully consolidated on a line-by-line basis. Intragroup balances and transactions, and income and expenses arising from intra-group transactions, are eliminated while preparing the said financial statements. The un-realised gains resulting from intra-group transactions are also eliminated. Similarly, the un-realised losses are eliminated, unless the transaction provides evidence as to impairment of the asset transferred.

The Holding Company's investments in its joint ventures and associates are accounted for using the equity method. Accordingly, the investments are carried at cost as adjusted for post-acquisition changes in the Holding Company's share of the net assets of investees. Any excess of the cost over the Holding Company's share of net assets in its joint ventures / associates at the date of acquisition is recognised as goodwill. The goodwill is included within the carrying amount of the investment. The un-realised gains / losses resulting from transactions (including sale of business) with joint ventures and associates are eliminated against the investment to the extent of the Holding Company's interest in the investee. However, un-realised losses are eliminated only to the extent that there is no evidence of impairment.

At each reporting date, the Holding Company determines whether there is objective evidence that the investment is impaired. If there is such evidence, the Holding Company calculates the amount of impairment as the difference between the recoverable amount of investment and its carrying value.

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**(All amounts in Rupees crore, except otherwise stated)**

The entities considered in the Consolidated Financial Statements in the year are listed below:

| S. No. | Name of the entity | Country of Incorporation | Relationship as at March 31, 2024 | Relationship as at March 31, 2023 | Percentage of effective ownership interest held (directly or indirectly) as at | |
|---|---|---|---|---|---|---|
| | | | | | March 31, 2024 | March 31, 2023 |
| 1 | Delhi Aviation Services Private Limited (DASPL) | India | Joint Venture | Joint Venture | 50% | 50% |
| 2 | Delhi Aviation Fuel Facility Private Limited (DAFFPL) | India | Joint Venture | Joint Venture | 26% | 26% |
| 3 | GMR Bajoli Holi Hydropower Private Limited (GBHHPL)** | India | Joint Venture | Joint Venture | 20.14% | 20.14% |
| 4 | Delhi Duty Free Services Private Limited (DDFSPL) | India | Joint Venture | Joint Venture | 49.90% | 49.90% |
| 5 | TIM Delhi Airport Advertising Private Limited (TIMDAA) | India | Associate | Associate | 49.90% | 49.90% |
| 6 | Delhi Airport Parking Services Private Limited (DAPSPL) | India | Associate | Associate | 49.90% | 49.90% |
| 7 | Travel Food Services (Delhi Terminal 3) Private Limited (TFS) | India | Associate | Associate | 40% | 40% |
| 8 | Celebi Delhi Cargo Terminal Management India Private Limited (Celebi) | India | Associate | Associate | 26% | 26% |
| 9 | DIGI Yatra Foundation# | India | Associate | Associate | 14.80% | 14.40% |

** W.e.f. from September 11, 2017, the Holding Company has entered into a share subscription cum shareholder's agreement for acquisition of 17.33% of shareholding in GMR Bajoli Holi Hydropower Private Limited. The Holding Company holds 20.85% of shareholding in GMR Bajoli Holi Hydropower Private Limited as at March 31, 2019 which is subsequently changed to 20.14% as at March 31, 2020.

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# The Holding Company has invested in DIGI Yatra foundation, a Special Purpose Vehicle (SPV) formed as central platform for identity management of passengers, as Joint Venture (JV) of Private Airport Operators and Airports Authority of India (AAI) as Section 8 Company (Not for Profit Organization) under the provisions of the Companies Act, 2013. Further, it had been decided by AAI that initially AAI, Delhi International Airport Limited (DIAL) and Bangalore International Airport Limited (BIAL) will form this company with the shareholding ratio of 26:37:37 respectively. Currently, DIGI Yatra foundation is having paid up share capital of Rs. 10,000 and DIAL has invested Rs. 1,480 only (March 31, 2023: Rs. 1,480). Currently, 26% shareholding of Digi Yatra Foundation will be held by AAI and remaining 74% shareholding will be equally divided amongst the Private Airport Operators viz. BIAL, Cochin International Airport Limited (CIAL), DIAL, GMR Hyderabad International Airport Limited (GHIAL), Mumbai International Airport Limited (MIAL) i.e. 14.80% each.

**C) Going concern**

The Delhi Aviation Services Private Limited (DASPL) has entered into Concession Agreement with the Holding Company for a period of 10 years effective from July 30, 2010 and ending on July 27, 2020 (Considering the COVID-19 pandemic and as per the mutual discussion between DASPL and DIAL concession period is extended by 1 more year i.e from July 28, 2020 to July 27, 2021 vide DIAL's letter dated June 25, 2020) which is further extended upto December 31, 2021. DIAL has further extend the concession period till March, 2022 or till the date of award of concession to the new concessionaire whichever is earlier vide DIAL's letter dated December 30, 2021, for provisioning services vis-à-vis Ground Power Unit (GPU), Pre Conditioned Air Unit (PCA) and supplying Purified Water. The Company has handed over the operations to the new concessionaire w.e.f April 01, 2022. On the basis of the Cash Reserves available with the Company as on March 31, 2024, the Company has sufficient cash reserves to meet its obligations for next 12 months period. Accordingly, the financials of DASPL are prepared on Going Concern basis as on March 31, 2024.

## 3.1 Summary of material accounting policy information

### a. Use of estimates

The preparation of the consolidated financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the consolidated financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these consolidated financial statements have been disclosed in note 33. Accounting estimates could change from year to year. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the consolidated financial statements in the year in which changes are made and, if material, their effects are disclosed in the notes to the consolidated financial statements.

### b. Current versus non-current classification

The Holding Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

a) Expected to be realised or intended to be sold or consumed in normal operating cycle
b) Held primarily for the purpose of trading
c) Expected to be realised within twelve months after the reporting period, or

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d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.
The Holding Company classifies all other assets as non-current.

A liability is current when:
a) It is expected to be settled in normal operating cycle
b) It is held primarily for the purpose of trading
c) It is due to be settled within twelve months after the reporting period, or
d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Holding Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.
The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Holding Company has identified twelve months as its operating cycle.

**c. Significant Accounting Judgements:**

In case of DAPSPL, it has executed Concession agreement with Holding Company for operating car parking facilities at Indira Gandhi International Airport, New Delhi for a period of 25 years.

Appendix A to Ind AS 115 ("Appendix A") contains provisions to cover arrangements between Built Operate and Transfer (BOT) referred to as service concession arrangement ("SCA"). An entity is required to make a careful evaluation with regard to applicability of Service concession arrangement ("SCA") guidance on every BOT arrangement. The applicability of service concession depends whether the grantor controls or regulates what services the operator must provide with the infrastructure, to whom it must provide them, and at what price; and also control the residual interest in the infrastructure.

Post the concession period, the DAPSPL shall handover all the assets to DIAL and the services are open to general public. However, the Management demonstrated that the rates at which services are required to be rendered are not controlled by Holding Company (Grantor) and accordingly concluded that provisions of "SCA" are not applicable.

**d. Investments in Associates and Joint Ventures**

The Holding Company's investments in its associate and joint venture are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Holding Company's share of net assets of the associate or joint venture since the acquisition date. Goodwill relating to the associate or joint venture is included in the carrying amount of the investment and is not tested for impairment individually.

The consolidated statement of profit and loss reflects the Holding Company's share of the results of operations of the associate or joint venture. Any change in OCI of those investees is presented as part of the Holding Company's OCI. In addition, when there has been a change recognised directly in the equity of the associate or joint venture, the Holding Company recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Holding Company and the associate or joint venture are eliminated to the extent of the interest in the associate or joint venture.

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If an entity's share of losses of an associate or a joint venture equals or exceeds its interest in the associate or joint venture (which includes any long term interest that, in substance, form part of the Holding Company's net investment in the associate or joint venture), the entity discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Holding Company has incurred legal or constructive obligations or made payments on behalf of the associate or joint venture. If the associate or joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Holding Company's share of profit or loss of an associate and a joint venture is shown on the face of the consolidated statement of profit and loss.

The financial statements of the associate or joint venture are prepared for the same reporting period as the Holding Company. When necessary, adjustments are made to bring the accounting policies in line with those of the Holding Company.

After application of the equity method, the Holding Company determines whether it is necessary to recognise an impairment loss on its investment in its associate or joint venture. At each reporting date, the Holding Company determines whether there is objective evidence that the investment in the associate or joint venture is impaired. If there is such evidence, the Holding Company calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognises the loss as 'Share of profit of an associate and a joint venture' in the consolidated statement of profit or loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Holding Company measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in consolidated profit or loss.

**e. Property, Plant and Equipment**

Property, plant and equipment are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct services, any other costs (net of Cenvat) directly attributable to bringing the assets to its working condition for their intended use.

Assets under installation or under construction as at the balance sheet date are shown as "Capital work-in-progress (CWIP)".Expenditure including finance charges directly relating to construction activity is capitalised.

Capital work in progress is stated at cost, net of accumulated impairment loss if any. Capital work in progress includes leasehold improvements under development as at the balance sheet date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Holding Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. Further, when each major inspection is performed, its cost is recognised in the carrying amount of the item of property, plant and equipment if the recognition criteria are satisfied. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising

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**(All amounts in Rupees crore, except otherwise stated)**

on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

Development fee from any regulatory authority are recognized when there is reasonable assurance that it will be received / utilized and the Company will comply with the conditions attached to them.

Development fee related to an asset, (net of direct amount incurred to earn aforesaid development fee) is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

**Depreciation of Property, Plant and Equipment**

Depreciation on property, plant and equipment is calculated on a straight line basis using the useful lives prescribed under Schedule II to the Companies Act, 2013 except for assets individually costing less than Rs. 5,000/-, which are fully depreciated in the year of acquisition and certain assets class i.e. Internal Approach Roads, Electric Panels and Transformers/Sub-station, the Holding Company, based on a technical evaluation, believes that the useful life of such property, plant and equipment is different from the useful life specified in Schedule II to Companies Act 2013.

The following is a comparison of the useful lives of these assets as adopted by the Holding Company and those prescribed under Schedule II to the Companies Act, 2013:

| Type of Assets | Useful life as estimated by the holding company based on technical evaluation | Useful life as prescribed in Schedule II to the Companies Act, 2013 |
|---|---|---|
| Roads – Other than RCC | 10 years | 5 years |
| Transformers/Power Sub-Stations (included in Plant and Machinery) | 15 years | 10 years |
| Electric Panels (included in Electrical Installations and Equipment) | 15 years | 10 years |

The useful life of the property, plant and equipment which are not as per schedule II of the Companies Act 2013, have been estimated by the management based on internal technical evaluation. The Property, plant and equipment acquired under finance lease is depreciated over the asset's useful life; or over the shorter of the asset's useful life and the lease term, if there is no reasonable certainty that the DAPSPL will obtain ownership at the end of lease term.

On June 12, 2014, the Airport Economic Regulatory Authority ("the Authority") has issued a consultation paper viz.05/2014-15 in the matter of Normative Approach to Building Blocks in Economic Regulation of major Airports wherein it, interalia, mentioned that the Authority proposes to lay down, to the extent required, the depreciation rates for airport assets, taking into account the provisions of the useful life of assets given in Schedule II of the Companies Act, 2013, that have not been clearly mentioned in the Schedule II of the Companies Act, 2013 or may have a useful life justifiably different than that indicated in the Companies Act, 2013 in the specific context to the airport sector. Pursuant to above, the Authority had issued order no. 35/2017-18 on January 12, 2018 which was further amended on April 09, 2018, in the matter of Determination of Useful life of Airport Assets, which is effective from April 01, 2018.

Accordingly, the Holding Company's management was of the view that useful lives considered by the Holding Company for most of the assets except passenger related Furniture and Fixtures were in line with the useful life proposed by AERA in its order dated January 12, 2018, which is further amended on April 09, 2018.

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Delhi International Airport Ltd. New Delhi इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

**(All amounts in Rupees crore, except otherwise stated)**

Leasehold Improvements are improvements, betterments, or modifications of leased property which will benefit the Holding Company for the period of more than one year. The amount of leasehold improvements are capitalised and amortised over the period of lease.

Some of the joint ventures and asscoates have been following useful life for their Fixed Assets which are different from the lives published under Schedule II to the Companies Act, 2013 based on the estimation of useful lives done by the respective Management.

| **Type of Assets** | **Useful life as adopted by the management of respective entities based on technical evaluation (in years)** | **Life of Asset As per Sch II of the Companies Act 2013 (in years)** |
|---|---|---|
| Building | 25 or remaining life of the concession period whichever is earlier | 30 |
| Plant and machinery | 3- 15 or concession period whichever is earlier | 15 |
| Electrical Fittings | 3-15 | 10 |
| Office Equipments | 3-10 | 5 |
| Furniture and Fittings | 3 – 10 | 10 |
| Computers (including servers and network) | 3 – 6 | 3-6 |
| Vehicles | 5 – 10 | 8-10 |

In case of GBHHPL, with respect to plant and machinery the life of the asset is considered as 40 years. Leasehold land is amortised from the date of commercial operation in case of power plants.

**f. Intangible assets**

Identifiable intangible assets are recognised:
a) when the Company controls the asset,
b) it is probable that future economic benefits attributed to the asset will flow to the Company and
c) the cost of the asset can be reliably measured.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

In case of Holding Company, intangible assets include software, upfront fee paid as airport concessionaire rights and other costs (excluding operation support costs) paid to the Airports Authority of India (AAI) pursuant to the terms and conditions of the OMDA.

In DDFS, license represents right to run and operate duty free shops and represents time value of security deposit amount paid to the Holding Company in accordance with the terms of concession arrangement.

Gain or losses arising from derecognition of other intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the other intangible asset and are recognised in the Consolidated Statement of Profit and Loss when the asset is derecognised.

Subsequent costs is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure on other intangible assets is recognised in the Consolidated Statement of Profit and Loss, as incurred.

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**Amortisation of intangible assets**

Intangible assets are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in these consolidated financial statements.

Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses, if any.

Amortisation is calculated to write off the cost of other intangible assets over their estimated useful lives 1-6 years for software and 5-10 years for Franchise rights fee using the straight-line method. Amortisation is calculated on a pro-rata basis for assets purchased/ disposed during the year.

The Holding Company amortises, upfront fee paid as airport concession rights and other costs paid to AAI referred to above are recognized and amortized over the initial period of 30 years and extended period of OMDA i.e. 60 years. Other intangible assets are amortised over the useful life of asset or six years, whichever is lower.

**Service concession arrangements:**

CELEBI constructs or upgrades infrastructure (construction or upgrade services) used to provide a public service and operates and maintains that infrastructure (operation services) for a specified period of time. These arrangements may include Infrastructure used in a public-to-private service concession arrangement for its entire useful life.

Under Appendix C to Ind AS 115 – Service Concession Arrangements, these arrangements are accounted for based on the nature of the consideration. The intangible asset model is used to the extent that the Company receives a right (i.e. a concessionaire) to charge users of the public service. The financial asset model is used when the Company has an unconditional contractual right to receive cash or another financial asset from or at the direction of the grantor for the construction services. When the unconditional right to receive cash covers only part of the service, the two models are combined to account separately for each component. If the Company performs more than one service (i.e., construction or upgrade services and operation services) under a single contract or arrangement, consideration received or receivable is allocated by reference to their relative fair values of the services delivered when the amounts are separately identifiable.

CELEBI has entered into Concessionaire Agreement with Holding Company which gives it right to operate, maintain, develop, modernise and manage the existing Cargo Terminal for a period till March 31, 2034 and the new Domestic Terminal at Delhi for a period till March 31, 2021. The concession arrangement is a service concession arrangement under appendix C to Ind AS 115. The CELEBI has a right to charge the users for the services and therefore, the same has been classified under Intangible assets model.

The intangible asset is amortised over the shorter of the estimated period of future economic benefits which the intangible assets are expected to generate or the concession period, from the date they are available for use.

An asset carried under concession arrangements is derecognised on disposal or when no future economic benefits are expected from its future use or disposal.

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### g. Provisions, Contingent liabilities and Commitments

Provisions are recognised when the Holding Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Holding Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the consolidated statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**Provision for Decommissioning cost:** In Case of TFS, the company records a provision for decommissioning costs of outlets located at Indira Gandhi International Airport, New Delhi. Decommissioning costs are provided at the present value of expected costs to settle the obligation using estimated cash flows and are recognised as part of the cost of the particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognised in the Statement of Profit and Loss as a finance cost. The estimated future costs of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset and any short / excess is adjusted from Statement of Profit and Loss.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation
- A present obligation arising from past events, when no reliable estimate is possible
- A possible obligation arising from past events, unless the probability of outflow of resources is remote

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are reviewed at each reporting date.
Provisions for onerous contracts are recognized when the expected benefits to be delivered by the Holding Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established the Holding Company recognizes any impairment loss on the assets associated with that contract.

### h. Contingent assets

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity. Contingent assets are recognized when the realisation of income is virtually certain, then the related asset is not a contingent asset and its recognition is appropriate.

Contingent assets are reviewed at each reporting date. A contingent asset is disclosed where an inflow of economic benefits is probable.

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Delhi International Airport Ltd. New Delhi

### i. Retirement and other Employee Benefits

#### Defined benefit plan

Retirement benefit in the form of Provident Fund, Superannuation Fund and Employee State Insurance are defined contribution schemes and the contributions are charged to the statement of profit and loss of the year when the contributions to the respective funds/trust are due. The Company has no obligation, other than the contribution payable to the respective funds/trusts.
All employee benefits payable/available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc., are recognised in the consolidated statement of profit and loss in the period in which the employee renders the related service.
The Holding Company recognizes contribution payable as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the reporting date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to a reduction in future payment or a cash refund.

Gratuity Liability is a defined benefit obligation which is funded through policy taken from Life Insurance Corporation of India and liability (net of fair value of investment in LIC) is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Every employee who has completed five years or more of service gets a gratuity on separation at 15 days' salary (based on last drawn basic salary) for each completed year of service.

The Holding Company treats accumulated leave including sick leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences including sick leave are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains / losses are immediately taken to the consolidated statement of profit and loss and are not deferred.

The entire amount of the provision for leave encashment is presented as current in the consolidated financial statements, since the Company does not have an unconditional right to defer settlement of the obligation.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods. Past service costs are recognised in profit or loss on the earlier of:

i) The date of the plan amendment or curtailment, and
ii) The date that the Holding Company recognises related restructuring costs.

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Holding Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

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**j. Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**I) Financial assets**

**Initial recognition and measurement**

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through profit or loss.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Holding Company's business model for managing them. With the exception of trade receivables that do not contain a significant financing component or for which the Holding Company has applied the practical expedient, the Holding Company initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Trade receivables that do not contain a significant financing component or for which the Holding Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115. Refer to the accounting policies in section (v) Revenue from contracts with customers.

In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. The Holding Company's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both.

Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Holding Company commits to purchase or sell the asset.

**Subsequent measurement**

For purposes of subsequent measurement, financial assets are classified in three broad categories:

a) Financial assets at amortised cost
b) Financial assets at fair value through profit or loss (FVTPL)
c) Financial assets at fair value through other comprehensive income (FVTOCI)

**Financial assets at amortised cost:** A 'Financial asset' is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in other income in the consolidated statement of profit and loss.. The losses arising from impairment are

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Delhi International Airport Ltd. New Delhi

recognised in the consolidated statement of profit and loss.. This category generally applies to trade and other receivables. For more information on receivables, refer to Note 12.

**Financial assets at FVTOCI**

A financial asset is measured at the FVTOCI if both of the following criteria are met:

- The asset is held within the business model, whose objective is achieved both by collecting contractual cash flows and selling the financial assets, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are SPPI on the principal amount outstanding.

If the Holding Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Holding Company may transfer the cumulative gain or loss within equity.

**Financial assets at FVTPL**: FVTPL is a residual category for financial assets. Any Financial asset, which does not meet the criteria for categorization as at amortized cost or as at Fair Value through OCI (FVTOCI), is classified as at FVTPL.

In addition, the Holding Company may elect to designate a Financial assets, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the consolidated statement of profit and loss.

**Derecognition of financial assets**

A financial asset (or, where applicable, a part of a financial asset or part of a Holding Company of similar financial assets) is primarily derecognised when:

- The rights to receive cash flows from the asset have expired or
- The Holding Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Holding Company has transferred substantially all the risks and rewards of the asset, or (b) the Holding Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Holding Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Holding Company continues to recognise the transferred asset to the extent of the Holding Company's continuing involvement. In that case, the Holding Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Holding Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Holding Company could be required to repay.

**Impairment of financial assets**

In accordance with Ind AS 109, the Holding Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

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Delhi International Airport Ltd. New Delhi

Financial assets measured at amortised cost e.g., deposits, trade receivables and bank balance.
The Holding Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables or contract revenue receivables.
The application of simplified approach does not require the Holding Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Holding Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Holding Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the
original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Holding Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For assessing increase in credit risk and impairment loss, the Holding Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

**II. Financial liabilities**

**i. Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.
The Holding Company's financial liabilities include trade and other payables, loans and borrowings including derivative financial instruments.

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Delhi International Airport Ltd. New Delhi

**ii. Subsequent measurement**

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to consolidated statement of profit and loss. However, the Holding Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the consolidated statement of profit and loss. The Holding Company has not designated any financial liability as at fair value through profit and loss.

**iii. De-Recognition of Financial liability**

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

**III. Offsetting of financial instruments:**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**k. Loans and borrowings**

This is the category most relevant to the Holding Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the consolidated statement of profit and loss.

**l. Derivative financial instruments and hedge accounting**

**Initial Recognition and subsequent measurement**

The Holding Company uses derivative financial instruments, such as call spread options and interest rate swaps to hedge its foreign currency risks and interest rate risks, respectively.

Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss, except for the effective portion of cash flow hedges, which is recognised in OCI and later reclassified to profit or loss when the hedge item affects profit or loss.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**For the purpose of hedge accounting, hedges are classified as:**

a) Fair value hedges when hedging the exposure to changes in the fair value of a recognised asset or liability or an unrecognised firm commitment;

b) Cash flow hedges when hedging the exposure to variability in cash flows that is either attributable to a particular risk associated with a recognised asset or liability or a highly probable forecast transaction or the foreign currency risk in an unrecognised firm commitment;

c) Hedges of a net investment in a foreign operation.

At the inception of a hedge relationship, the Holding Company formally designates and documents the hedge relationship to which the Holding Company wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. The documentation includes the Holding Company's risk management objective and strategy for undertaking hedge, the hedging / economic relationship, the hedged item or transaction, the nature of the risk being hedged, hedge ratio and how the entity will assess the effectiveness of changes in the hedging instrument's fair value in offsetting the exposure to changes in the hedged item's fair value or cash flows attributable to the hedged risk. Such hedges are expected to be highly effective in achieving offsetting changes in fair value or cash flows and are assessed on an ongoing basis to determine that they actually have been highly effective throughout the financial reporting periods for which they were designated.
Cash flow hedges that meet the strict criteria for hedge accounting are accounted for as described below:

The effective portion of the gain or loss on the hedging instrument is recognised in OCI in the cash flow hedge reserve, while any ineffective portion is recognised immediately in the consolidated statement of profit and loss.

Amounts recognised as OCI are transferred to profit or loss when the hedged transaction affects profit or loss, such as when the hedged financial income or financial expense is recognised or when a forecast sale occurs.

If the hedging instrument expires or is sold, terminated or exercised without replacement or rollover (as part of the hedging strategy), or if its designation as a hedge is revoked, or when the hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss previously recognised in OCI remains separately in equity until the forecast transaction occurs or the foreign currency firm commitment is met.

**Presentation of derivative contracts in the financial statement**

Derivative assets and liabilities recognized on the balance sheet are presented as current and non-current based on the classification of the underlying hedged item.

**m. Fair value measurement**

The Holding Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

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

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

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The principal or the most advantageous market must be accessible by the Holding Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

The Holding Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

**Level 1** — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
**Level 2** — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
**Level 3** — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the consolidated financial statements on a recurring basis, the Holding Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Holding Company determines the policies and procedures for recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value. External valuers are involved for valuation of significant assets or liabilities such as derivative instruments, unquoted financial assets and contingent consideration. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained.

For impairment testing purposes and where significant assets (such as property) are valued by reference to fair value less costs of disposal, an external valuation will normally be obtained using professional valuers who have appropriate market knowledge; reputation and independence

At each reporting date, the Holding Company analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Holding Company's accounting policies. For this analysis, the Holding Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

For the purpose of fair value disclosures, the Holding Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes as mentioned below.

a) Disclosures for valuation methods, significant estimates and assumptions **(note 38)**
b) Quantitative disclosures of fair value measurement hierarchy **(note 39)**
c) Financial instruments (including those carried at amortised cost)

K.S. RAO & CO. Chartered Accountants BENGALURU

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**n. Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Holding Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the amount of the transaction price, excluding the estimates of variable consideration that is allocated to that performance obligation, considering contractually defined terms of payment, and excluding taxes or duties collected on behalf of the government.

**Revenue from contract with customer**

Revenue from contracts with customers is recognised when control of the services are transferred to the customer at an amount that reflects the consideration to which the Holding Company expects to be entitled in exchange for those services. The Holding Company has generally concluded that it is the principal in its revenue arrangements, because it typically controls the services before transferring them to the customer.

**Revenue from Operations**

**Significant financing component**

Generally, the Holding Company receives short-term advances from its customers. Using the practical expedient in Ind AS 115, the Holding Company does not adjust the promised amount of consideration for the effects of a significant financing component if it expects, at contract inception, that the period between the transfer of the promised service to the customer and when the customer pays for that service will be one year or less.

The Holding Company also receives long-term advances from customers for rendering services. The transaction price for such contracts are discounted, using the rate that would be reflected in a separate financing transaction between the Holding Company and its customers at contract inception, to take into consideration the significant financing component.

**Income from services**

Revenue from airport operations i.e. Aeronautical and Non Aeronautical operations are recognised on accrual basis, net of Goods and Service Tax (GST), and applicable discounts when services are rendered. Aeronautical operations include user development fees (UDF), Passenger Service Fee (Facilitation Component) [PSF (FC)], Baggage X-ray Charges, Landing and Parking of aircraft and into-plane charges. The main streams of non –aeronautical revenue includes duty free, retail, advertisement, food & beverages, cargo, ground handling, car parking and land & space- rentals.

Land & Space- rentals pertains to granting right to use land and space primarily for catering to the need of passengers, air traffic services and air transport services.

Revenue from commercial property development rights granted to concessionaires is recognized on accrual basis, as per the terms of the agreement entered into with the customers.

**Cargo revenue**

Revenue from cargo operations are recognized on accrual basis, net of Goods and Service Tax (GST) and applicable discounts, when services are rendered. In case of cargo handling revenue, revenue from outbound cargo is recognized at the time of acceptance of cargo with respect to non-airline customers and at the time of departure of aircraft with respect to airline customers and revenue from inbound cargo is recognized at the time of arrival of aircraft in case of airline customers and the point of delivery of cargo in case of non –airline

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

customer. For non –airline customers, Holding Company follow the tariff approved by the airport economic regulatory authority. In other cases, mutually agreed contract price. The Holding Company collects GST on behalf of the government and, therefore, it is not an economic benefit flowing to the Holding Company. Hence, it is excluded from revenue

In case of service concession agreements, revenue are recognised in line with the Appendix C to Ind AS 115 – Service Concession Arrangements

Income from the concession arrangements earned under the intangible asset model consists of:
i) fair value of contract revenue, which is deemed to be fair value of consideration transferred to acquire the asset; and
ii) payments actually received from the users.

**Revenues and cost of improvements to concession assets**

In conformity with appendix C of Ind AS 115, the CELEBI recognizes revenues and the associated costs of improvements to concession assets which it is obligated to perform at the cargo terminal as established by the concession agreement. Revenues represent the value of the exchange between the Celebi and the grantor of concession with respect to the improvements, given that the Celebi constructs or provides improvements to the cargo terminal as obligated under the concession agreement and in exchange, the grantor of concession grants the Celebi the right to obtain benefits for services provided using those assets. The Celebi has determined that its obligations per the concession agreement should be considered to be a revenue earning activity as all expenditures incurred to fulfil the concession provisions are included in the maximum tariff it charges its customers and therefore it recognizes the revenue and expense in statement of profit and loss when the expenditures are performed.

The cost for such additions and improvements to concession assets is based on actual costs incurred by the Celebi in the execution of the additions or improvements, considering the requirements in the concession agreement. The amount of revenues for these services is equal to the amount of costs incurred, as Celebi does not obtain any profit margin for these construction services. The amounts paid are set at market value.

**Food and Beverage Operations**

**a) Sale of goods (food, beverages, liqour and others)**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the customer, which coincides with the point of delivery of the goods to the customer from restaurant delivery outlets, at which time all the following conditions are satisfied:

- The Holding Company has transferred to the buyer the significant risks and rewards of ownership of goods;
- The Holding Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Holding Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

**b) Mangement Fee**

Management fees are recognised on an accrual basis in the accounting period in which the services are rendered and in accordance with the agreement entered into with the food and beverage outlet operator.

**c) Sales Incentive Fees**

Sales Incentive fees is recognised on an accrual basis in the accounting period to which it pertains.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Advertisement & Installation Services**

Revenue from developing, operating, maintaining and managing the sites at airport for display of advertisement are recognized on pro-rate basis over the period of display of advertisements.

TIMDAA provides installation services that are either sold separately or bundled together with the sale of display services to the customer. Contracts for bundled sales of installation services are comprised of two performance obligations because the promises to provide display services and provide installation services are capable of being distinct and separately identifiable. Accordingly, the TIMDAA allocates the transaction price based on the relative stand-alone selling prices of the display and installation services.TIMDAA recognizes revenue from installation services at a point of time of billing to the customers, that generally coincides with the satisfaction of the performance obligation.

**Bridge Mounted Equipments Operations**

Revenue from Operations i.e. Ground Power Unit (GPU), Pre Conditioned Air (PCA) and potable water are recognized on accrual basis when the services are rendered.

**Parking Operations**

The Holding Company's revenue is generated from parking services and revenue from these services is recognised as and when the amounts are received from users i.e. recognised as revenue on receipt.
Similarly revenue from airport entry ticket for visitors and from left luggage facilities are recognised as and when cash/money is collected.

**Power Plant Income**

In case of power generating and trading companies, revenue from energy units sold as per the terms of the PPA ('Power Purchase Agreement) and Letter Of Intent ('LOI') (collectively hereinafter referred to as 'the PPAs') is recognised on an accrual basis and includes unbilled revenue accrued up to the end of the accounting year. Revenue from energy units sold on a merchant basis is recognised in accordance with billings made to customers based on the units of energy delivered and the rate agreed with the customers.

Revenue is recognized after netting off purchase of power, transmission charges and E-tax paid and recovered from customers. The Claims for delayed payment charges and any other claims, which the Holding Company is entitled to under the PPAs, are accounted where the management believes that these are due to it.

**Rental income**

In case of DAFFPL, rental income from operating leases is generally recognised as per the terms of the lease agreement. As the rentals are structured soley to increase in line with the expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the period in which such benefits accrue.

**Income from Mutual Funds**

Mutual fund income are recognized based on the fair valuation as on each reporting date for the respective period. Profit/ loss on sale of mutual funds is recognized when the title to mutual funds ceases to exist. On disposal of above, the difference between its carrying amount and net disposal proceeds is charged or credited to the Consolidated Statement of Profit and Loss.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

**o. Taxes**

Tax expense comprises current tax and deferred tax.

**Current income tax**

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Income Tax Act, 1961.

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

i) When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
ii) In respect of taxable temporary differences associated with investments in subsidiary, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

i) When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.
ii) In respect of deductible temporary differences associated with investments in subsidiary, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

K.S. RAO & CO. Chartered Accountants BENGALURU

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Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum Alternate Tax ('MAT') paid in a year is charged to the consolidated statement of profit and loss as current tax. The Holding Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Holding Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Holding Company recognises MAT credit as an asset in accordance with the Guidance Note on 'Accounting for Credit Available in respect of Minimum Alternative Tax' under IT Act, the said asset is created by way of credit to the consolidated statement of profit and loss and shown as 'MAT credit entitlement'. The Holding Company reviews the 'MAT credit entitlement' asset at each reporting date and writes down the asset to the extent the Holding Company does not have convincing evidence that it will pay normal tax during the specified period.

**Taxes, cess, duties such as sales tax/ value added tax/ service tax/goods and service tax etc. paid on acquisition of assets or on incurring expenses**

Expenses and assets are recognised net of the amount of taxes paid, except:

- When the tax incurred on a purchase of assets, goods or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable
- When receivables and payables are stated with the amount of tax included

The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

**p. Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Holding Company are segregated.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

## 3.2 Other accounting policies

### a. Borrowing cost

Borrowing costs, net of income on surplus investments directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of the asset. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. All other borrowing costs are expensed in the period in which they occur.

Borrowing costs consist of interest, call spread premium and other costs that an entity incurs in connection with the borrowing of funds.

### b. Leases

The Holding Company assesses a contract at inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**Holding Company as a lessee:**

The Holding Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Holding Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**Right-of-use assets:** The Holding Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

The right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

- Electrical installations and equipment: 10 years
- Plant and machinery: 15 years
- Building: over the period of lease

The ownership of the leased Electrical installations and equipment and Plant and machinery transfers to the Holding Company at the end of the lease term, accordingly, depreciation is calculated using the estimated useful life of the respective assets.

**Lease liabilities:** At the commencement date of the lease, the Holding Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term.

The lease payments included in the measurement of the lease liability include fixed payments (including in substance fixed payments), variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Holding Company and payments of penalties for terminating the lease, if the lease term reflects the Holding Company exercising the option to terminate.

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Delhi International Airport Ltd. New Delhi

Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit and loss.

**Short-term leases and leases of low-value assets:** In case of a short term lease contract and lease contracts for which the underlying asset is of low value, lease payments are charged to statement of profit and loss on accrual basis.

**Holding Company as a lessor:**

Leases in which the Holding Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Income from operating lease is recognised on a straight-line basis over the term of the relevant lease.

Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfers from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

**c. Impairment of non-financial assets**

The Holding Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Holding Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash generating units' (CGUs) fair value less cost of disposal and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less cost of disposal, recent market transactions are taken into account. The Holding Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Holding Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Holding Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the consolidated statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

For assets an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Holding Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit and loss.

**d. Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.
For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Holding Company's cash management.

**e. Foreign currencies**

**Functional Currency**

The Consolidated financial statements are presented in Indian rupees (INR), which is also the Holding Company's functional currency.

**Transactions and Translations**

Transactions in foreign currencies are initially recorded by the Holding Company at their respective functional currency spot rates at the date the transaction first qualifies for recognition. However, for practical reasons, the Holding Company uses an average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the intial transactions.

In case of DDFS, non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rate at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or statement of profit and loss are also recognized in OCI or profit or loss, respectively).

**f. Operating segments**

The Holding Company has only one reportable operating segment, which is operation of airport and providing allied services. Accordingly, the amounts appearing in the consolidated financial statements relate to the Holding Company's single operating segment.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

**g. Earning per share**

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

**h. EBIDTA**

The Holding Company has presented profit/ (loss) before finance costs, taxes, depreciation, amortisation expense and exceptional items as EBIDTA.

## 3.3 Recent Accounting standards, interpretations and amendments to existing standards

The Ministry of Corporate Affairs ('MCA') vide its notification dated 31 March 2023, notified the Companies (Indian Accounting Standards) Amendment Rules, 2023, which amended certain accounting standards (see below), and are effective 1 April 2023:

- Disclosure of accounting policies - amendments to Ind AS 1
- Definition of accounting estimates - amendments to Ind AS 8
- Deferred tax related to assets and liabilities arising from a single transaction - amendments to Ind AS 12

The other amendments to Ind AS notified by these rules are primarily in the nature of clarifications.

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Holding Company.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**4 Property, plant and equipment**

| | Buildings | Leasehold improvements | Bridges, Culverts, Bunders etc. | Electrical installations and equipments | Roads- Other than RCC | Runways, Taxiways and Apron etc. | Plant and Machinery | Office equipments | Computer and data processing units | Furniture and Fittings | Vehicles | Total | Capital work in progress |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **Gross block (at cost)** | | | | | | | | | | | | | |
| As at April 1, 2022 | 4,734.20 | 20.77 | 409.41 | 1,390.45 | 251.06 | 2,651.21 | 2,651.88 | 19.78 | 133.77 | 359.64 | 19.91 | 12,642.08 | 5,537.69 |
| Additions [refer note (a) below] | 169.51 | 4.90 | 1.36 | 17.14 | 9.39 | 413.58 | 286.98 | 1.78 | 46.02 | 36.64 | 11.24 | 998.54 | 3,510.48 |
| Transfer for capitalization from CWIP | - | - | - | - | - | - | - | - | - | - | - | - | (965.28) |
| Disposals/discard [refer note (b) below] | (0.02) | (0.02) | - | (27.15) | - | - | (80.71) | (5.23) | (21.14) | (26.86) | (3.93) | (165.06) | - |
| **As at April 1, 2023** | **4,903.69** | **25.65** | **410.77** | **1,380.44** | **260.45** | **3,064.79** | **2,858.15** | **16.33** | **158.65** | **369.42** | **27.22** | **13,475.56** | **8,082.88** |
| Additions | 3,134.64 | - | 652.30 | 589.53 | 472.18 | 4,387.72 | 1,060.51 | 4.21 | 9.49 | 81.33 | 2.65 | 10,394.56 | 3,355.61 |
| Other Adjustments [refer note (f) below] | - | - | - | 95.18 | - | - | (95.18) | - | - | - | - | - | (8.53) |
| Transfer for capitalization from CWIP | - | - | - | - | - | - | - | - | - | - | - | - | (10,844.77) |
| Disposals | - | - | - | - | - | - | - | - | - | (0.00) | (0.18) | (0.18) | - |
| **As at March 31, 2024** | **8,038.33** | **25.65** | **1,063.07** | **2,065.15** | **732.63** | **7,452.51** | **3,823.48** | **20.54** | **168.14** | **450.75** | **29.69** | **23,869.94** | **585.19** |
| **Accumulated depreciation** | | | | | | | | | | | | | |
| As at April 1, 2022 | 1,782.36 | 20.46 | 168.11 | 943.59 | 221.24 | 1,147.84 | 1,869.11 | 12.62 | 91.94 | 230.62 | 11.69 | 6,499.58 | |
| Charge for the year | 198.11 | 0.45 | 13.57 | 58.83 | 3.00 | 129.33 | 195.88 | 2.07 | 16.06 | 21.45 | 2.49 | 641.24 | |
| Disposals/ discard | - | - | - | (4.43) | - | - | (57.82) | (5.19) | (20.76) | (26.77) | (3.61) | (118.58) | |
| **As at March 31, 2023** | **1,980.47** | **20.91** | **181.68** | **997.99** | **224.24** | **1,277.17** | **2,007.17** | **9.50** | **87.24** | **225.30** | **10.57** | **7,022.24** | - |
| Charge for the year | 160.22 | 1.63 | 26.19 | 88.03 | 29.79 | 215.66 | 195.99 | 2.69 | 20.74 | 24.84 | 3.27 | 769.05 | |
| Other Adjustments [refer note (f) below] | - | - | - | 4.64 | - | - | (4.64) | - | - | - | - | - | |
| Disposals | - | - | - | - | - | - | - | - | - | - | (0.12) | (0.12) | |
| **As at March 31, 2024** | **2,140.69** | **22.54** | **207.87** | **1,090.66** | **254.03** | **1,492.83** | **2,198.52** | **12.19** | **107.98** | **250.14** | **13.72** | **7,791.17** | - |
| **Net block** | | | | | | | | | | | | | |
| **As at March 31, 2023** | **2,923.22** | **4.74** | **229.09** | **382.45** | **36.21** | **1,787.62** | **850.98** | **6.83** | **71.41** | **144.12** | **16.65** | **6,453.31** | **8,082.88** |
| **As at March 31, 2024** | **5,897.64** | **3.11** | **855.20** | **974.49** | **478.60** | **5,959.68** | **1,624.96** | **8.35** | **60.16** | **200.61** | **15.97** | **16,078.77** | **585.19** |

a. During the previous year input tax credit pertaining to Goods and Service Tax on civil works has been capitalised amounting Rs. 176.87 crores [Refer note 44 (i)]

b. Terminal arrival building were decapitalized during the previous year for Rs 33.60 crores.
During the previous year certain high value assets written off due to physical verification amounting to Rs. 124.85 crores
Assets sold as scrap during the previous year of Rs. 6.61 crores

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

c. Buildings include space given on operating lease:
Gross block Rs. 180.61 crores (March 31, 2023: Rs. 227.25 crores),
Depreciation charge for the year Rs. 5.82 crores (March 31, 2023: Rs. 9.42 crores ),
Accumulated depreciation Rs. 77.93 crores (March 31, 2023: Rs. 88.77 crores) and
Net book value Rs. 96.86 crores (March 31, 2023 : Rs. 129.06 crores)

d. Refer note 36(III)(a) for disclosure of contractual commitments for the acquisition of property, plant and equipment.

e. The Gross Block as on March 31, 2024 includes Phase-3A assets amounting to Rs. 11,878.17 crores (March 31, 2023: Rs. 1,691.72 crores). This includes borrowing costs as on March 31, 2024 Rs 1,673.42 crores (March 31, 2023: Rs. 213.76 crores) as per detail below –

| Particulars | Buildings | Leasehold improvements | Bridges, Culverts, Bunders,etc. | Electrical installations and equipments | Roads- Other than RCC | Runways, Taxiways and Apron etc. | Plant and Machinery | Office equipments | Computer and data processing units | Furniture and Fittings | Vehicles | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| As at March 31, 2024 | 418.10 | - | 102.79 | 137.36 | 77.72 | 749.23 | 169.30 | - | 6.17 | 12.75 | - | 1,673.42 |
| As at March 31, 2023 | 28.95 | - | - | 47.44 | - | 92.53 | 35.75 | - | 6.17 | 2.92 | - | 213.76 |

f. Other adjustments represent the reclass of assets capitalised during the previous year.

g As per the development right given under OMDA (Operation, management and development agreement) entered with Airports Authority of India, the Holding Company has constructed all immovable properties included under the head Property, plant and equipment and accordingly, considering the said development right, title deed of all immovable properties included under the head Property, plant and equipment are held in the name of Holding Company.

h The Holding Company has not carried out any revaluation of Property, plant and equipment during current and previous year.

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**5 Right of use assets**

| | Electrical Installations and Equipment | Plant and Machinery | Building | Total |
|---|---|---|---|---|
| **Gross Block** | | | | |
| **As at April 1, 2022** | - | - | 18.04 | 18.04 |
| Additions | - | - | 1.08 | 1.08 |
| Modifications | - | | 2.70 | 2.70 |
| **As at March 31, 2023** | - | - | 21.82 | 21.82 |
| Additions* | 204.71 | 232.59 | 4.13 | 441.43 |
| Disposals | - | - | - | - |
| **As at March 31, 2024** | 204.71 | 232.59 | 25.95 | 463.25 |
| **Accumulated Depreciation** | | | | |
| **As at April 1, 2022** | - | - | 5.78 | 5.78 |
| Charge for the year | - | - | 5.24 | 5.24 |
| **As at March 31, 2023** | - | - | 11.02 | 11.02 |
| Charge for the year | 5.10 | 3.86 | 4.38 | 13.34 |
| **As at March 31, 2024** | 5.10 | 3.86 | 15.40 | 24.36 |
| **Net Block** | | | | |
| **As at March 31, 2023** | - | - | 10.80 | 10.80 |
| **As at March 31, 2024** | 199.61 | 228.73 | 10.55 | 438.89 |

* The Gross Block as on March 31, 2024 includes Phase-3A assets amounting to Rs. 437.30 crores (March 31, 2023: Rs. Nil). This includes borrowing costs as on March 31, 2024 Rs. 26.66 crores (March 31, 2023: Rs. Nil) as per detail below -

| Particulars | Electrical Installations and Equipment | Plant and Machinery | Building | Total |
|---|---|---|---|---|
| As at March 31, 2024 | 12.48 | 14.18 | - | 26.66 |
| As at March 31, 2023 | - | - | - | - |

**6 Intangible assets**

| | Airport concessionaire rights* | Computer software | Total |
|---|---|---|---|
| **Gross block (at cost)** | | | |
| **As at April 1, 2022** | 490.52 | 47.42 | 537.94 |
| Additions | - | 0.36 | 0.36 |
| Disposals | - | (0.17) | (0.17) |
| **As at March 31, 2023** | 490.52 | 47.61 | 538.13 |
| Additions | - | 5.44 | 5.44 |
| **As at March 31, 2024** | 490.52 | 53.05 | 543.57 |
| **Accumulated amortisation** | | | |
| As at April 1, 2022 | 129.78 | 43.97 | 173.75 |
| Charge for the year | 8.21 | 1.10 | 9.31 |
| Disposals | - | (0.17) | (0.17) |
| **As at March 31, 2023** | 137.99 | 44.90 | 182.89 |
| Charge for the year | 8.16 | 1.58 | 9.74 |
| **As at March 31, 2024** | 146.15 | 46.48 | 192.63 |
| **Net Block** | | | |
| **As at March 31, 2023** | 352.53 | 2.71 | 355.24 |
| **As at March 31, 2024** | 344.37 | 6.57 | 350.94 |

* Airport concessionaire rights are recognized and amortized over the initial period of 30 years and extended period of 30 years of OMDA i.e. 60 years.
The Holding Company has not carried out any revaluation of intangible assets during current and previous year.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees Crores, except otherwise stated)**

**7.1 Other Non Current Investments**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Carried at fair value through profit and loss** | | |
| East Delhi Waste Processing Company Private Limited | | |
| 7,839 shares of Rs. 10 each ( March 31, 2023 : 7,839 shares of Rs 10 each) | 0.01 | 0.01 |
| | **0.01** | **0.01** |

**7.2 Current Investments**

| | | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| **Investments carried at fair value through profit or loss** | | | |
| **Investment in mutual funds** | | | |
| **Unquoted investments** | | | |
| Invesco Mutual Fund | | 5.01 | - |
| [15,103.05 units (March 31, 2023 : Nil) of Rs. 1,000 each] | | | |
| Sundaram Money Fund Regular – Growth | | 9.90 | 24.20 |
| [77,852.19 units (March 31, 2023 : 203,167.73) of Rs. 1,000 each] | | | |
| HSBC Overnight Fund Direct - Growth | | 28.00 | 36.32 |
| [223,468.21 units (March 31, 2023 : 309,602.20) of Rs. 1,000 each] | | | |
| ICICI Prudential Overnight Fund-Growth | | 101.85 | 50.04 |
| [789,203.22 units (March 31, 2023 : 414,042.23) of Rs. 100 each ] | | | |
| SBI Overnight Fund-Growth | | 178.16 | 8.32 |
| [457,314.91 units (March 31, 2023 : 22,808.12) of Rs. 1,000 each ] | | | |
| Aditya Birla Overnight Fund-Growth | | - | 32.83 |
| [Nil units (March 31, 2023 : 270,781.62) of Rs. 1,000 each ] | | | |
| UTI Overnight Fund-Growth | | - | 57.28 |
| [Nil units (March 31, 2023 : 186,662.09) of Rs. 1,000 each ] | | | |
| Axis Overnight Fund- Growth | | 49.54 | 81.45 |
| [391,141.60 units (March 31, 2023 : 687,038.70) of Rs. 1,000 each ] | | | |
| Tata Overnight Fund- Growth | | 19.12 | 23.17 |
| [151,381.33 units (March 31, 2023 : 195,958.53) of Rs. 1,000 each ] | | | |
| Kotak Overnight fund | | 49.41 | 94.77 |
| [386,825.06 units (March 31, 2023 : 792,542.20) of Rs. 1,000 each ] | | | |
| LIC MF Overnight Fund - Direct Plan-Growth | | 30.82 | - |
| [248,328.70 units (March 31, 2023 : Nil) of Rs. 1,000 each ] | | | |
| | **Total (A)** | **471.81** | **408.38** |
| **Investments carried at amortised cost** | | | |
| **Investment in Commercial Papers** | | | |
| ECL Finance Limited | | - | 146.82 |
| [Nil ( March 31, 2023: 5,140 ) of 500,000 each] | | | |
| Edel Finance Company Limited | | 206.18 | 236.79 |
| [4,180 ( March 31, 2023: 4,940) of 500,000 each] | | | |
| Edelweiss Rural and Corporate Services Limited | | 182.23 | 122.26 |
| [3,700 ( March 31, 2023: 2500) of 500,000 each] | | | |
| **Certificate of deposits** | | 99.02 | - |
| | **Total (B)** | **487.43** | **505.87** |
| **Aggregate book value of unquoted investment** | **Total (A+B)** | **959.24** | **914.25** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

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**8. Other financial assets**

| | Non current | | Current | |
|---|---|---|---|---|
| | **March 31, 2024** | **March 31, 2023** | **March 31, 2024** | **March 31, 2023** |
| **Derivative Instrument carried at fair value through OCI #** | | | | |
| Cash flow hedge- Call spread option | 1,087.49 | 1,065.92 | - | - |
| **Carried at amortised cost** | | | | |
| **Security deposits** | | | | |
| Unsecured, considered good | 104.65 | 107.11 | 1.65 | 305.47 |
| | 104.65 | 107.11 | 1.65 | 305.47 |
| Interest accrued on fixed deposits and others | - | - | 6.28 | 20.22 |
| Non-trade receivable$ | 91.28 | 84.07 | 29.88 | 63.45 |
| [net of provision of doubtful debts Rs. 0.79 crore (March 31, 2023 Rs. 0.81 crore)] | | | | |
| Unbilled receivables** | - | - | 208.39 | 200.05 |
| Debentures for provident fund^ | | | 0.15 | 0.17 |
| Other recoverable from related parties [refer note 34(b)] | | | | |
| Unsecured, considered good [refer note 36 (I)(g)] | 446.21 | - | 0.39 | 0.80 |
| Doubtful | - | - | 43.21 | 489.42 |
| | 446.21 | - | 43.60 | 490.22 |
| Less: provision for doubtful advances | - | | (43.21) | (489.42) |
| | 446.21 | - | 0.39 | 0.80 |
| Margin money deposit* (refer note 13) | 0.32 | 0.31 | - | - |
| **Total other financial assets** | **1,729.95** | **1,257.41** | **246.74** | **590.16** |

#Financial assets at fair value reflect the change in fair value of call spread options and coupon only hedge, designated as cash flow hedges to hedge the future cash outflow in USD on settlement of foreign exchange borrowings of USD 1,022.60 million (Rs. 8,529 Crores) [March 31, 2023: USD 1,022.60 million (Rs. 8,402.70 Crores)] on senior secured foreign currency notes and coupon payment in USD on borrowing of USD 150 Million ( March 31, 2023: USD 150 million).

* Rs 0.32 Crore (March 31, 2023: Rs 0.31 Crore) against License fee to South Delhi Municipal Corporation.
^Debentures were taken over by the Holding Company at the time of surrender of Holding Company provident fund trust.
$ Includes receivables towards usage of utilities from concessionaires and receivables related to relinquishment of asset rights.
** There is no unbilled revenue which is disputed and which has significant increase in credit risk / credit impaired.

**9. Other assets**

| | | Non current | | Current | |
|---|---|---|---|---|---|
| | | **March 31, 2024** | **March 31, 2023** | **March 31, 2024** | **March 31, 2023** |
| Capital advances | | 119.41 | 471.35 | - | - |
| | (A) | 119.41 | 471.35 | - | - |
| **Advances other than capital advance** | | | | | |
| Advance to suppliers | | - | - | 74.76 | 131.91 |
| | (B) | - | - | 74.76 | 131.91 |
| **Others** | | | | | |
| Prepaid expenses | | 21.65 | 25.72 | 13.17 | 11.79 |
| Deposit with government authorities including paid under protest [refer note 36 (I) (a)] | | - | - | 2.87 | 10.12 |
| Other borrowing cost to the extent not amortised | | 3.80 | 5.25 | 1.48 | 1.53 |
| Lease equilisation assets [refer note 3.2(b)] | | 1,935.54 | 1,661.33 | - | - |
| Good and service tax refund receivable | | - | - | - | - |
| Balance with statutory / government authorities [refer note 44(i)] | | - | - | 12.31 | 21.71 |
| Prepaid gratuity [refer note 35(c)] | | 2.25 | - | - | - |
| | (C) | 1,963.24 | 1,692.30 | 29.83 | 45.15 |
| **Total other assets (A+B+C)** | | **2,082.65** | **2,163.65** | **104.59** | **177.06** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(Amount in Rupees Crores, unless otherwise stated)**

**10. Income tax**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Current income tax** | - | 7.55 |
| **Deferred tax:** | | |
| Deferred tax reclassified from Cash flow hedge reserve on account of hedge settlement | - | - |
| Relating to origination and reversal of temporary differences | - | - |
| **Income tax expense reported in the consolidated statement of profit or loss** | - | 7.55 |

**Other comprehensive income (OCI)**
Deferred tax related to items recognised in OCI during in the year:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Re-measurement gains (losses) on defined benefit plans | - | - |
| Cash flow Hedge Reserve | - | - |
| **Income tax charged to OCI** | - | - |

**Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2024 and March 31, 2023:**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Accounting loss before tax | (182.10) | (260.29) |
| Share of profit of associates and joint ventures (net) | 172.92 | 146.89 |
| **Loss before taxes and share of profit/(loss) of associates and joint ventures (net)** | **(355.02)** | **(407.18)** |
| **Tax at the applicable tax rate of 34.94% (March 31, 2023: 34.94%)** | **(124.06)** | **(142.29)** |
| Temporary differences on which deferred tax is not recognised | 58.70 | 64.34 |
| Permanent differences | 2.14 | 30.88 |
| Adjustment of tax relating to earlier years | - | 7.55 |
| Undistributed profits of equity accounted investments | 60.94 | 45.39 |
| Impact on expenses disallowed as per Income tax Act, 1961 | 2.27 | 1.68 |
| Other adjustments | - | - |
| **Total tax expense** | - | **7.55** |
| Total tax expense reported in the conslidated statement of profit and loss related to earlier years | - | 7.55 |

**Deferred tax:**

| | Balance sheet | | Statement of profit or loss | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Deferred tax liabilities** | | | | |
| Accelerated depreciation for tax purposes ( net of intangibles- Airport concessionaire rights) | (814.11) | (699.41) | (114.70) | 32.97 |
| On account of upfront fees being amortized using effective intererst rate (EIR) method | (29.09) | (36.00) | 6.91 | 3.69 |
| Fair value of investment in mutual fund | (0.55) | (0.38) | (0.17) | (0.04) |
| Right-of-use assets | (153.37) | (3.77) | (149.60) | 0.51 |
| Rent Equalization reserve | (676.36) | (580.54) | (95.82) | (66.10) |
| Cash flow hedge reserve | (36.56) | (23.85) | (12.71) | (6.59) |
| Deferred tax on undistributed profits | (189.68) | (122.16) | (67.52) | (16.06) |
| | **(1,899.72)** | **(1,466.11)** | **(433.61)** | **(51.62)** |
| **Deferred tax assets** | | | | |
| Unabsorbed depreciation and business loss | 1,593.54 | 1,232.67 | 360.87 | 182.09 |
| Others disallowances/adjustments | 14.41 | 14.64 | (0.23) | (1.19) |
| Lease liability | 141.98 | 4.40 | 137.58 | 0.73 |
| Interest income credited in capital work in progress | 139.97 | 117.09 | 22.88 | 23.99 |
| Unpaid liability of AAI revenue share | 275.95 | 231.88 | 44.07 | 30.40 |
| Other borrowing cost to the extent not amortised | 27.89 | 32.90 | (5.01) | (3.82) |
| | **2,193.74** | **1,633.58** | **560.16** | **232.20** |
| **Net deferred tax assets*** | - | - | - | - |

* The Holding Company has significant unabsorbed depreciation and business losses as per income tax laws. Considering the Holding Company has been incurring losses, deferred tax asset has been recognised only to the extent of the available taxable temporary differences.

| | | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| **Reconciliations of net deferred tax liabilities** | | | |
| Opening balance as at beginning of the year | | - | - |
| Tax income during the period recognised in consolidated statement of profit and loss | (A) | - | - |
| Tax expenses during the period recognised in OCI | (B) | - | - |
| **Movement during the year** | **(A+B)** | - | - |
| **Closing balance** | | - | - |

The Holding Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

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**11. Inventories**

| **(valued at lower of cost or net realizable value)** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Stores and spares | 6.92 | 5.53 |
| Provision for non /slow moving stores and spares | (1.07) | - |
| | 5.85 | 5.53 |

**12. Trade receivables**

| | **Current** | |
|---|---|---|
| | **March 31, 2024** | **March 31, 2023** |
| **Trade receivables** | | |
| Related parties (refer note 34(b)) | 25.01 | 21.70 |
| Others | 64.76 | 55.10 |
| | 89.77 | 76.80 |
| | | |
| **Break up for security details:** | | |
| **Trade receivables #^$** | | |
| Secured, considered good** | 34.02 | 35.00 |
| Unsecured, considered good | 55.75 | 41.80 |
| Trade Receivables- credit impaired | 2.23 | 2.51 |
| | 92.00 | 79.31 |
| **Impairment Allowance (allowance for credit loss)** | | |
| Less: Unsecured, considered good | (2.23) | (2.51) |
| | 89.77 | 76.80 |

** Trade receivable to the extent covered by security deposits or bank guarantees are considered as Secured trade receivables.
$ Estimated credit loss (ECL) on trade receivable considered good is not material.
# Payment is generally received from cutomers in due course as per agreed terms of contract with customers which usually ranges from 7-30 days.
^ No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.

**Trade receivables includes:-**

| | **Current** | |
|---|---|---|
| | **March 31, 2024** | **March 31, 2023** |
| **Dues from entities in which the Holding Company's non-executive director is a director** | | |
| GMR Power and Urban Infra Limited | 3.56 | 2.77 |
| GMR Warora Energy Limited | 3.61 | 4.38 |
| GMR Airports Infrastructure Limited | 0.24 | 1.20 |
| GMR Airports Limited | 0.00 | 0.10 |
| GMR Kamalanga Energy Limited | 4.45 | 4.14 |
| GMR Air Cargo and Aerospace Engineering Limited | 0.31 | 0.14 |
| GMR Airport Developers Limited | 4.69 | 0.02 |
| GMR Energy Trading Limited | 0.08 | 0.78 |

Refer note 32(a)(ii) for ageing of trade receivables.

**13. Cash and Cash Equivalents**

| | | **Non-current** | | **Current** | |
|---|---|---|---|---|---|
| | | **March 31, 2024** | **March 31, 2023** | **March 31, 2024** | **March 31, 2023** |
| Balances with Banks | | | | | |
| -On current accounts# | | - | - | 31.94 | 27.87 |
| -Deposits with original maturity of less than three months | | - | - | 686.79 | 251.14 |
| Cash on hand | | - | - | 0.56 | 0.08 |
| | (A) | - | - | 719.29 | 279.09 |
| **Other bank balances** | | | | | |
| – Margin money deposit | | 0.32 | 0.31 | - | - |
| Amount disclosed under other non-current financial assets (refer note 8) | | (0.32) | (0.31) | - | - |
| | (B) | - | - | - | - |
| **Total (A+B)** | | - | - | 719.29 | 279.09 |

# Cash and cash equivalents includes balance on current account with banks for Rs. 4.36 crores (March 31, 2023: Rs 3.37 crores) in respect of Marketing Fund.

At March 31, 2024, the Holding Company has available Rs. 302.34 crores (March 31, 2023: Rs. 454.40 crores) of undrawn borrowing facilities for future operating activities. The existing facility is valid till March 10, 2025. The working capital facility is secured with:

(i) A first ranking pari passu charge/ security interest of all insurance policies, contractors' guarantees and liquidated damages as permissible under the project documents.

(ii) Security Interest by way of first ranking pari passu charge of all the rights, titles, permits, approvals and interests of the Holding Company in , to and in respect of the Project documents, as per provisions of the Project documents.

(iii) First ranking pari passu charge on all the revenues/ receivables of the Borrower (excluding dues to AAI, airport development fee, passenger service fee, marketing fund and any other statutory dues) subject to the provisions of the Project documents.

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Delhi International Airport Ltd. New Delhi

**14. Bank balances other than cash and cash equivalents**

| | Current | |
|---|---|---|
| | **March 31, 2024** | **March 31, 2023** |
| Balances with banks: | | |
| – Deposits with original maturity of more than three months but less than 12 months# | 606.42 | 47.27 |
| | **606.42** | **47.27** |

# Deposits with bank includes Rs. 54.91 crores (March 31, 2023: Rs. 47.27 crores) in respect of Marketing Fund.

**Break up of financials assets carried at amortised cost and at fair value through profit and loss and at fair value through OCI**

| | Non current | | Current | |
|---|---|---|---|---|
| | **March 31, 2024** | **March 31, 2023** | **March 31, 2024** | **March 31, 2023** |
| **Financial assets carried at amortised cost** | | | | |
| Investment in commercial papers and certificate of deposits (refer note 7.2) | - | - | 487.43 | 505.87 |
| Trade receivables (refer note 12) | - | - | 89.77 | 76.80 |
| Cash and cash equivalents (refer note 13) | - | - | 719.29 | 279.09 |
| Bank balance other than cash and cash equivalents (refer note 14) | - | - | 606.42 | 47.27 |
| Other financial assets (refer note 8) | 642.46 | 191.49 | 246.74 | 590.16 |
| **(A)** | **642.46** | **191.49** | **2,149.65** | **1,499.19** |
| **Financial assets carried at Fair value through OCI** | | | | |
| Cash flow hedge- Call spread option (refer note 7) | 1,087.49 | 1,065.92 | - | - |
| **(B)** | **1,087.49** | **1,065.92** | - | - |
| **Financial assets carried at Fair value through profit or loss** | | | | |
| Investment in mutual funds (refer note 7.2) | - | - | 471.81 | 408.38 |
| Investments in Equity Shares (refer note 7.1) | 0.01 | 0.01 | - | - |
| **(C)** | **0.01** | **0.01** | **471.81** | **408.38** |
| **Total financial assets (A+B+C)** | **1,729.96** | **1,257.42** | **2,621.46** | **1,907.57** |

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**15. Equity Share Capital**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Authorised shares** | | |
| 300 crores (March 31, 2023: 300 crores) equity shares of Rs. 10 each | 3,000 | 3,000 |
| | 3,000 | 3,000 |
| **Issued, subscribed and fully paid-up shares** | | |
| 245 crores (March 31, 2023: 245 crores) equity shares of Rs.10 each fully paid up | 2,450 | 2,450 |
| | 2,450 | 2,450 |

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

| Equity Shares | March 31, 2024 | | March 31, 2023 | |
|---|---|---|---|---|
| | No. (in crores) | (Rs. In Crores) | No. (in crores) | (Rs. In Crores) |
| At the beginning of the year | 245 | 2,450 | 245 | 2,450 |
| Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 245 | 2,450 | 245 | 2,450 |

**b. Terms/Rights Attached to equity Shares**

The Holding Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Holding Company the holders of equity shares would be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. Further the shareholders have entered into share holders agreement whereby special rights have been assigned to the Airports Authority of India (AAI) in respect of appointment of the nominee director in the Board of Directors, approval of reserved Shareholders and Board matters by affirmative vote of the AAI. Further in case if any shareholder intends to the transfer its shares subject to restriction of lock in period in Operation, Management and Development Agreement between shareholders, other shareholders will have first right of refusal in accordance with the terms of the shareholders agreement.

**c. Shares held by holding/ intermediate holding company and its subsidiary**

Out of equity shares issued by the DIAL, shares held by its holding company, intermediate holding company and its subsidiary are as below:

| Name of Shareholder | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **GMR Airports Limited, the holding company of DIAL** | | |
| 156.80 crores (March 31, 2023: 156.80 crores) equity share of Rs.10 each fully paid up | 1,568.00 | 1,568.00 |
| **GMR Airports Infrastructure Limited, the intermediate Holding Company** | | |
| 100 (March 31, 2023: 100) equity share of Rs.10 each fully paid up | 0.00 | 0.00 |
| **GMR Energy Limited, Subsidiary of the GMR Enterprises Private Limited (ultimate Holding Company)** | | |
| 100 (March 31, 2023: 100) equity share of Rs.10 each fully paid up | 0.00 | 0.00 |
| **GMR Airports Limited along with Mr. Srinivas Bommidala** | 0.00 | 0.00 |
| 1 (March 31, 2023: 1) equity share of Rs.10 each fully paid up | | |
| **GMR Airports Limited along with Mr. Grandhi Kiran Kumar** | 0.00 | 0.00 |
| 1 (March 31, 2023: 1) equity share of Rs.10 each fully paid up | | |

**d. Details of Shareholders holding more than 5% of equity shares in the Holding Company**

| | March 31, 2024 | | March 31, 2023 | |
|---|---|---|---|---|
| | Numbers | % holding in Class | Numbers | % Holding in Class |
| **Equity shares of Rs. 10 each fully paid** | | | | |
| Airports Authority of India | 637,000,000 | 26% | 637,000,000 | 26% |
| GMR Airports Limited | 1,567,999,798 | 64% | 1,567,999,798 | 64% |
| Fraport AG Frankfurt Airport Services Worldwide | 245,000,000 | 10% | 245,000,000 | 10% |
| | 2,449,999,798 | 100% | 2,449,999,798 | 100% |

As per records of the Holding Company including its register of share holders/members and other declarations received from share holders regarding beneficial interest, the above share holding represents legal and beneficial ownership of shares as at the balance sheet date

The Holding Company has not issued any bonus shares nor has there been any buy-back of shares in current reporting year and in last 5 years immediately preceeding the current reporting year.

The Holding Company has not issued any share in consideration other than cash in current reporting year and in last 5 years immediately preceeding the current reporting year.

Refer note 32 (b) for Promoter's shareholding.

**16. Other Equity**

| | | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| **Retained earnings^** | | | |
| Opening balance | | 3.84 | 273.50 |
| Loss for the year | | (182.10) | (267.84) |
| Re-measurement loss on defined benefit plans | | (1.00) | (1.82) |
| **Closing balance** | **A** | **(179.26)** | **3.84** |
| **Share of OCI of associates and joint ventures** | | | |
| Balance as per last financial statements | | (0.51) | (0.36) |
| Current year share OCI | | (0.06) | (0.15) |
| **Closing balance** | **B** | **(0.57)** | **(0.51)** |
| **Total retained earnings** | **(A+B)** | **(179.83)** | **3.33** |
| **Other items of Comprehensive Income** | | | |
| **Cash flow hedge reserve*** | | | |
| Opening balance | | (382.89) | (72.98) |
| Net movement during the year | | (104.20) | (309.91) |
| **Closing Balance** | **C** | **(487.09)** | **(382.89)** |
| **Total (A+B+C)** | | **(666.93)** | **(379.58)** |

^ Retained earnings are profits/ (losses) that the Group has earned/incurred till date less utilzation for dividend or other distribution or transaction with shareholders.

* The Holding Company had entered into "call spread option" with various banks for hedging the repayment of 6.125% Senior secured notes (2026) of USD 522.60 million and 6.45% Senior secured notes (2029) of USD 500 million which are repayable in October 2026 and June 2029 respectively. The Holding Company has adopted Cash flow hedge accounting for Call spread options as per Ind AS 109. Accordingly, the effective portion of gain or loss on the hedging instruments is recognised in Other Comprehensive Income in the Cash flow hedge reserve, while any ineffective portion is recognised immediately in the consolidated statement of profit and loss.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**17. Borrowings**

| | Non - Current | |
|---|---|---|
| | **March 31, 2024** | **March 31, 2023** |
| **Secured*** | | |
| **(i) Bonds** | | |
| 6.125% (2026) senior secured foreign currency notes (Note-1) | 4,347.71 | 4,279.69 |
| 6.45% (2029) senior secured foreign currency notes (Note-2) | 4,192.58 | 4,135.74 |
| **(ii) Debentures** | | |
| Non Convertible Debentures (October, 2025) | 2,493.77 | 3,210.83 |
| Non Convertible Debentures (June, 2027) | 992.93 | 987.92 |
| Non Convertible Debentures (April, 2030) | 1,191.20 | - |
| Non Convertible Debentures (August, 2030) | 740.39 | - |
| Non Convertible Debentures (March, 2034) | 792.32 | - |
| | **14,750.90** | **12,614.18** |

*Unsecured as per Companies Act, 2013

a. 6.125% Senior Secured Foreign Currency Notes (Note-1) of USD 521.28 million (March 31, 2023: USD 520.83 million), principal outstanding of USD 522.60 million (March 31, 2023: USD 522.60 million) from International capital market carrying a fixed interest rate of 6.125% p.a. plus applicable withholding tax. Note-1 are due for repayment in October 2026.

b. 6.45% Senior Secured Foreign Currency Notes (Note-2) of USD 502.68 million (March 31, 2023: USD 503.39 million), principal outstanding of USD 500 million (March 31, 2023: USD 500 million) from International capital market carrying a fixed interest rate of 6.45% p.a. plus applicable withholding tax. The Note-2 are due for repayment in June 2029. Proceeds from these notes shall be utilized for financing of Phase3A expansion project.

c. The Holding Company had issued Non-Convertible Debentures (NCDs) of Rs. 3,257.10 crores on March 30, 2021. NCDs were issued on an upfront discount of 1.33%. Proceeds from NCDs were utilized to repay the entire 2022 senior secured foreign currency notes and for financing of Phase 3A expansion project. These 10.964% Non Convertible Debentures of Rs. 2,493.77 crores (March 31, 2023: Rs. 3,210.83 crores), principal outstanding of Rs. 2,513.05 crores (March 31, 2023: Rs. 3257.10 crores) issued to M/s India Airport Infra ( formerly known as Cliffton Limited) (a Foreign Portfolio Investor registered with SEBI) carrying a fixed interest rate of 10.964% p.a. payable semi-annually (plus applicable withholding tax). The NCD are due for repayment in October 2025.

d. During the previous year ended March 31, 2023, the Holding Company has issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs. 1,000 crores carrying fixed interest rate of 9.52% p.a. payable monthly for first 36 months and 9.98% p.a. payable monthly thereafter till maturity. NCDs were allotted on June 22, 2022 by the Holding Company to eligible Qualified Institutional Buyers (QIB's) with principal maturity due in June 22, 2027. Proceeds from NCDs shall be utilized for part financing of Phase3A expansion project. These Non Convertible Debentures of Rs. 992.93 crores (March 31, 2023: Rs. 987.92 crores), principal outstanding of Rs. 1,000 crores (March 31, 2023: Rs. 1,000 crores).

e. During the year, the Holding Company has issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs. 1,200 crores carrying fixed interest rate of 9.75% p.a. payable quarterly for first 60 months and coupon reset rate for balance 24 months subject to floor of 1.50% and cap of 5.50% over the Repo rate at the reset date, as per the provisions of Debenture Trust Deed. NCDs were allotted on April 13, 2023 by the Holding Company to eligible Qualified Institutional Buyers (QIB's) with principal maturity due on April 13, 2030. Proceeds from both NCDs ( listed in BSE) shall be utilized for part financing of Phase3A expansion project.

f. During the year, the Holding Company has issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs.744 crores carrying fixed interest rate of 9.75% p.a. payable quarterly for first 60 months and coupon reset rate for balance 24 months subject to floor of 1.50% and cap of 5.50% over the Repo rate at the reset date, as per the provisions of Debenture Trust Deed. NCDs were allotted on August 22, 2023 by the Holding Company to eligible Qualified Institutional Buyers (QIB's) with principal maturity due on August 22, 2030. Proceeds from these NCDs have been utilized for part refinancing of 2025 NCDs issued under Voluntary Retention Route during March 2021, subscribed by an Foreign Portfolio Investor i.e M/s India Airport Infra (formerly known as Cliffton Limited).

g. During the year, the Holding Company had further issued Listed Non-Convertible Debentures (NCDs) (unsecured as per Companies Act, 2013) of Rs. 800 crores carrying fixed interest rate of 9.50% p.a. payable quarterly for first 60 months and coupon reset rate for balance 60 months subject to floor of 1.50% and cap of 5.50% over the Repo rate at the reset date, as per the provisions of Debenture Trust Deed. NCDs were allotted on March 22, 2024 by the Holding Company to eligible Qualified Institutional Buyers (QIB's) with amortised repayment schedule starting from 6th year onwards along with final maturity due on March 22, 2034. Proceeds from these NCDs shall be utilized for part financing of Phase 3A expansion project.

h. With respect to Note-1, Note-2 and NCD above, the Holding Company has to follow Fixed Charge Coverage Ratio as provided under the Indenture for any additional indebtedness and other limitations. The Holding Company has complied with the financial covenants prescribed in the financing documents and the Indenture and other limitations. The Holding Company has complied with the financial covenants prescribed in the financing documents and the Indenture. All Notes and NCDs are secured (unsecured as per Companies Act, 2013) by first rank pari-passu charge on all the future revenues, receivables, Trust and Retention account, any other reserve, other bank accounts and insurance proceeds of the Holding Company and all the rights, titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under Operation Management Development Agreement (OMDA).

i. The above mentioned borrowings have been utilised as per the purpose they have been taken.

j. Changes in liabilities arising from financing activities:-

| **Particulars** | **Liabilities arising from financing activities** | | | **Assets held to hedge long term borrowings** |
|---|---|---|---|---|
| | **Borrowings** | **Interest accrued on borrowings** | **Lease liabilities** | **Derivative instrument- Cash flow hedge** |
| **As at April 01, 2022** | **10,982.76** | **337.63** | **14.40** | **723.01** |
| Cash flows | 978.00 | (1,009.72) | (6.33) | (260.25) |
| Non-cash changes | | | | |
| Finance cost | 0.14 | 1,015.99 | 1.34 | 260.66 |
| Foreign exchange fluctuation | 653.28 | - | - | - |
| Additions in leases | - | - | 3.17 | - |
| Change in Fair values | - | - | - | 342.50 |
| **As at March 31, 2023** | **12,614.18** | **343.90** | **12.58** | **1,065.92** |
| Cash flows | 1,999.96 | (1,179.37) | (20.08) | (260.66) |
| Non-cash changes | | | | |
| Finance cost | 10.47 | 1,143.93 | 9.78 | 261.38 |
| Foreign exchange fluctuation | 126.29 | - | - | - |
| Additions/modification in leases | - | - | 404.04 | - |
| Change in Fair values | - | - | - | 20.85 |
| **As at March 31, 2024** | **14,750.90** | **308.46** | **406.32** | **1,087.49** |

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**18. Other Financial Liabilities**

| | Non Current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Other financial liabilities at amortised cost** | | | | |
| Security Deposits from trade concessionaires- others | 535.53 | 448.50 | 297.58 | 256.65 |
| Security Deposits from commercial property developers | 41.10 | 185.87 | - | - |
| Earnest money deposits | - | - | 1.26 | 1.29 |
| Capital Creditors | - | - | 1,071.19 | 816.28 |
| Retention money | 28.20 | 7.15 | 91.08 | 140.38 |
| Annual fees payable to AAI [refer note 34(b)] | 789.68 | 663.57 | - | - |
| Interest accrued but not due on borrowings | - | - | 308.46 | 343.90 |
| Employee benefit expenses payable | - | - | 2.07 | 2.60 |
| **Total other financial liabilities at amortised cost** | **1,394.51** | **1,305.09** | **1,771.64** | **1,561.10** |

**19. Deferred Revenue**

| | Non Current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| Deferred income on financial liabilities carried at amortized cost (refer note a below) | 2,668.47 | 2,126.31 | 118.07 | 99.74 |
| Unearned revenue (refer note b below) | 4.20 | 4.13 | 91.84 | 90.96 |
| | **2,672.67** | **2,130.44** | **209.91** | **190.70** |

**(a)Deferred income on financial liabilities carried at amortized cost**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| As at April 01, | 2,226.05 | 2,307.24 |
| Deferred during the year | 692.96 | 32.73 |
| Released to the consolidated statement of profit and loss | (132.46) | (113.92) |
| **As at March 31,** | **2,786.55** | **2,226.05** |

**(b) Unearned revenue**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| As at April 01, | 95.09 | 95.21 |
| Deferred during the year | 856.19 | 580.27 |
| Released to the consolidated statement of profit and loss | (855.24) | (580.39) |
| **As at March 31,** | **96.04** | **95.09** |

**Note:**

a. Interest free security deposit received from concessionaire and commercial property developers (that are refundable in cash on completion of its term) are carried at amortised cost. Difference between the amortised value and transaction value of the security deposits received has been recognised as deferred revenue.

b. Unearned revenue as at March 31, 2024 represents 'contract liabilities' due to adoption of modified retrospective approach of transition in accordance with Ind AS 115.

**20. Other Liabilities**

| | Non Current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| Advances from commercial property developers | 380.77 | 185.29 | 108.38 | 78.76 |
| Advance from customer | 0.16 | 0.16 | 33.88 | 49.64 |
| Marketing fund liability | - | - | 57.08 | 45.74 |
| Tax deducted at source/Tax Collected at source payable | - | - | 113.24 | 84.26 |
| Goods and Service tax payable | - | - | 24.24 | 1.88 |
| Other statutory dues | - | - | 2.97 | 3.49 |
| Other liabilities | - | - | 28.21 | 32.88 |
| | **380.93** | **185.45** | **368.00** | **296.65** |

**Notes:**

1. Advances from commercial property developers and Advances from customers as at March 31, 2024 represents 'contract liabilities' due to adoption of modified retrospective approach of transition in accordance with Ind AS 115.

2. Applying the practical expedient as given in Ind AS 115, the Holding Company has not disclosed the remaining performance obligation related disclosures for contracts where the revenue recognized corresponds directly with the value to the customer of the entity's performance completed to date, typically those contracts where invoicing is on time and material basis.

3. Contract liabilities include transaction price, other than those meeting the exclusion criteria mentioned above, related to performance obligation to be satisfied within one year for Rs. 142.26 crores (March 31, 2023: Rs 128.40 crores) and after one year for Rs. 380.93 crores (March 31, 2023: Rs 185.45 crores).

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

## 21. Trade payables

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Total outstanding dues of micro enterprises and small enterprises | 56.85 | 36.02 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | | |
| - Related parties [refer note 34(b)] | 342.41 | 181.28 |
| -Others* | 268.97 | 228.74 |
| | 668.23 | 446.04 |

*Includes bills payable of Rs. 3.23 crores (March 31, 2023 : Rs 0.11 crore) towards goods and services , which are initially paid by banks where there is no recourse on the Holding Company.

**Disclosure as per Section 22 of "The Micro, Small and Medium Enterprises Development Act, 2006".**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| The principal amount and the interest due thereon remaining unpaid to any supplier: | | |
| - Principal amount | 56.85 | 36.02 |
| - Interest thereon | - | - |
| The amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to | - | - |
| The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act | - | - |
| The amount of interest accrued and remaining unpaid | - | - |
| The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small investor | - | - |

Terms and conditions of the above financial liabilities:
Trade payables are non-interest bearing and are normally settled on 30-60 day terms.
Related parties payable are payable on demand once they get due.
For explanations on the Holding Company's credit risk management processes, refer to Note 40.

Refer note 32(a)(iii) for ageing of Trade payables.

## 22 Provisions

| | Non Current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Provision for employee benefits** | | | | |
| Provision for leave benefits [refer note 35(a)] | - | - | 36.37 | 32.52 |
| Provision for gratuity [refer note 35(c)] | - | 3.06 | - | - |
| Provision for superannuation | - | - | 0.36 | 0.33 |
| **Others** | - | - | 119.73 | 119.73 |
| | - | 3.06 | 156.46 | 152.58 |

**Break up of financial liabilities**

| | Non Current | | Current | |
|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| **Financial liability carried at amortised cost** | | | | |
| Borrowings (refer note 17) | 14,750.90 | 12,614.18 | - | - |
| Trade payables (refer note 21) | - | - | 668.23 | 446.04 |
| Lease liabilities [refer note 44(k)] | 363.25 | 8.59 | 43.07 | 3.99 |
| Other financial liabilities (refer note 18) | 1,394.51 | 1,305.09 | 1,771.64 | 1,561.10 |
| | 16,508.66 | 13,927.86 | 2,482.94 | 2,011.13 |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees Crores, except otherwise stated)**

**23. Revenue From Operations**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Revenue from contract with customers (refer note 44(l))** | | |
| **Aeronautical (A)** | 1,061.78 | 937.63 |
| **Non - Aeronautical** | | |
| Duty free | 639.87 | 507.22 |
| Retail | 189.78 | 179.17 |
| Advertisement | 203.02 | 166.53 |
| Food and Beverages | 270.42 | 213.08 |
| Cargo | 404.26 | 336.10 |
| Ground Handling | 213.26 | 161.12 |
| Parking | 92.55 | 73.08 |
| Land and Space — Rentals | 551.94 | 537.20 |
| Others | 376.57 | 303.75 |
| **Total Non -Aeronautical (B)** | **2,941.67** | **2,477.25** |
| **Other operating revenue** | | |
| Revenue from commercial property development (C ) | 801.69 | 575.09 |
| **Total (A+B+C)** | **4,805.14** | **3,989.97** |

**24. Other income**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Interest income on financial asset carried at amortised cost** | | |
| Bank deposits and others | 71.93 | 39.78 |
| Security deposits given | 0.54 | 0.72 |
| Interest income on other financial asset | 7.21 | 6.50 |
| **Other non-operating income** | | |
| Gain on sale of financial asset carried at fair value through profit and loss | | |
| Current investments-Mutual fund | 32.76 | 19.21 |
| Fair value gain on financial instruments at fair value through profit and loss* | 1.57 | 1.09 |
| Profit on sale of property, plant and equipment | - | 0.36 |
| Profit on relinquishment of assets rights | - | 59.57 |
| Miscellaneous income | 1.30 | 2.04 |
| | **115.31** | **129.27** |

* Fair value gain on financial instrument at fair value through profit and loss relates to current investment in mutual funds.

**25. Employee Benefits Expense**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Salaries, wages and bonus | 257.67 | 222.20 |
| Contribution to provident and other funds | 17.08 | 16.00 |
| Gratuity expenses [refer note 35(c)] | 2.66 | 2.73 |
| Staff welfare expenses | 13.42 | 11.05 |
| | **290.83** | **251.98** |

**26. Depreciation and amortization expense**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Depreciation on property, plant and equipment (refer note 4) | 769.05 | 641.24 |
| Amortization of intangible assets (refer note 6) | 9.74 | 9.31 |
| Depreciation on right-of-use assets [refer note 5] | 13.34 | 5.24 |
| | **792.13** | **655.79** |

**27. Finance Costs**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Interest on borrowings | 840.91 | 575.17 |
| Call spread option premium | 152.72 | 152.31 |
| Interest expenses on financial liability carried at amortised cost | 84.23 | 75.73 |
| Other interest | 4.63 | 5.06 |
| Other borrowing costs | | |
| -Bank charges | 1.50 | 0.38 |
| -Other cost | 1.33 | 1.67 |
| Redemption premium on borrowings | 41.73 | - |
| | **1,127.05** | **810.32** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**28. Other expenses**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Utility expenses | 69.20 | 76.50 |
| Repairs and maintenance | | |
| Plant and machinery | 139.60 | 117.61 |
| Buildings | 38.66 | 41.10 |
| IT Systems | 38.82 | 34.26 |
| Others | 25.17 | 22.71 |
| Manpower hire charges | 168.62 | 145.51 |
| Airport Operator fees | 113.39 | 64.67 |
| Security related expenses | 23.49 | 20.88 |
| Insurance | 23.68 | 21.42 |
| Consumables | 15.90 | 24.90 |
| Professional and consultancy expenses | 66.64 | 104.45 |
| Travelling and conveyance | 48.74 | 45.53 |
| Rates and taxes | 40.84 | 19.57 |
| Rent (including lease rentals) | 2.12 | 5.60 |
| Advertising and sales promotion | 30.99 | 15.64 |
| Communication costs | 2.34 | 1.08 |
| Printing and stationery | 1.77 | 1.21 |
| Directors' sitting fees | 0.23 | 0.24 |
| Provision for non-moving inventory | 1.07 | - |
| Payment to auditors (refer note A below) | 1.39 | 1.08 |
| Impairment loss allowance on trade receivables / bad debts written off | - | 0.56 |
| Exchange difference (net) | 0.48 | 0.75 |
| Corporate cost allocation | 83.40 | 68.33 |
| Collection charges (net) | 3.84 | 7.18 |
| Donations | 0.51 | 0.38 |
| CSR expenditure (refer note B below) | 6.00 | 4.42 |
| Property, plant and equipment written off | 0.06 | 12.50 |
| Expenses of commercial property development | 28.59 | 32.84 |
| Miscellaneous expenses | 3.92 | 5.61 |
| | 979.46 | 896.53 |

**A. Payment to Auditors (Included in other expenses above)**

| (Excluding Goods and service tax) | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **As Auditor** | | |
| Audit fee | 1.03 | 0.99 |
| Tax audit fee | 0.06 | 0.06 |
| **Other services** | | |
| - Other services (including certification fees) | 0.20 | - |
| -Reimbursement of expenses | 0.10 | 0.03 |
| | 1.39 | 1.08 |

**B. Details of CSR expenditure:**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **a) Gross amount required to be spent by the Company during the year** | - | - |

**b) Amount spent during the year ended**

| | March 31, 2024 | | |
|---|---|---|---|
| | **Yet to be paid in cash** | **In cash** | **Total** |
| i) Construction/acquisition of any asset | - | - | - |
| ii) On purposes other than (i) above* | - | 6.00 | **6.00** |

**c) Amount spent during the year ended**

| | March 31, 2023 | | |
|---|---|---|---|
| | **Yet to be paid in cash** | **In cash** | **Total** |
| i) Construction/acquisition of any asset | - | - | - |
| ii) On purposes other than (i) above* | - | 4.42 | **4.42** |

* Includes Rs 3.50 crores (March 31, 2023 : Rs 3.00 crores) contribution to GMR Varalaksmi Foundation for various CSR activities related to health, education, gender equality and women empowerment as approved by CSR committee [refer note 34(a) and 34(c)]

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**(All amounts in Rupees Crores, except otherwise stated)**

**29. Exceptional items**

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Property tax settlement with Delhi Cantonment Board (Refer note 36 (I) (a)) | 102.08 | - |
| Annual fee to AAI for the month of March 2022 (including interest) | 164.84 | - |
| Reversal of provision against advance to AAI paid under protest [Refer note 36 (I) (g)] | (446.21) | - |
| Reversal of lease revenue (net of MAF) (Refer note 44(j)) | - | 54.14 |
| | (179.29) | 54.14 |

**30. Components of other comprehensive income (OCI)**
The disaggregation of changes to OCI by each type of reserve in equity is shown below:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Re-measurement gain on defined benefit plans [refer note 35 (c)] (A)** | **(1.00)** | **(1.82)** |
| **Share of OCI of associates and joint ventures (B)** | **(0.06)** | **(0.15)** |
| Cash Flow Hedge Reserve (net) | (104.00) | (308.84) |
| Less: reclassified to consolidated statement of profit and loss | (0.20) | (1.07) |
| **Net movement of cash flow hedges (C)** | **(104.20)** | **(309.91)** |
| **Total (A+B+C)** | **(105.26)** | **(311.88)** |

**31. Earnings Per Share (EPS)**
The following reflects the income/ (loss) and share data used in the basic and diluted EPS computations:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Loss attributable to equity holders of the Holding Company** | (182.10) | (267.85) |
| Weighted average number of equity shares used for Computing Earning Per Share (Basic and Diluted) | 245.00 | 245.00 |
| Earnings Per Share (Basic) (Rs) | (0.74) | (1.09) |
| Earnings Per Share (Diluted) (Rs) | (0.74) | (1.09) |
| Face value per share (Rs) | 10.00 | 10.00 |

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

## 32. Other disclosures required as per Schedule III

### (a) Ageing schedules

#### (i) Capital-Work-in-Progress (CWIP)#

| As at March 31, 2024 | Amount in CWIP for a period of | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 320.44 | 87.80 | 157.54 | 19.41 | **585.19** |

| As at March 31, 2023 | Amount in CWIP for a period of | | | | Total |
|---|---|---|---|---|---|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Projects in progress | 2,541.73 | 2,542.07 | 1,479.21 | 1,519.87 | **8,082.88** |

# No project is temporarily suspended.

**Details of capital-work-in progress (CWIP), whose completion is overdue**

| As at March 31, 2024 | To be completed in | | | |
|---|---|---|---|---|
| | Less than 1 year | 1 - 2 years | 2 - 3 years | More than 3 years |
| Phase-3A Project ^ | 56.83 | - | - | - |

^ Due to COVID-19 pandemic and other unavoidable circumstances overall project completion date shifted from September 2023 to March 2024 and project cost increased from earlier approved cost of Rs. 11,550 crores to Rs 12,616 crores on account of GST Input Tax Credit, expected cost escalation (pending settlement), and interest / expenditure during construction period. As on March 31, 2024, except some minor works all works under Phase-3A expansion program have been completed and capitalized [refer note 44(m)].

| As at March 31, 2023 | To be completed in | | | |
|---|---|---|---|---|
| | Less than 1 year | 1 - 2 years | 2 - 3 years | More than 3 years |
| Phase-3A Project ^ | 7,766.09 | - | - | - |

#### (ii) Trade Receivables

**As at March 31, 2024**

| | Outstanding from the due date of payment | | | | | | Total |
|---|---|---|---|---|---|---|---|
| | Not due | Less than 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables – considered good | - | 42.75 | 16.56 | 14.89 | 4.96 | 10.61 | **89.77** |
| Undisputed trade receivables – which have significant increase in credit risk | - | - | - | 0.20 | - | 2.03 | **2.23** |
| Disputed trade receivable- Considered good | - | - | - | - | - | - | - |
| Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Less:- Allowance for bad and doubtful debts | - | - | - | (0.20) | - | (2.03) | **(2.23)** |
| **Trade Receivables as on March 31, 2024*** | - | **42.75** | **16.56** | **14.89** | **4.96** | **10.61** | **89.77** |

*Unbilled receivables are shown as part of other financials assets (refer note 8), not included above.

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**(All amounts in Rupees crores, except otherwise stated)**

**As at March 31, 2023**

| | Not due | Outstanding from the due date of payment | | | | | Total |
|---|---|---|---|---|---|---|---|
| | | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| Undisputed trade receivables – considered good | - | 17.80 | 29.93 | 18.74 | 4.75 | 5.58 | **76.80** |
| Undisputed trade receivables – which have significant increase in credit risk | - | 0.51 | 0.01 | - | - | 1.99 | **2.51** |
| Disputed trade receivable- Considered good | - | - | - | - | - | - | - |
| Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Less :- Allowance for bad and doubtful debts | - | (0.51) | (0.01) | - | - | (1.99) | **(2.51)** |
| **Trade Receivables as on March 31, 2023*** | - | **17.80** | **29.93** | **18.74** | **4.75** | **5.58** | **76.80** |

*Unbilled receivables are shown as part of other financials assets (refer note 8), not included above.

**(iii) Trade Payables**

**As at March 31, 2024**

| | Unbilled dues | Not due | Outstanding from the due date of payment | | | | Total |
|---|---|---|---|---|---|---|---|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Micro and small enterprises | 39.87 | 10.07 | 6.80 | 0.01 | 0.04 | 0.06 | **56.85** |
| Others | 536.80 | 25.84 | 47.57 | 0.75 | 0.07 | 0.35 | **611.38** |
| Disputed dues — MSME | - | - | - | - | - | - | - |
| Disputed dues — Others | - | - | - | - | - | - | - |

**As at March 31, 2023**

| | Unbilled dues | Not due | Outstanding from the due date of payment | | | | Total |
|---|---|---|---|---|---|---|---|
| | | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| Micro and small enterprises | 27.50 | 7.58 | 0.85 | 0.03 | 0.06 | 0.00 | **36.02** |
| Others | 200.43 | 128.93 | 79.91 | 0.24 | 0.44 | 0.07 | **410.02** |
| Disputed dues — MSME | - | - | - | - | - | - | - |
| Disputed dues — Others | - | - | - | - | - | - | - |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

**(b)Promoter Shareholding in Holding Company: -**

| Name of promoter | As at March 31, 2024 | | | As at March 31, 2023 | | |
|---|---|---|---|---|---|---|
| | Number of shares | % of total shares | % Change during the year | Number of shares | % of total shares | % Change during the year |
| GMR Airports Limited | 1,567,999,798 | 64% | Nil | 1,567,999,798 | 64% | Nil |
| GMR Airports Infrastructure Limited | 100 | 0.00% | Nil | 100 | 0.00% | Nil |
| GMR Energy Limited | 100 | 0.00% | Nil | 100 | 0.00% | Nil |
| GMR Airports Limited along with Mr. Srinivas Bommidala | 1 | 0.00% | Nil | 1 | 0.00% | Nil |
| GMR Airports Limited along with Mr. Grandhi Kiran Kumar | 1 | 0.00% | Nil | 1 | 0.00% | Nil |

**(c)** The Holding Company does not have any Benami property, where any proceeding has been initiated or pending against the Holding Company for holding any Benami property.

**(d)** The Holding Company has no transactions/balances with companies which are struck off under section 248 of the Companies Act, 2013 to the best of the knowledge of Company's management.

**(e)** The Holding Company has not traded or invested in Crypto currency or Virtual currency.

**(f)** The Holding Company, its associate companies and joint venture companies have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall:
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company, its associate companies and joint venture (Ultimate Beneficiaries); or
(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

**(g)** The Holding Company, its associate companies and joint venture companies have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Holding Company its associate companies and joint venture shall:
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;
(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**(h)** The Holding Company has used borrowings from Banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

**(i)** The Holding Company has not been declared willful defaulter by any bank or financial Institution or other lender.

**(j)** The Quarterly return/statements of current assets filed by the Holding Company with banks and financial institutions in relation to secured borrowings wherever applicable are in agreement with books of accounts.

**(k)** The Holding Company does not have any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

**(l)** The Holding Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

**(m)** The Holding Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

**(n)** The Holding Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**33. Significant accounting judgements, estimates and assumptions**

The preparation of the Holding Company's consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

**33.1 Judgements**

In the process of applying the Holding Company's accounting policies, management of the Holding Company has made the following judgements, which have the most significant effect on the amounts recognised in the consolidated financial statements.

**Discounting rate**

The Holding Company has considered incremental borrowing rate of Airport sector as at transition date for measuring deposits, being financial assets and financial liabilities, at amortised cost. The incremental borrowing rate have been revised for period starting from April 1, 2023 for all the deposits taken/received post March 31, 2023. The impact has, accordingly, been duly accounted for in these consolidated financial statements.

**Consideration of significant financing component in a contract**

The Holding Company sells pouring rights at airport for which contract period is for more than one year. The Holding Company concluded that there is a significant financing component for those contracts where the customer elects to pay in advance considering the length of time between the customer's payment and rendering services, as well as the prevailing interest rates in the market.

In determining the interest to be applied to the amount of consideration, the Holding Company concluded that the interest rate implicit in the contract (i.e., the interest rate that discounts the cash selling price of the equipment to the amount paid in advance) is appropriate because this is commensurate with the rate that would be reflected in a separate financing transaction between the entity and its customer at contract inception.

**Non applicability of Service Concession Arrangement (SCA)**

The Holding Company had entered into Operation, Management and Development Agreement ('OMDA') with Airports Authority of India ('AAI'), which gives Holding Company an exclusive right to operate, maintain, develop, modernize and manage the Delhi Airport on a revenue sharing model for an initial term of 30 years, which can be extended by another 30 years on satisfaction of certain terms and conditions pursuant to the provisions of the OMDA. Under the agreement, AAI has granted exclusive right and authority to undertake some of the functions of the AAI being the functions of operation, maintenance, development, design, construction, upgradation, modernization, finance and management of the Airport and to perform services and activities at the airport constituting 'Aeronautical Services' and 'Non-Aeronautical Services'. For prices, aeronautical services are regulated, while the regulator has no control over determination of prices for non-aeronautical services. The management of the Holding Company conducted detailed analysis to determine applicability of Appendix D of Ind AS 115 and concluded that the same does not apply to the Holding Company. Holding Company's concession

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

arrangement has significant non-regulated revenues, which are apparently not ancillary in nature, as these are important from Holding Company, AAI and users/passengers perspective. Further, the regulated and non-regulated services are substantially interdependent and cannot be offered in isolation. The airport premise is being used both for providing regulated services (Aeronautical Services) and for providing non-regulated services (Non-aeronautical Services). Accordingly, the management of Holding Company has concluded that SCA does not apply in its entirety to the Holding Company.

**Applicability of Service Concession Arrangement (SCA)**

Management of CELEBI has assessed applicability of Appendix C to Ind AS 115 – "Service concession arrangements" to Concessionaire agreement entered into by the CELEBI which gives it right to operate, maintain, develop modernise and manage the existing Cargo terminal for a period till March 31, 2034 and the new domestic terminal at Delhi for a period till March 31, 2021. In assessing the applicability, management of CELEBI has exercised significant judgement in relation to the underlying ownership of the assets, terms of the arrangement entered with the grantor, ability to determine prices, fair value of construction service, assessment of right to guaranteed cash etc. Based on detailed evaluation, management of CELEBI has determined that this arrangement meet the criteria for recognition as service concession arrangements.

**Annual Fee to AAI**

As per the Concession Agreement (OMDA) entered into with AAI in April 2006, the Holding Company is required to pay to AAI annual fee (AF) each year at 45.99% on its projected revenue and same shall be payable in twelve equal monthly instalments (MAF), to be paid in each calendar month. As per Article 1.1 of Chapter I of OMDA, "Revenue" is defined to mean all pre-tax gross revenue of Holding Company with certain specified exclusions.

Management of the Holding Company is of the view that the certain income / credits arising on adoption of Ind-AS was not in contemplation of parties in April 2006 when this Concession Agreement was signed / entered. Further, these income/credits in Consolidated Statement of Profit and Loss do not represent actual receipts from business operations, from any external sources and therefore, these incomes/ credits should not be treated as "Revenue" for calculation of MAF to AAI. Accordingly, the Holding Company, basis above and legal opinion, has provided the monthly annual fee to AAI based on Revenue as per the Ind AS financial statements after adjusting such incomes/credits (refer note 36 (I) (g), (h) and 44 (g)).

**33.2 ESTIMATES AND ASSUMPTIONS**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Holding Company based on its assumptions and estimates on parameters available when the standalone financial statements were prepared, existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Holding Company. Such changes are reflected in the assumptions when they occur.

**Taxes**

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

**Defined benefit plans**

The cost of the defined benefit plan and other post-employment benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated, the management of the Holding Company considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

The mortality rate is based on publicly available mortality tables for the specific countries. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

Further details about gratuity obligations are given in Note 35(c).

**Provision for periodic maintenance**

As part of the CELEBI's contractual obligation to maintain the cargo terminal to a specified level of serviceability, CELEBI has recognised a provision for planned maintenance in their financial statement. In determining the fair value of the provision, assumptions and estimates are made in relation to discount rates, the expected cost to replace the assets, inflation percentage and the expected timing of those costs. CELEBI has calculated the provision using the discounted cash flow (DCF) method based on the following assumptions:

- Discount rate: 8.44% p.a.

- Inflation percentage: 6 % p.a.

**Provision for Leave encashment**

The present value of leave encashment is determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of discount rate, future salary increases, and withdrawal rates. Due to complexities involved in the valuation and its long-term nature, provision for leave encashment is sensitive to changes in these assumptions. All assumptions are reviewed at each consolidated balance sheet date.

**Contingencies**

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Holding Company, including legal, contractor and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgement and the use of estimates regarding the outcome of future events.

**Fair value measurement of financial instruments**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 38, 39 and 40 for further disclosures.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Impairment of non-financial assets**

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounting cash flow (DCF) model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Holding Company is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees Crores, except otherwise stated)**

**34. Related Party Transactions**

**a) Names of related parties and description of relationship:**

| **Description of relationship** | **Name of the related parties** |
|---|---|
| Ultimate Holding Company (Group) | GMR Enterprises Private Limited |
| Intermediate Holding Company | GMR Airports Infrastructure Limited[4] |
| Holding Company of DIAL | GMR Airports Limited |
| Associates | Delhi Airport Parking Services Private Limited |
| | Travel Food Services (Delhi Terminal 3) Private Limited |
| | Celebi Delhi Cargo Terminal Management India Private Limited |
| | TIM Delhi Airport Advertising Private Limited |
| | DIGI Yatra Foundation[1] |
| Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company) | GMR Hyderabad International Airport Limited |
| | GMR Airport Developers Limited |
| | GMR Consulting services Private Limited |
| | GMR Aviation Private Limited |
| | Raxa Security Services Limited |
| | GMR Pochanpalli Expressways Limited |
| | GMR Highways Limited[5] |
| | GMR Energy Trading Limited |
| | GMR Goa International Airport Limited |
| | GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited)[2] |
| | GMR Hospitality & Retail Limited |
| | GMR Power and Urban Infra Limited |
| | GMR Green Energy Limited |
| | GMR Kamalanga Energy Limited |
| | GMR Warora Energy Limited |
| | GMR Vemagiri Power Generation Limited |
| Fellow associates (including associate companies of the ultimate/ Intermediate holding company) | GMR Tenaga Operations and Maintenance Private Limited |
| Joint ventures | Delhi Aviation Services Private Limited |
| | Delhi Aviation Fuel Facility Private Limited |
| | Delhi Duty Free Services Private Limited |
| | GMR Bajoli Holi Hydropower Private Limited[3] |
| Enterprises in respect of which the company is a joint venture | Airports Authority of India |
| | Fraport AG Frankfurt Airport Services Worldwide |
| Joint Ventures of member of a Group of which DIAL is a member | GMR Megawide Cebu Airport Corporation |
| Enterprises where significant influence of Key Management Personnel or their relatives exists | GMR Varalaksmi Foundation |
| Key Management Personnel | Mr. G.M. Rao – Executive Chairman |
| | Mr. G.B.S Raju- Managing Director |
| | Mr. Srinivas Bommidala – Non Executive Director |
| | Mr. Grandhi Kiran Kumar – Non Executive Director |
| | Mr. K. Narayana Rao - Whole Time Director |
| | Mr. Indana Prabhakara Rao- Executive Director |
| | Mr. Regis Lacote - Non Executive Director |
| | Mr. Pierre-Etienne Mathély-Alternate Director to Mr. Regis Lacote (wef. October 30, 2023) |
| | Ms. Denitza Weismantel- Non Executive Director |
| | Mr.Matthias Engler - Alternate Director to Ms. Denitza Weismantel |
| | Mr. Subba Rao Amarthaluru - Independent Director |
| | Dr. Emandi Sankara Rao- Independent Director |
| | Mr. Fabien Lawson - Director (wef. October 30, 2023) |
| | Ms.Bijal Tushar Ajinkya - Independent Director (wef. September 06, 2022) |
| | Dr. Mundayat Ramachandran - Independent Director |
| | Mr. Pankaj Malhotra- Additional Director (wef. December 09, 2023) |
| | Ms. Rubina Ali - Non Executive Director (AAI Nominee) |
| | Dr. Srinivas Hanumankar - Non Executive Director (AAI Nominee) (wef. October 01, 2023) |
| | Mr.Philipee Pascal - Non Executive Director (till October 26, 2023) |
| | Ms. Siva Kameswari Vissa - Independent Director (till September 05, 2022) |
| | Ms.Vidya Vaidyanathan - Additional Director (AAI Nominee) (wef. November 14, 2022 to November 29, 2023) |
| | Mr. Anil Kumar Pathak - Non Executive Director (AAI Nominee) (till September 30, 2023) |
| | Mr. K. Vinayak Rao- Non Executive Director (AAI Nominee) (wef. June 28,2021 to October 31,2022) |
| | Mr.Videh Kumar Jaipuriar - Chief Executive Officer |
| | Mr.Hari Nagrani - Chief Financial Officer |
| | Mr.Abhishek Chawla - Company Secretary |

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

1.The Company had invested in DIGI Yatra foundation, a Special Purpose Vehicle (SPV) formed as central platform for identity management of passengers, as Joint Venture (JV) of Private Airport Operators and Airports Authority of India (AAI) as Section 8 Company (Not for Profit Organization) under the provisions of the Companies Act, 2013. Further, it had been decided by AAI that initially AAI, Delhi International Airport Limited (DIAL) and Bangalore International Airport Limited (BIAL) will form this company with the shareholding ratio of 26:37:37 respectively. Currently, DIGI Yatra foundation is having paid up share capital of Rs. 10,000 and DIAL has invested Rs. 1,480 only (March 31, 2023: Rs. 1,480). Currently, 26% shareholding of Digi Yatra Foundation will be held by AAI and remaining 74% shareholding will be equally divided amongst the Private Airport Operators viz. BIAL, Cochin International Airport Limited (CIAL), DIAL, GMR Hyderabad International Airport Limited (GHIAL), Mumbai International Airport Limited (MIAL) i.e. 14.80% each.

During the year ended March 31, 2023, DIAL has transferred 74 equity shares (i.e. 7.4% equity in DYF) to Mumbai International Airport Limited (MIAL) on June 14, 2022.

2.GMR Aero Technic Limited has demerged the Maintenance, Repair and Overhaul (MRO) division and merged into GMR Air Cargo and Aerospace Engineering Limited. Therefore, the MRO business is now operated under the new name "GMR Air cargo and Aerospace Engineering Limited".

3. Due to inordinate delay in commencement of operation in GMR Bajoli Holi Hydropower Private Limited and basis the valuation report of the external valuer as at March 31, 2023, the Company has created a provision for impairment in its investment in GMR Bajoli Holi Private Limited for Rs. 38.53 crores in previous year ended March 31, 2023.

4. Change in the Name of "GMR Airports Infrastructure Limited" from "GMR Infrastructure Limited" with effect from September 15, 2022.

5. The composite scheme of amalgamation and arrangement for amalgamation of GMR Tuni-Anakapalli Expressways Limited (GTAEL) and GMR Tambaram Tindivanam Expressways Limited (GTTEL) with GMR Highways Limited was approved by the Hon'ble National Company Law Tribunal, Mumbai bench vide its order dated August 03, 2022 with Appointed date of April 01, 2019. The said Tribunal order was filed with the Registrar of Companies by the Company, GTAEL and GTTEL on August 11, 2022 thereby the Scheme becoming effective on that date.

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**(All amounts in Rupees Crores, except otherwise stated)**

**34 (b) Summary of balances with the above related parties are as follows:**

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Investments in Associates and Joint Ventures** | | |
| **Investments in Unquoted Equity Share** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 52.81 | 54.69 |
| Travel Food services (Delhi Terminal 3) Private Limited | 17.23 | 10.88 |
| TIM Delhi Airport Advertising Private Limited | 69.02 | 51.14 |
| Delhi Airport Parking Services Private Limited | 51.35 | 44.63 |
| Digi Yatra Foundation | 0.85 | (0.13) |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | 12.58 | 14.48 |
| Delhi Duty Free Services Private Limited | 276.61 | 285.69 |
| Delhi Aviation Fuel Facility Private Limited | 62.35 | 67.43 |
| GMR Bajoli Holi Hydropower Private Limited | - | 67.13 |
| **Provision for dimunition in value of Non-Current Investments** | | |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | - | 51.60 |
| **Trade Receivables (including marketing fund)** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.24 | 1.20 |
| **Holding Company** | | |
| GMR Airports Limited | - | 0.10 |
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 0.65 | 0.65 |
| Delhi Airport Parking Services Private Limited | | - |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | | - |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Aviation Private Limited | 0.10 | 0.19 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.31 | 0.14 |
| GMR Highways Limited | 1.14 | 1.14 |
| GMR Energy Trading Limited | 0.08 | 0.78 |
| GMR Pochanpalli Expressways Limited | 2.75 | 2.84 |
| GMR Airport Developers Limited | 4.69 | 0.02 |
| Raxa Security Services Limited | 0.26 | 0.26 |
| GMR Consulting services Private Limited | - | 0.01 |
| GMR Power and Urban Infra Limited | 3.56 | 2.77 |
| GMR Green Energy Limited | - | 0.03 |
| GMR Warora Energy Limited | 3.61 | 4.38 |
| GMR Vemagiri Power Generation Limited | 2.83 | 2.83 |
| GMR Kamalanga Energy Limited | 4.45 | 4.14 |
| **Fellow associates (including associate companies of the ultimate/ Intermediate holding company)** | | |
| GMR Tenaga Operations And Maintenance Private Limited | 0.05 | 0.01 |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 0.17 | 0.14 |
| **Joint Venture of Member of a Group of which DIAL is a Member** | | |
| GMR Megawide Cebu Airport Corporation | 0.07 | 0.07 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 0.04 | - |
| **Other Financial Assets-Current** | | |
| **Unbilled receivables-Current** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 0.01 | - |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 8.74 | 7.91 |
| TIM Delhi Airport Advertising Private Limited | 29.74 | 29.53 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 23.57 | 17.98 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 2.49 | 2.70 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 22.90 | 12.92 |

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (b) Summary of balances with the above related parties are as follows:**

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.01 | 0.01 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.09 | 0.06 |
| GMR Energy Trading Limited | 0.02 | 0.01 |
| GMR Pochanpalli Expressways Limited | 0.01 | - |
| GMR Consulting services Private Limited | 0.01 | - |
| GMR Airport Developers Limited | 2.41 | 1.86 |
| GMR Kamalanga Energy Limited | 0.01 | - |
| GMR Warora Energy Limited | 0.01 | - |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 1.00 | 1.01 |
| | | |
| **Other recoverable from related parties- Non-Current** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 446.21 | - |
| | | |
| **Other recoverable from related parties** | | |
| Delhi Duty Free Services Private Limited | 0.11 | 0.09 |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.06 | 0.05 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.14 | 0.11 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.02 | - |
| TIM Delhi Airport Advertising Private Limited | 0.05 | 0.11 |
| DIGI Yatra Foundation | - | 0.17 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 43.21 | 489.42 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Goa International Airport Limited | - | 0.27 |
| GMR Aviation Private Limited | 0.01 | - |
| | | |
| **Advances recoverable in cash or kind** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | - | 2.22 |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 19.80 | 62.31 |
| | | |
| **Provision against advance to AAI paid under protest** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 43.21 | 489.42 |
| | | |
| **Other Financial Assets - Current** | | |
| **Non- Trade Receivables (including marketing fund)** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.01 | 0.02 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Energy Trading Limited | 0.02 | 0.08 |
| GMR Airport Developers Limited | 92.87 | 84.50 |
| GMR Warora Energy Limited | 0.23 | 0.46 |
| GMR Kamalanga Energy Limited | 0.27 | 0.37 |
| GMR Vemagiri Power Generation Limited | 0.54 | 0.57 |
| **Joint Venture of Member of a Group of which DIAL is a Member** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 28.55 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 22.77 | 13.23 |

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (b) Summary of balances with the above related parties are as follows:**

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Trade payable (including marketing fund)-Current** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 12.60 | - |
| **Holding Company** | | |
| GMR Airports Limited | 31.85 | 37.80 |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 0.11 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| Raxa Security Services Limited | 3.95 | 2.09 |
| GMR Energy Trading Limited | 0.10 | 0.10 |
| GMR Airport Developers Limited | 10.52 | 1.59 |
| GEOKNO India Private Limited | - | 0.01 |
| GMR Vemagiri Power Generation Limited | 0.01 | 0.02 |
| GMR Power and Urban Infra limited | 0.02 | 0.02 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 211.77 | 107.53 |
| Fraport AG Frankfurt Airport Services Worldwide | 52.86 | 35.35 |
| | | |
| **Other Financial Liabilities - Non Current** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 789.68 | 663.57 |
| | | |
| **Other Financial Liabilities at amortised cost- Current** | | |
| **Security Deposits from trade concessionaires - current** | | |
| **Holding Company** | | |
| GMR Airports Limited | - | 0.01 |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.01 | 0.01 |
| TIM Delhi Airport Advertising Private Limited | 1.44 | 0.87 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.28 | 0.46 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 1.67 | 1.50 |
| Delhi Aviation Services Private Limited | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.11 | 0.11 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.08 | 0.32 |
| | | |
| **Other Financial Liabilities at amortised cost- Non Current** | | |
| **Security Deposits from trade concessionaires - non current** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 0.24 | - |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 22.03 | 19.28 |
| Delhi Duty Free Services Private Limited | 210.74 | 204.32 |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 62.57 | 55.97 |
| Delhi Airport Parking Services Private Limited | 0.81 | 0.73 |
| TIM Delhi Airport Advertising Private Limited | 16.52 | 14.71 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 5.94 | 5.40 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 1.28 | 1.08 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.34 | - |

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K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (b) Summary of balances with the above related parties are as follows:**

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Unearned Revenue - Current** | | |
| **Current** | | |
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 0.21 | 0.19 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.89 | 0.53 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.38 | 0.31 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.12 | 0.15 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Power and Urban Infra Limited | - | 0.01 |
| GMR Pochanpalli Expressways Limited | - | 0.01 |
| **Unearned Revenue - Non-Current** | | |
| **Non-Current** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.21 | 0.17 |
| TIM Delhi Airport Advertising Private Limited | 0.03 | 0.04 |
| Delhi Airport Parking Services Private Limited | 0.01 | - |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.10 | 0.07 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.01 | 0.01 |
| GMR Pochanpalli Expressways Limited | - | 0.01 |
| GMR Aviation Private Limited | 0.01 | - |
| **Deferred Revenue** | | |
| **Deferred Income on financial liabilities carried at amortised cost - Current** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.11 | 0.11 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 8.68 | 8.68 |
| TIM Delhi Airport Advertising Private Limited | 1.57 | 1.56 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.55 | 0.57 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 0.98 | 0.98 |
| Delhi Duty Free Services Private Limited | 13.22 | 13.69 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.04 | 0.01 |
| GMR Airport Developers Limited | 0.24 | 0.24 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.03 | - |
| **Deferred Revenue** | | |
| **Deferred Income on financial liabilities carried at amortised cost - Non-Current** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 1.18 | 1.29 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 85.14 | 93.97 |
| TIM Delhi Airport Advertising Private Limited | 8.46 | 10.02 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.55 | 1.11 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 8.23 | 9.23 |
| Delhi Duty Free Services Private Limited | 1.29 | 5.16 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 2.73 | 2.92 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.13 | - |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.09 | - |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (b) Summary of balances with the above related parties are as follows:**

| Balances as at Date | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Other Liabilities** | | |
| **Current** | | |
| **Joint Venture** | | |
| TIM Delhi Airport Advertising Private Limited | 0.05 | 0.09 |
| Delhi Duty Free Services Private Limited | 0.25 | - |
| **Other Current Liabilities** | | |
| **Capital creditors** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| Raxa Security Services Limited | 0.06 | 0.06 |
| GMR Airport Developers Limited | 0.02 | - |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 0.48 | - |
| **Other Liabilites- Current** | | |
| **Advance From Customers- Current** | | |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 0.02 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.44 | - |
| Delhi Airport Parking Services Private Limited | 0.04 | - |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| Raxa Security Services Limited | 0.25 | 0.25 |

**Note: Balances below Rs. 50,000 have not been reported in the above disclosure due to rounding off procedures.**

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Delhi International Airport Ltd. New Delhi

(All amounts in Rupees Crores, except otherwise stated)

34 (c) Summary of transactions with the above related parties is as follows:

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Security Deposits from trade concessionaires** | | |
| **Security Deposits Received** | | |
| **Intermediate holding company** | | |
| GMR Airports Infrastructure Limited | 0.36 | - |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 19.00 |
| Travel Food Services (Delhi Terminal 3) Private Limited | | |
| TIM Delhi Airport Advertising Private Limited | 0.58 | 0.07 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.26 | 0.08 |
| GMR Airport Developers Limited | 0.12 | - |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.11 | 2.79 |
| **Security Deposits from trade concessionaires** | | |
| **Security Deposits Refunded** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.31 | 0.17 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | - | 87.46 |
| Delhi Aviation Services Private Limited | - | 15.17 |
| **Holding Company** | | |
| GMR Airports Limited | 0.01 | - |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | - | 0.33 |
| **Intercompany loan given** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| DIGI Yatra Foundation | 1.00 | - |
| **Intercompany loan received** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| DIGI Yatra Foundation | 1.00 | - |
| **Marketing Fund Billed** | | |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 2.43 | 1.99 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 19.44 | 15.74 |
| **Marketing Fund Utilised** | | |
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 0.45 | 0.55 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.05 | - |
| **Joint Venture** | | |
| Delhi Duty Free Services Private Limited | 11.21 | - |
| **Capital Work in Progress** | | |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | - | 0.02 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 12.82 | 10.98 |
| Raxa Security Services Limited | 0.72 | 0.74 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 2.99 | - |
| **Non-aeronautical revenue** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.54 | 0.62 |
| **Holding Company** | | |
| GMR Airports Limited | 1.66 | 1.54 |
| **Joint Venture** | | |
| Delhi Aviation Fuel Facility Private Limited | 38.69 | 38.68 |
| Delhi Aviation Services Private Limited | - | 0.39 |
| Delhi Duty Free Services Private Limited | 625.30 | 496.49 |
| **Associates** | | |
| TIM Delhi Airport Advertising Private Limited | 204.65 | 166.40 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 318.94 | 269.70 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 57.42 | 48.82 |
| Delhi Airport Parking Services Private Limited | 92.56 | 73.13 |

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Chartered Accountants
BENGALURU

Delhi International Airport Ltd.
New Delhi

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (c) Summary of transactions with the above related parties is as follows:**

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.09 | 0.09 |
| GMR Energy Trading Limited | 2.58 | 2.42 |
| GMR Green Energy Limited | 0.03 | 0.03 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 1.82 | 1.22 |
| GMR Pochanpalli Expressways Limited | 1.00 | 1.25 |
| Raxa Security Services Limited | 0.13 | 0.45 |
| GMR Airport Developers Limited | 10.06 | 8.36 |
| GMR Power And Urban Infra Limited | 1.95 | 2.35 |
| GMR Kamalanga Energy Limited | 2.61 | 2.43 |
| **Fellow associates (including associate companies of the ultimate/ Intermediate holding company)** | | |
| GMR Tenaga Operations and Maintenance Private Limited | 0.03 | 0.01 |
| | | |
| **Aeronautical Revenue** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Aviation Private Limited | 0.06 | 0.05 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | - | 0.01 |
| | | |
| **Other Income** | | |
| **Profit on relinquishment of assets rights** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Airport Developers Limited | - | 59.57 |
| | | |
| **Discounting income** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Airport Developers Limited | 7.21 | 6.50 |
| | | |
| **Non-aeronautical - Income on Security Deposits** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.11 | 0.11 |
| TIM Delhi Airport Advertising Private Limited | 1.70 | 1.65 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 8.83 | 8.72 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.60 | 0.63 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 1.00 | 1.85 |
| Delhi Duty Free Services Private Limited | 8.33 | 13.87 |
| Delhi Aviation Services Private Limited | - | 0.42 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | 0.01 | 0.03 |
| GMR Airport Developers Limited | 0.27 | 0.42 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.02 | - |
| | | |
| **Other Revenue** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 0.05 | - |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.12 | - |
| DIGI Yatra Foundation | 0.05 | - |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | - | 0.04 |

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दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड
Delhi International Airport Ltd.
New Delhi
नई दिल्ली

**(All amounts in Rupees Crores, except otherwise stated)**

**34 (c) Summary of transactions with the above related parties is as follows:**

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Key managerial Remuneration paid/payable** | | |
| **Short-term employee benefits*** | | |
| Managerial Remuneration | 23.38 | 20.61 |
| **Annual Fee** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 2,265.29 | 1,857.67 |
| **Bad Debts Written Off** | | |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 0.04 |
| **Consultancy Charges** | | |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | - | 0.04 |
| **Expenditure write back** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| GMR Power And Urban Infra Limited | - | 0.01 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | - | 0.33 |
| **Finance Cost- Interest expense on financial liability carried at amortised cost** | | |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 0.09 | 0.08 |
| TIM Delhi Airport Advertising Private Limited | 1.94 | 1.69 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 6.61 | 5.85 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.69 | 0.64 |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 2.76 | 3.07 |
| Delhi Duty Free Services Private Limited | 10.47 | 22.36 |
| Delhi Aviation Services Private Limited | - | 0.42 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited) | - | 0.03 |
| GMR Airport Developers Limited | 0.17 | 0.41 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.02 | - |
| **Donations/ CSR Expenditure** | | |
| **Enterprises where significant influence of key Management personnel or their relative exists** | | |
| GMR Varalaksmi Foundation | 3.50 | 3.00 |
| **Finance Cost** | | |
| **Interest on Revenue share** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 4.22 | 5.13 |
| **Rent** | | |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 15.94 | 0.23 |
| **Legal & Professional fee** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 0.79 | - |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Fraport AG Frankfurt Airport Services Worldwide | 1.00 | - |
| **Joint Ventures** | | |
| Delhi Aviation Fuel Facility Private Limited | 0.04 | - |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.06 | - |
| **Employee benefit expenses** | | |
| **Training expenses** | | |
| **Holding company** | | |
| GMR Airports Limited | 2.48 | 0.28 |
| **Enterprises in respect of which the company is a joint venture** | | |
| Airports Authority of India | 0.02 | 0.01 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate holding company)** | | |
| Raxa Security Services Limited | 0.05 | - |

* Managerial remuneration excludes provision for gratuity and compensated absences, since these are provided on the basis of an actuarial valuation for the Company as a whole.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

Delhi International Airport Limited
CIN. U63033DL2006PLC146936
Notes to the consolidated financial statements for the year ended March 31, 2024
(All amounts in Rupees Crores, except otherwise stated)

34 (c) Summary of transactions with the above related parties is as follows:

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Manpower hire charges** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 74.84 | 63.68 |
| Raxa Security Services Limited | 0.59 | 1.59 |
| **Operations-Repairs & Maintenance-Buildings** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 0.04 | 0.03 |
| **Operations-Repairs & Maintenance-Landscape** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | 11.44 | 7.76 |
| **Operations-Repairs & Maintenance-Others** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 0.01 | - |
| **Airport Operator fees** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Fraport AG Frankfurt Airport Services Worldwide | 113.39 | 64.67 |
| **Corporate Cost Allocation** | | |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 32.31 | 20.65 |
| **Holding Company** | | |
| GMR Airports Limited | 51.09 | 47.68 |
| **Security related expenses** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| Raxa Security Services Limited | 25.87 | 23.80 |
| **Hire Charges-Equipments** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | - | 0.14 |
| **Utility Expenses** | | |
| **Electricity charges** | | |
| **Joint Ventures** | | |
| GMR Bajoli Holi Hydropower Private Limited | 176.04 | 118.61 |
| **Electricity charges recovered** | | |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 10.04 | 9.56 |
| Delhi Aviation Services Private Limited | - | 1.56 |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 3.84 | 3.80 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 11.66 | 8.45 |
| TIM Delhi Airport Advertising Private Limited | 4.63 | 4.19 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 13.81 | 12.29 |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Energy Trading Limited | 0.13 | 0.17 |
| GMR Air Cargo and Aerospace Engineering (Formerly known as GMR Aero Technic Limited)3 | 0.02 | 0.01 |
| GMR Pochanpalli Expressways Limited | 0.03 | 0.04 |
| GMR Airport Developers Limited | 21.50 | 14.05 |
| GMR Power And Urban Infra Limited | 0.04 | 0.02 |
| Raxa Security Services Limited | - | 0.02 |
| GMR Kamalanga Energy Limited | 0.24 | 0.23 |
| **Intermediate Holding Company** | | |
| GMR Airports Infrastructure Limited | 0.03 | 0.03 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 13.33 | 14.58 |

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BENGALURU

Delhi International Airport Ltd.
New Delhi
दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड
नई दिल्ली

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (c) Summary of transactions with the above related parties is as follows:**

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Water charges recovered** | | |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | - | 0.02 |
| Delhi Duty Free Services Private Limited | 0.02 | 0.02 |
| **Associates** | | |
| Delhi Airport Parking Services Private Limited | 1.39 | 0.95 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 1.56 | 1.36 |
| Celebi Delhi Cargo Terminal Management India Private Limited | 3.48 | 3.01 |
| **Fellow Subsidiaries( including subsidiary companies of the ultimate Holding Company)** | | |
| GMR Energy Trading Limited | 0.03 | 0.02 |
| GMR Airport Developers Limited | 0.50 | 0.36 |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | - | 4.96 |
| **Common Area Maintenance Charges recovered** | | |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.47 | 0.09 |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 1.13 | 0.78 |
| **Airport Entry Fees Recovered** | | |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.05 | 0.05 |
| Celebi Delhi Cargo Terminal Management India Private Limited | - | 0.02 |
| TIM Delhi Airport Advertising Private Limited | 0.01 | 0.01 |
| **Joint Ventures** | | |
| Delhi Duty Free Services Private Limited | 0.03 | 0.03 |
| **Consultancy Charges recovered** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 0.83 | - |
| **BID Award Cost Recovered** | | |
| **Fellow subsidiaries (including subsidiary companies of the ultimate/ Intermediate Holding Company)** | | |
| GMR Airport Developers Limited | - | 0.50 |
| **Recovery of Collection Charges** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 0.38 | 5.24 |
| **Directors' sitting fees** | | |
| **Key Management Personnel** | | |
| Ms. Siva Kameswari Vissa | - | 0.03 |
| Mr. Anil Kumar Pathak | - | 0.01 |
| Mr. Srinivas Bommidala | 0.01 | 0.01 |
| Mr. Grandhi Kiran Kumar | 0.01 | 0.01 |
| Mr. K. Vinayak Rao | - | 0.01 |
| Mr. Subba Rao Amarthaluru | 0.05 | 0.06 |
| Mr. M. Ramachandran | 0.05 | 0.05 |
| Dr. Emandi Sankara Rao | 0.05 | 0.05 |
| Mr. Pankaj Malhotra | 0.01 | - |
| Ms. Bijal Tushar Ajinkya | 0.05 | 0.02 |
| Ms. Vidya | 0.01 | 0.01 |
| Dr. Srinivas Hanumankar | 0.01 | - |

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees Crores, except otherwise stated)**

**34 (c) Summary of transactions with the above related parties is as follows:**

| Transactions during the year | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Expenses incurred by Company on behalf of related parties** | | |
| **Intermediate Holding company** | | |
| GMR Airports Infrastructure Limited | 0.01 | 0.01 |
| **Holding company** | | |
| GMR Airports Limited | - | 0.33 |
| **Joint Ventures** | | |
| Delhi Aviation Services Private Limited | - | 0.53 |
| Delhi Duty Free Services Private Limited | 0.84 | 0.64 |
| DIGI Yatra Foundation[2] | | |
| GMR Bajoli Holi Hydropower Private Limited | 0.03 | 0.38 |
| **Associates** | | |
| Celebi Delhi Cargo Terminal Management India Private Limited | 1.01 | 0.87 |
| TIM Delhi Airport Advertising Private Limited | 0.61 | 0.82 |
| Delhi Airport Parking Services Private Limited | 0.70 | 0.60 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.75 | 0.63 |
| **Fellow Subsidiaries( including subsidiary companies of the ultimate Holding Company)** | | |
| GMR Warora Energy Limited | 0.02 | 0.05 |
| GMR Highways Limited | - | 0.04 |
| GMR Pochanpalli Expressways Limited | 0.01 | 0.08 |
| GMR Energy Trading Limited | 0.01 | 0.09 |
| GMR Airport Developers Limited | 0.01 | 0.01 |
| GMR Consulting services Private Limited | 0.01 | 0.01 |
| **Expenses incurred by related parties on behalf of Company** | | |
| **Holding Company** | | |
| GMR Airports Limited | - | 0.70 |
| **Associates** | | |
| Travel Food Services (Delhi Terminal 3) Private Limited | 0.36 | 0.25 |
| Raxa Security Services Limited | - | 0.01 |
| GMR Hospitality & Retail Limited | 0.02 | 0.26 |
| **Fellow Subsidiaries( Including subsidiary companies of the ultimate Holding Company)** | | |
| GMR Energy Trading Limited | - | 0.10 |
| **Exceptional items** | | |
| **Enterprises in respect of which the Company is a joint venture** | | |
| Airports Authority of India | 164.84 | 32.37 |
| Airports Authority of India ( Reversal of provision against advance to AAI paid under protest) | 446.21 | - |

Note: Transactions below Rs. 50,000 have not been reported in the above disclosure due to rounding off procedures.

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BENGALURU

**35. Retirement and other employee benefit: -**

**Employee benefit: -**

**a) Leave Obligation**

The leave obligation covers the Holding Company's liability for earned leave and sick leave. The entire amount of the provision of Rs. 36.37 crores (March 31, 2023: Rs. 32.52 crores) is presented as current in consolidated financial statements since the Holding Company does not have an unconditional right to defer settlement of the obligation.

**b) Defined contribution plans**

During the year ended March 31, 2024, the Holding Company has recognised Rs. 17.08 crores (March 31, 2023: Rs. 16.00 crores) as an expense and included in Employee benefits expense as under the following defined contribution plans.

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| **Employer's contribution to** | | |
| Provident and other fund# | 13.28 | 12.15 |
| Superannuation fund* | 3.80 | 3.85 |
| **Total** | **17.08** | **16.00** |

# Net of amount transferred to Capital work-in-progress ('CWIP') and adjustment against Advance from Commercial Property Developers CPD Rs. 0.62 Crore (March 31, 2023: Rs. 0.51 Crore)

*Net of amount transferred to CWIP and adjustment against Advance from CPD Rs. 0.15 Crore (March 31, 2023: Rs. 0.09 Crore).

The Board of trustee meeting was held on March 31, 2022 wherein Trustees were informed that trust had surrendered with effect from April 1, 2022. The Holding Company is contributing provident fund (PF) to Employees Provident fund organisation with effect from April 1, 2022.

**(c) Gratuity expense**

In Holding Company, Gratuity liability is a defined benefit obligation (DBO) which is funded through policy taken from Life Insurance Corporation of India and Liability (net of fair value of investment in LIC) is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days' salary (based on last drawn basic salary) for each completed year of service.

The following tables summarise the components of net benefit expense recognised in the consolidated statement of profit and loss and amounts recognised in the balance sheet for defined benefit plans/obligations:

Net employee benefit expense:

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Current Service Cost | 2.68 | 2.55 |
| Past Service Cost | - | - |
| Net Interest Cost | (0.01) | 0.18 |
| **Total** | **2.67** | **2.73** |

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Delhi International Airport Ltd. New Delhi

Amount recognised in Other Comprehensive Income:

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Actuarial loss due to DBO experience | 0.30 | 0.70 |
| Actuarial (gain)/loss due to DBO financial assumptions changes | 0.70 | (0.42) |
| **Actuarial loss arising during period** | **1.00** | **0.28** |
| Return on plan assets less than discount rate | - | 1.54 |
| **Actuarial loss recognized in OCI** | **1.00** | **1.82** |

**Balance Sheet**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Defined benefit obligation | (33.39) | (29.78) |
| Fair value of plan assets | 35.64 | 26.72 |
| **Defined Benefit Plan Asset/(Liability)** | **2.25** | **(3.06)** |

Changes in the present value of the defined benefit obligation are as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Opening defined benefit obligation | 29.78 | 26.95 |
| Interest cost | 2.10 | 1.85 |
| Current service cost | 2.68 | 2.55 |
| Acquisition cost | (0.09) | (0.04) |
| Benefits paid (including transfer) | (2.07) | (1.80) |
| Actuarial loss on obligation-experience | 0.30 | 0.70 |
| Actuarial gain on obligation-financial assumption | 0.70 | (0.42) |
| **Closing defined benefit obligation** | **33.40** | **29.78** |

Changes in the fair value of plan assets are as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Opening fair value of plan assets | 26.72 | 20.36 |
| Acquisition Adjustment | - | (0.04) |
| Interest income on plan assets | 2.11 | 1.67 |
| Contributions by employer | 8.88 | 8.08 |
| Benefits paid (including transfer) | (2.07) | (1.81) |
| Return on plan assets lesser than discount rate | - | (1.54) |
| **Closing fair value of plan assets** | **35.64** | **26.72** |

The Holding Company will not contribute to gratuity fund during the year ending on March 31, 2025 (March 31, 2024: Rs. 8.08 crores).

The major category of plan assets as a percentage of the fair value of total plan assets is as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| | (%) | (%) |
| Investments with insurer managed funds | 100 | 100 |

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Delhi International Airport Ltd. New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

The principal assumptions used in determining gratuity obligation for the Holding Company's plans are shown below:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Discount rate | 7.00% | 7.30% |
| Salary escalation | 6.00% | 6.00% |
| Expected rate of return on assets* | 7.00% | 7.00% |
| Attrition rate | 5.00% | 5.00% |

A quantitative sensitivity analysis for significant assumption as at March 31, 2024 is as shown below:

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| **Assumptions** | Discount rate | |
| Sensitivity level | 1% | 1% |
| Impact on defined benefit obligation due to increase | (2.24) | (1.95) |
| Impact on defined benefit obligation due to decrease | 2.56 | 2.23 |

| **Assumptions** | Future Salary Increase | |
|---|---|---|
| Sensitivity level | 1% | 1% |
| Impact on defined benefit obligation due to increase | 2.11 | 1.85 |
| Impact on defined benefit obligation due to decrease | (1.93) | (1.70) |

| **Assumptions** | **Attrition rate** | |
|---|---|---|
| Sensitivity level | 1% | 1% |
| Impact on defined benefit obligation due to increase | 0.21 | 0.24 |
| Impact on defined benefit obligation due to decrease | (0.24) | (0.27) |

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

*The Holding Company do not expect any material variation in the value of **fair value of plan assets** on account of change in expected rate of return on plan assets

The average duration of the defined benefit plan obligation at the end of the reporting period is 10 years (March 31, 2023:10 years).

The following pay-outs are expected in next five years:

| Year Ending | Amount |
|---|---|
| March 31, 2025 | 4.02 |
| March 31, 2026 | 3.35 |
| March 31, 2027 | 2.80 |
| March 31, 2028 | 2.96 |
| March 31, 2029 | 3.24 |

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इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**36. Commitments and Contingencies**

**I. Contingent Liabilities: claims against the Holding Company not acknowledged as debts:**

| | Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|---|
| (i) | In respect of Income tax matters (disallowances/ additions made by income tax department) * | 64.29 | 64.29 |
| (ii) | In respect of Indirect tax matters [also refer note (e), (f) and (i) below] | 69.48 | 58.53 |
| (iii) | In respect of property tax matter [refer note (a) below] | - | 38.41 |
| (iv) | In respect of Annual fee payable to AAI [refer note (g) and (h) below] | | |
| (v) | In respect of Phase-3A expansion [refer note (j) below] | | |

*Matters disputed under Income Tax Act 1961, wherein disallowances result in reduction in 'returned loss' as per the return of income have not been considered for above disclosure. Tax impact of reduction in loss amounts to Rs. 80.30 crores. (March 31, 2023: Rs. 74.27 crores).

a) During the year ended March 31, 2017, the Delhi Cantonment Board (DCB) had raised provisional invoice demanding property tax of Rs.9.01 crores in respect of vacant land at IGI Airport for the financial year ended March 31, 2017. However, based on same computation method as used for payment of property tax to South Delhi Municipal Corporation (SDMC), the Holding Company has made payment towards property tax for financial year ended March 31, 2017 to the financial year ended March 31, 2022 along with request to DCB to withdraw its demand. DCB has raised provisional invoice on April 29, 2019 and Notice of demand dated November 1, 2019 demanding property tax of Rs. 10.73 crores for the financial year ended March 31, 2020 along with arrears of Rs. 28.78 crores.

The Holding Company has obtained a legal opinion; wherein it has been opined that liability w.r.t. earlier years cannot be ruled out. As DCB has not raised any demand for earlier years, and the Holding Company has submitted its application for adopting the same computation method as considered by SDMC, while arriving at the demand for the financial year ended March 31, 2017, the amount of liability for earlier years is unascertainable, and therefore no provision has been considered.

The Holding Company had filed a writ petition before the Hon'ble Delhi High court against DCB to set aside the impugned demand notices. The Hon'ble Delhi High court heard the matter on December 2, 2019 and directed to keep in abeyance the impugned demand notices and directed DCB to grant a detailed hearing to the Holding Company, upon the Holding Company's filing a representation before the DCB, subject to deposit a sum of Rs. 8.00 crores. In compliance of High Court order, the Holding Company had deposited a sum of Rs. 8.00 crores under protest on December 20, 2019.

However, despite many representations made by the Holding Company and ignoring all contentions of the Holding Company, DCB had passed an assessment order dated June 15, 2020 levying the property tax of Rs. 867.21 crores per annum against its earlier assessment of tax of Rs. 9.13 crores per annum and raised the total demand of Rs. 2,601.63 crores for three years i.e. 2016-17 to 2018-19 and the Holding Company has been directed to pay Rs. 2,589.11 crores after making due adjustments of amount already deposited. The order was in violation of the earlier order dated December 2, 2019 passed by the Hon'ble High Court of Delhi and was in breach of the provisions of the Cantonments Act. Accordingly, the Holding Company filed a Writ Petition on July 20, 2020 before the High Court of Delhi challenging the assessment order dated June 15, 2020. The writ petition was heard on various dates in which Honourable Delhi High Court directed DCB not to take any coercive action against the Holding Company till next hearing. During the pendency of writ petition, DCB had assessed additional demand of property tax for Rs. 2,599.46 crores for the triennial financial years 2019-20 to 2021-22 after considering amount paid by the Holding Company.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The hearing in the matter was concluded on August 9, 2023 and order has been pronounced. To put a quietus to the issue and in the interest of justice as well as to achieve parity and uniformity to the property tax being levied by MCD, the Hon'ble Delhi High Court has set aside the previous assessments and ordered that fresh assessments shall be done and property tax shall be levied as per Section 73(b) of the Cantonments Act, 2006 by DCB on 1,438.2017 acres of land of the airport within 30 days of the order.

The Holding Company had received the assessment order for the financial year ended March 31, 2017 to financial year ended March 31, 2023 towards property tax for Rs. 73.56 crores (after considering amount paid for Rs. 17.31 crores) on February 1, 2024 and for the financial year ended March 31, 2007 to financial year ended March 31, 2016 towards property tax for Rs. 55.58 crores on April 18, 2024 from DCB. DCB has not allowed the rebate of 25% which was provided in the final order of Hon'ble Delhi High Court.

The Holding Company has made the payment of Rs. 50.85 crores against assessment order dated February 1, 2024 and Rs. 41.68 crores against assessment order dated April 18, 2024 after considering rebate of 25% as directed in the final order of Hon'ble Delhi High Court. The Holding Company had filed an application in Hon'ble Delhi High Court for directing DCB to provide rebate as pronounced in its order dated August 9, 2023. The Holding Company has provided the additional amount of Rs. 102.08 crores for the property tax for the period FY 2006-07 to 2022-23 as an "Exceptional item" during the year ended March 31, 2024.

The matter was heard on May 10, 2024 and matter has been disposed off as DCB has agreed to provide the rebate.

b) The Ministry of Civil Aviation (MoCA) issued a Circular dated January 8, 2010 giving fresh guidelines regarding the expenditure which could be met out of the PSF (SC) and subsequently clarified by MoCA vide order dated April 16, 2010. Based on the said circular, the Holding Company is not debiting such security expenditure to PSF (SC) escrow account. Further, vide circular dated May 17, 2012, it was further directed that any such expenditure already debited was required to be credited back to PSF(SC) account. However, security expenditure amounting to Rs. 24.48 crores was already incurred prior to April 16, 2010 and was debited to PSF (SC) account.

The Holding Company had challenged the said circulars issued by MoCA before the Hon'ble High Court of Delhi by way of a Writ Petition. The Hon'ble Court, vide its order dated December 21, 2012, had restrained MoCA from taking any coercive measures in the form of initiation of criminal proceedings against the Holding Company and the matter is now listed on July 18, 2024.

Based on an internal assessment and aforesaid order of the Hon'ble High Court of Delhi, the management is confident that no liability in this regard would be payable and as such no provision has been made in these consolidated financial statements.

c) MoCA had issued orders in the past requiring the Holding Company to reverse the expenditure incurred, towards procurement and maintenance of security systems/equipment and on creation of fixed assets out of PSF (SC) escrow account opened and maintained by the Holding Company in a fiduciary capacity. In the opinion of the management of the Holding Company, the Holding Company had incurred Rs. 297.25 crores towards capital expenditure (excluding related maintenance expense and interest thereon) till the date of order out of PSF (SC) escrow account as per Standard Operating Procedure (SOPs), guidelines and clarification issued by MoCA from time to time on the subject of utilization of PSF (SC) funds and as such had challenged the said order before Hon'ble High court of Delhi.

MoCA in its order had stated that approximate amount of reversal to be made by the Holding Company towards capital expenditure and interest thereon amounting to Rs. 295.58 crores and Rs. 368.19 crores respectively, subject to the order of the Hon'ble High court of Delhi. The Hon'ble High Court of Delhi, vide its order dated March 14, 2014, stayed recovery of amount already utilized by the Holding Company from PSF (SC) Escrow Account till date. The matter is now listed for hearing on September 10, 2024.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

Based on an internal assessment, the management of the Holding Company is of the view that no adjustments are required to be made in these consolidated financial statements.

However, pursuant to AERA order No. 30/ 2018-19 dated November 19, 2018 with respect to Holding Company's entitlement to collect X-ray baggage charges from airlines, the Holding Company has remitted Rs. 119.66 crores to PSF (SC) for transfer of screening assets from PSF (SC) to the Holding Company with an undertaking to MoCA by the Holding Company that in case the matter pending before the Hon'ble High Court is decided in the Holding Company's favour, the Holding Company will not claim this amount back from MoCA.

d) The Holding Company was entitled to custom duty credit scrip under Served from India Scheme (SFIS) of Foreign Trade Policy issued by Government of India. Under the terms of SFIS, service providers are entitled to custom duty credit scrip as a percentage of foreign exchange earned by the Holding Company that can be utilized for payment of import duty. Till March 31, 2014, the Holding Company had cumulatively utilized custom duty credit scrip amounting to Rs. 89.60 crores, in lieu of payment of import duty in respect of import of fixed assets (including capital work in progress) and accounted the same as grant as per para 15 of erstwhile Accounting Standard 12 and adjusted the same against certain expenditure which in its view are related to obtaining such custom duty credit scrip entitlements. Basis the opinion of the Expert Advisory Committee ('EAC') of the Institute of Chartered Accountants of India.

However, Airport Authority of India ('AAI') has expressed different view on this and argued that amount utilized under SFIS should be treated as revenue and accordingly annual fee on amount of Rs 89.60 crores is payable to AAI.

The Holding Company had filed a writ petition against the AAI's letter in Hon'ble High Court of Delhi on July 10, 2015 disputing the demand and prayed for quashing of demand by AAI. Hon'ble High Court has granted the interim relief and disposed the writ petition with a direction to Holding Company to seek remedy under the provisions of Arbitration law.

The matter was contested in arbitration before Arbitral Tribunal and arbitration award was pronounced in favour of the Holding Company on December 27, 2018, mentioning that the income earned by way of SFIS Scrip does not fall under the definition of Revenue as per OMDA as it is not related with any Aeronautical or Non-Aeronautical activities and it is of the nature of capital receipt. Accordingly, no annual fee is payable to AAI by the Holding Company on SFIS revenue and demand of AAI for annual fee stands rejected. However, AAI had filed an appeal challenging the order of Arbitral Tribunal before the High Court of Delhi on April 25, 2019 for setting aside the arbitration award dated December 27, 2018. The matter is now listed on August 2, 2024 for arguments.

e) The Director General of Central Excise Intelligence, New Delhi had issued a Show Cause Notice F. NO. 574/CE/41/2014/Inv./PT.II/11327 dated October 10, 2014 on the Holding Company, proposing a demand of service tax of Rs. 59.91 crores (excluding interest and penalty) considering Advance Development Costs ('ADC') collected by Company from the Commercial Property Developers under the service tax category 'Renting of Immovable Property'.

The Holding Company had replied to the show cause notice as referred to above with appropriate authority on April 17, 2015. Subsequently, Additional Director General (DG) (Adj.), Directorate General Central Excise Intelligence (DGCEI) has passed Order No. 10/2016-ST dated May 02, 2016 confirming demand of service tax of Rs. 54.31 crores and imposed equivalent penalty. However, based on an internal assessment by the Holding Company in this regard, the Management is of the view that service tax is not leviable on ADC, as these are collected for development of certain infrastructure facilities for the common use and not for the exclusive use of any developer. Service tax liability on ADC, if any arises, shall be adjusted from ADC amount collected by Holding Company from the Commercial Property Developers.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The Holding Company had filed appeal before CESTAT, New Delhi on August 02, 2016 against the order dated May 02, 2016. The matter was concluded and decided vide order dated February 8, 2019 in favour of the Holding Company setting aside the order of the DG (Adj.) raising a demand of service tax of Rs. 54.31 crores.

The department had filed SLP before Supreme Court, against the Order dated February 8, 2019 passed in favour of the Holding Company. The Holding Company had filed counter affidavit on September 9, 2020 and the matter is yet to heard.

Accordingly, the amount of Rs.54.31 crores disclosed as contingent liability as at March 31, 2024. Further, the management of the Holding Company is of the view that no adjustments are required to be made to these consolidated financial statements.

f) In certain matters before Hon'ble Delhi High Court or Hon'ble Supreme Court yet to be decided, wherein Holding Company has been made respondent and the petitions filed by the UOI, others/concessionaires which are relating to the applicability of service tax (under pre-GST regime) on services provided by the Holding Company and the issues under consideration are related to licensing of space in Airport, Service tax on supply of electricity, running of duty free shops to be regarded as Airport Services. The Holding Company initially charged service tax against the services provided, however levy and the applicability was contested by such parties and accordingly they filed petitions before judicial authorities making the Holding Company as a party/respondent in the matters. The management is of the view that these matters will not result in any additional obligation on the Holding Company in case of adverse decisions and in case of any demand or liability arising on account of adjudication of the issues, the same are recoverable from the service recipients.

g) The Holding Company issued various communications to Airports Authority of India ("AAI") from the month of March 2020 onwards inter-alia under Article 16 (Force Majeure) and informed AAI about the impact of Covid-19 on the Delhi International Airport and expressed its inability to perform its certain obligations under OMDA and thereby requested for excusal from payment of MAF on account of the same. The said event(s) of Force Majeure had also been admitted by AAI in its communication to Holding Company. Consequently, the Holding Company was entitled to suspend or excuse the performance of its said obligation to pay Annual Fee/Monthly Annual Fee in accordance with OMDA, as notified to AAI. However, AAI had not agreed to such entitlement of the Holding Company under OMDA. This had resulted in dispute between the Holding Company and AAI and for the settlement of which, the Holding Company had invoked on September 18, 2020 dispute resolution mechanism in terms of Article 15 of OMDA. Further, on December 02, 2020, the Holding Company again requested to AAI to direct the ICICI Bank (Escrow Bank) to not to transfer the amounts from Proceeds Accounts to AAI Fee Account, seeking similar treatment as granted by Hon'ble High Court of Delhi to Mumbai International Airport Limited.

In the absence of response from AAI, the Holding Company approached Hon'ble High Court of Delhi seeking certain interim reliefs by filing a petition u/s 9 of Arbitration and Conciliation Act on December 5, 2020 due to the occurrence of Force Majeure event post outbreak of COVID 19 and its consequential impact on business of the Holding Company, against AAI and ICICI Bank (Escrow Bank). The Hon'ble High Court of Delhi vide its order dated January 5, 2021 has granted ad-interim reliefs with following directions:

- The ICICI Bank is directed to transfer back, into the Proceeds Account, any amount which may have been transferred from the Proceeds Account to the AAI Fee Account, after December 9, 2020,
- Transfer of moneys from the Proceeds Account to the AAI Fee Account, pending further orders, shall stand stayed and the Holding Company can use money in Proceeds Account to meet its operational expenses.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

Meanwhile with the nomination of arbitrators by the Holding Company and AAI and appointment of presiding arbitrator, the arbitration tribunal had commenced from January 13, 2021. The final arguments before arbitration tribunal were concluded in March 2023.

Before the Holding Company's above referred Section 9 petition could be finally disposed off, AAI had preferred an appeal against the ad-interim order dated January 5, 2021 under section 37 of the Arbitration and Conciliation Act, 1996 before division bench of Delhi High Court, these proceedings were subsequently dismissed/disposed off in view of the settlement arrived at between the Holding Company and AAI.

Basis legal opinion obtained, the Holding Company was entitled to not to pay the Monthly Annual fee under article 11.1.2 of OMDA to AAI being an obligation it was not in a position to perform or render on account of occurrence of Force Majeure Event, in terms of the provisions of Article 16.1 of OMDA till such time the Holding Company achieves level of activity prevailing before occurrence of Force majeure. Further, the Holding Cmpany also sought relief for refund of MAF of an amount of Rs. 465.77 crores appropriated by AAI for the period starting from March 19, 2020 till December 2020.

In view of the above, the management of the Holding Company had not provided the Monthly Annual Fee to AAI for the period April 1, 2020 to March 31, 2022 amounting to Rs. 1,758.28 crores.

As AAI had already appropriated the Monthly Annual Fee amounting to Rs. 446.21 crores from April 01, 2020 till December 09, 2020, which the Holding Company had already protested, the same had been shown as Advance to AAI paid under protest. However, since the recovery of this amount was sub-judice before the Hon'ble High Court of Delhi and the arbitral tribunal, as a matter of prudence, the Holding Company had created a provision against above advance and shown the same in other expenses during financial year ended March 31, 2021.

As an interim arrangement, the Parties (the Holding Company and AAI) by mutual consent and without prejudice to their rights and contentions in the dispute before the arbitral tribunal, had entered into a settlement agreement dated April 25, 2022, for the payment of Annual Fee/ Monthly Annual Fee (AF/ MAF) with effect from April 2022, prospectively. Accordingly, the Holding Company is paying the MAF to AAI w.e.f April 1, 2022 onwards as per approved Business Plan.

Consequent to this interim arrangement, both the Holding Company and AAI have filed copy of the settlement agreement in their respective petition and appeal before Hon'ble Delhi High Court and have withdrawn the pending proceedings. This arrangement was entirely without prejudice to the rights and contentions of the parties in respect of their respective claims and counter claims in the then pending arbitration proceedings, including the disputes in respect of payment/non-payment of MAF from March 19, 2020 onwards, till such time as provided in Article 16.1.5 (c) of OMDA.

The Arbitral Tribunal on January 06, 2024 (corrected on January 16, 2024) has pronounced the award dated December 21, 2023. As per the award, the Holding Company is excused from making payment of Annual Fee to AAI from March 19, 2020 till February 28, 2022.

AAI has filed Petition under Section 34 of the Arbitration and Conciliation Act, 1996 for setting aside the Arbitral Award on April 05, 2024 in Honourable Delhi High Court. The hearing in matter was held on April 29, 2024, wherein the Court has granted stay on the arbitration award subject to AAI depositing amount of Rs. 471.04 core payable to the Holding Company as per award within three weeks in the Court which AAI has deposited Rs. 471.04 crores in court on May 15, 2024. The matter was part heard on May 22, 2024 and is listed for final arguments on July 18, 2024.

Basis the elaborate findings by Arbitral Tribunal on the claims of the Holding Company, the legal assessment of the petition filed by AAI and deposit of Rs. 471.04 crores made by AAI with the Hon'ble court, the management believes that the Holding Company has a strong case in its favour to succeed in maintaining the

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

relief granted by arbitral tribunal on the excuse from payment of MAF during the period March 19, 2020 till February 28, 2022 and the corresponding extension of the term of OMDA. Accordingly, the Holding Company has reversed the provision against advance created for Rs. 446.21 crores in the financial year ended March 31, 2021 and presented it as under "Exceptional items" during the year ended March 31, 2024.

Further, AAI has raised the invoice towards MAF of March 2022 on May 01, 2024 and requested payment along with interest. The Holding Company has paid MAF and interest to AAI on May 06, 2024. Accordingly, the amount of Rs. 156.81 crores for MAF of March 2022 and Rs. 8.03 crores for interest till March 31, 2024 has been provided for by the Holding Company under "Exceptional items" during the year ended March 31, 2024.

h) The Government of India announced Services Export from India Scheme (SEIS) under Foreign Trade Policy (FTP) 2015-20 under which the service provider of notified services is entitled to Duty Credit Scrips as a percentage of net foreign exchange (NFE) earned. These Scrips either can be used for payment of basic custom duty on imports or can be transferred/traded in the market.

The Holding Company is of the view that the Scrips received under SEIS are in nature of Government Grant and is similar to the Scrips received earlier under Served from India Scheme (SFIS) of Foreign Trade Policy 2010-15. Hence, in view of the Arbitral Order dated December 27, 2018 in case of SFIS Scrip, the Income from SEIS Scrip is out of the purview of revenue definition as per OMDA. Accordingly, management believes that no Annual Fee is payable as per the provisions of OMDA, and has not been provided in these consolidated financial statements.

However, Revenue Auditor appointed by AAI have considered the same as Revenue under OMDA and accordingly, AAI has asked the Holding Company to pay revenue share on this revenue and withheld the amount of Rs. 43.21 crores from excess MAF payment in FY 2019-20.

The Holding Company had shown the aforementioned amount of Rs. 43.21 crores as part of advances recoverable from AAI during the financial year ended March 31, 2022. Though, the Holding Company had been following up continuously with AAI for adjustment/ refund of the said advances, however, despite several follow up AAI had not refunded/ adjusted the same in past 2 years.

Consequently, pending the settlement of High Court on similar matter related to SFIS scrips (on which arbitration award was in the Holding Company's favour), and considering the delay and non-action on part of AAI to refund the said amount, as a matter of prudence, the Holding Company had provided for the entire amount of Rs. 43.21 crores in the consolidated statement of profit and loss as Provision against Advance recoverable from AAI during the financial year ended March 31, 2022.

i) The GST department has issued Show Cause Notice (SCN) u/s 73 of the CGST Act, 2017, with reference number ZD0709230249437 dated September 23, 2023, for the tax period July 2017 to March 2018 alleging the tax demand amounting Rs. 57.75 crores pertaining to goods and services tax with an equal amount of interest. The demand has been raised in relation to (1) short payment of tax on output tax liability (2) excess ITC claimed basis reconciliation with table 8A of GSTR-9 (3) non-reversal of ITC under rule 42 and (4) claim of ineligible credit blocked under section 17(5) etc. The demand raised is system driven without looking into the actuals facts of each point raised. SCN does not contain any invoice wise detail while alleging the wrong claim of ITC or short payment of output tax. The SCN also carries various irregularities such as it has been issued without signature, no prior intimation regarding the issuance of the SCN has been provided neither through electronic means (i.e., email/ SMS) nor through physical correspondence and prescribed limit to issue SCN by a proper authorised officer seems to have not been followed. Basis the above, the Holding Company is of view that SCN is vague and will not sustain.

The Holding Company had filed its reply to SCN by November 18, 2023, the assessing officer has passed order on December 15, 2023 contemplating final demand of Rs. 1.09 crores (included interest and penalty) which is included in contingent liability above.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

The Holding Company has filed an appeal against the order.

j) The Holding Company is engaged in Operation, Maintenance and Development of Indira Gandhi International Airport, New Delhi. As part of project plan, the Holding Company executes various projects with respect to airport development and operations from time to time. Owing to the nature of Infrastructure projects, on occasions, the Holding Company receive certain claims from its vendors on cost escalation due to various factors such as, delayed completion of project, change of scope of work, delayed approval etc., Management of the Holding Company is of the view that nature of these claims are routine in nature and disclosure of claim amount in consolidated financial statements might impact the settlement of claims with respective vendors. However, basis the management estimates, appropriate provisions are considered in books of accounts.

II. **Financial guarantees-** The Holding Company has not provided any financial guarantee other than performance guarantee on its own behalf, to any party.

Performance guarantees given by the Holding Company on its own behalf are not considered as contingent liability.

III. **Capital and Other Commitments:**

**A) CAPITAL COMMITMENTS:**

The Holding Company has estimated amount of contracts remaining to be executed on capital account not provided for Rs. 596.90 crores (excluding GST) [Net of advances of Rs. 101.10 crores (excluding GST)] as at March 31, 2024 and Rs. 1,575.75 crores (excluding GST) [net of advances of Rs. 475.49 crores (excluding GST)] as at March 31, 2023.

**B) OTHER COMMITMENTS:**

i. As per the terms of OMDA, the Holding Company is required to pay annual fees to AAI at 45.99% of the revenue (as defined in OMDA) of the Holding Company for an initial term of 30 years starting from May 2006 and which can be extended by another 30 years on satisfaction of certain terms and conditions pursuant to the provisions of OMDA. [Refer note 36(I)(g) and (h)].

ii. In respect of its equity investment in East Delhi Waste Processing Company Private Limited, the Holding Company along with SELCO International Limited has to maintain minimum 51% shareholding for a period of 2 years from the commissioning of the project and thereafter minimum 26% shareholding for next 10 years. The project has been commissioned with effect from April 28, 2017.

iii. As per the terms of Airport Operator Agreement, the Holding Company is required to pay every year 3% of previous year's gross revenue as operator fee to Fraport AG Frankfurt Airport Services Worldwide.

iv. During previous years, the Holding Company had entered into "Call spread Option" with various banks for hedging the repayment of 6.125% Senior secured notes (2026) of USD 522.60 million and 6.45% Senior secured notes (2029) for USD 500 million which are repayable in October 2026 and June 2029 respectively.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The terms of the above agreements is as below:

| Option Value (in USD Mn) | Period | | Call spread range (INR/USD) | Total Premium Payable | Premium paid/adjusted till | Premium outstanding as at | |
|---|---|---|---|---|---|---|---|
| | From | To | | | March 31, 2024 | March 31, 2024 | March 31, 2023 |
| 522.60 | December 6, 2016 | October 22, 2026 | 66.85 - 101.86 | 1,241.30 | 895.69 | 345.61 | 471.38 |
| 350.00 | June 24, 2019 | May 30, 2029 | 69.25-102.25 | 742.79 | 348.30 | 394.49 | 469.62 |
| 150.00 | February 27, 2020 | May 30, 2029 | 71.75-102.25 | 307.17 | 132.74 | 174.43 | 207.66 |

During the previous year, the Holding Company had entered into "Call spread Option" with bank for hedging the payment of interest liability on 6.125% Senior secured notes (2026) for USD 522.60 million borrowings.

During the previous year, the Holding Company had entered into "Coupon only hedge" with bank for hedging the payment of interest liability on 6.45% Senior secured notes (2029) for USD 150 million borrowings.

**With respect to Subsidiary, Joint ventures and associates**:

v. The following investments have been pledged by the Holding Company towards borrowings by these companies:

| Company Name | As at March 31, 2024 | | As at March 31, 2023 | |
|---|---|---|---|---|
| | No. of Shares | Amount (Rs.) | No. of Shares | Amount (Rs.) |
| Delhi Airport Parking Services Private Limited | 36,648,000 | 366,480,000 | 36,648,000 | 366,480,000 |
| Travel Food Services (Delhi Terminal 3) Private Limited | 1,568,000 | 15,680,000 | 1,680,000 | 16,800,000 |

vi. In respect of the Holding Company's investment in Joint Venture ('JV') entities and Associate Companies, other JV/ associate partners have the first right of refusal in case, any of the JV/ associate partners intend to sell its stake subject to other terms and conditions of respective JV/ associate agreements.

vii. In respect of its equity investment in GMR Bajoli Holi Hydropower Private Limited ('Bajoli Holi'), the Holding Company has to maintain minimum 17.33% of equity shareholding until the expiry of or early termination of power purchase agreement dated September 11, 2017 entered between the Holding Company and the GMR Bajoli Holi Hydropower Private Limited, expiring on May 03, 2036. The Holding Company had invested Rs. 108.33 crores as equity share capital. Due to inordinate delay in commencement of operation in GMR Bajoli Holi Hydropower Private Limited and basis the valuation report of the external valuer as at March 31, 2023, the Holding Company has created a provision for impairment on its investment in GMR Bajoli Holi Private Limited for Rs. 33.37 crores in the financial year ended March 31, 2022 and Rs. 5.16 crores in the financial year ended March 31, 2023.

viii. The Holding Company had invested in DIGI Yatra foundation (DYF), a Special Purpose Vehicle (SPV) formed as central platform to identity management of passengers, as Joint Venture (JV) of private airport operators and Airports Authority of India (AAI) as Section 8 company (Not for Profit Organization) under the provisions of the Companies Act, 2013. Further, it had been decided by AAI that initially AAI, Delhi International Airport Limited (DIAL) and Bangalore International Airport Limited (BIAL) will form this company with the shareholding ratio of 26:37:37 respectively. Currently, DIGI Yatra foundation is having paid up share capital of Rs. 10,000 and the Holding Company has invested Rs. 1,480 only (March 31, 2023: Rs. 1,480). Currently, 26% shareholding of Digi Yatra Foundation is held by AAI and remaining 74% shareholding is equally divided amongst the Private Airport Operators viz. BIAL, Cochin International Airport Limited (CIAL), DIAL, GMR Hyderabad International Airport Limited (GHIAL), Mumbai International Airport Limited (MIAL) i.e. 14.80% each.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**37. Segment Information**

The Holding Company has only one reportable business segment, which is operation of airport and providing allied services and operates in a single business segment. Accordingly, the amounts appearing in the financial statements relate to the Holding Company's single business segment. For Revenue disaggregated by primary geographical markets refer note 44 (1).

**Major customers:** Revenue from one customer of the Holding Company exceeding 10% of the total revenue in current year is Rs. 625.30 crores (March 31, 2023: 496.49 crores).

**38. Fair Values**

The carrying amount of all financial assets and liabilities (except for certain other financial assets and liabilities, i.e. "Instruments carried at fair value") appearing in these consolidated financial statements is reasonable approximation of fair values. Such financial assets and liabilities carried at fair value are disclosed below:

| Particulars | Carrying value | | Measured at Fair value | | Measured at Amortised Cost | |
|---|---|---|---|---|---|---|
| | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 |
| **Financial Assets** | | | | | | |
| Current investments | 959.24 | 914.25 | 471.81 | 408.39 | 487.43 | 505.86 |
| Trade receivables | 89.77 | 76.8 | - | - | 89.77 | 76.8 |
| Cash and cash equivalents | 719.29 | 279.09 | - | - | 719.29 | 279.09 |
| Bank balance other than cash and cash equivalents | 606.42 | 47.27 | - | - | 606.42 | 47.27 |
| Other financial assets | 1,976.69 | 1,847.57 | 1,087.49 | 1,065.92 | 889.2 | 781.65 |
| **Total** | **4,351.41** | **3,164.98** | **1,559.30** | **1,474.31** | **2,792.11** | **1,690.67** |
| **Financial Liabilities** | | | | | | |
| Trade payables | 668.23 | 446.04 | - | - | 668.23 | 446.04 |
| Borrowings | 14,750.90 | 12,614.18 | - | - | 14750.9 | 12614.18 |
| Lease liabilities | 406.32 | 12.58 | - | - | 406.32 | 12.58 |
| Other financial liabilities | 3,166.15 | 2,866.19 | - | - | 3166.15 | 2866.19 |
| **Total** | **18,991.60** | **15,938.99** | - | - | **18,991.60** | **15,938.99** |

The management of the Holding Company assessed that cash and cash equivalents, trade receivables, trade payables, other current financial assets and other current financial liabilities approximate carrying amounts largely due to short term maturities of these instruments.

The Fair value of the other financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidated state, the following methods and assumptions were used to estimate the fair value.

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K.S. RAO & Co. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

**(All amounts in Rupees crores, except otherwise stated)**

**Assumption used in estimating the fair values:**

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumption were used to estimate the fair values:

The Holding Company enters into derivative financial instruments with various counterparties, principally financial institutions with investment grade credit ratings. Derivatives are valued using valuation techniques, which employs the use of market observable inputs. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves and forward rate curves of the underlying commodity. As at March 31, 2024, the marked-to-market value of derivative asset positions is net of a credit valuation adjustment attributable to derivative counterparty default risk.

**39. Fair value hierarchy**

The following table provides the fair value measurement hierarchy of the Holding Company's assets and liabilities.

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at March 31, 2024:

| | Fair value measurement using | | | | |
|---|---|---|---|---|---|
| | **Date of valuation** | **Total** | **Market prices in active markets (Level 1)** | **Significant observable inputs (Level 2)** | **Significant unobservable inputs (Level 3)** |
| **Assets measured at fair value** | | | | | |
| Investment in mutual fund | March 31, 2024 | 471.81 | 471.81 | - | - |
| Cash flow hedges-Call spread option | March 31, 2024 | 1,087.49 | - | 1,087.49 | - |
| **Total** | | **1,559.30** | **471.81** | **1,087.49** | - |

There have been no transfers between Level 1, Level 2 and Level 3 during the year.

Quantitative disclosures fair value measurement hierarchy for assets and liabilities as at March 31, 2023:

| | Fair value measurement using | | | | |
|---|---|---|---|---|---|
| | **Date of valuation** | **Total** | **Market prices in active markets (Level 1)** | **Significant observable inputs (Level 2)** | **Significant unobservable inputs (Level 3)** |
| **Assets measured at fair value** | | | | | |
| Investment in mutual fund | March 31, 2023 | 408.39 | 408.39 | - | - |
| Cash flow hedges-Call spread option | March 31, 2023 | 1,065.92 | - | 1,065.92 | - |
| **Total** | | **1,474.31** | **408.39** | **1,065.92** | - |

There have been no transfers between Level 1, Level 2 and Level 3 during the year.

K.S. RAO & CO. Chartered Accountants BENGALURU

इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

## 40. Risk Management

### Financial risk management objectives and policies

The Holding Company's principal financial liabilities, other than derivatives, comprise loans and borrowings, security deposits and trade and other payables. The main purpose of these financial liabilities is to finance the Holding Company's operations and to provide guarantees to support its operations. The Holding Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations. The Holding Company also enters into derivative transactions.

The Holding Company is exposed to market risk, credit risk and liquidity risk. The Holding Company's senior management oversees the management of these risks. The Holding Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Holding Company's policies and risk objectives. All derivative activities for risk management purposes are carried out by senior management team that have the appropriate skills, experience and supervision. It is the Holding Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

### Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of interest rate risk and currency risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

The sensitivity analysis in the following sections relate to the position as at March 31, 2024 and March 31, 2023:

The sensitivity analysis have been prepared on the basis that the amount of net debt, the ratio of fixed to floating interest rates of the debt and derivatives and the proportion of financial instruments in foreign currencies are all constant and on the basis of hedge designations in place at March 31, 2024.

The analysis exclude the impact of movements in market variables on the carrying values of gratuity and other post-retirement obligations, provisions, and the non-financial assets and liabilities of foreign operations. The analysis for the contingent liabilities is provided in Note 36 (I).

The following assumptions have been made in calculating the sensitivity analysis:

- The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2024 and March 31, 2023.

### Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Holding Company is not exposed to risk of changes in market interest rates as the borrowings of the Holding Company are at fixed rate of interest except interest for some of domestic NCDs issued by the Holding Company, whose coupon reset is linked to Company's rating.

### Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Holding Company's exposure to the risk of changes in foreign exchange rates relates primarily to the foreign currency borrowings taken from banks. However, the Holding Company has hedged its borrowing through call spread option.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Cash flow hedges**

Foreign exchange call spread options measured at fair value through OCI are designated as hedging instruments in cash flow hedges to hedge the USD INR conversion rate volatility with reference to the cash outflows on settlement of its borrowings designated in USD.

The fair value of foreign exchange call spread option varies with the changes in foreign exchange rates and repayment of future premium.

| Particulars | March 31, 2024 | | March 31, 2023 | |
|---|---|---|---|---|
| | Assets | Liabilities | Assets | Liabilities |
| Cash flow hedges-Call spread option | 1,087.49 | - | 1,065.92 | - |

As at March 31, 2024 the USD spot rate is above the USD call option strike price for all call spread options of USD 1,022.26 million. Accordingly, an amount of Rs. 126.29 crores of foreign exchange loss has been transferred to Cash flow hedge reserve from consolidated statement of profit and loss to neutralize the impact of foreign exchange loss included in consolidated statement of profit and loss.

As at March 31, 2023 the USD spot rate is above the USD call option strike price for all call spread options of USD 1,022.26 million. Accordingly, an amount of Rs. 652.16 crores of foreign exchange loss has been transferred to Cash flow hedge reserve from consolidated statement of profit and loss to neutralize the impact of foreign exchange loss included in consolidated statement of profit and loss.

**Foreign currency sensitivity**

The following tables demonstrate the sensitivity to a reasonably possible change in foreign currency exchange rates, with all other variables held constant. The impact on the Holding Company's profit/ (loss) before tax and equity is due to changes in the fair value of liabilities including non-designated foreign currency derivatives. The impact on the Holding Company's pre-tax equity is due to changes in the fair value of forward exchange contracts designated as cash flow hedges and Interest rate swap. There is no change in the process of doing sensitivity analysis as compared to previous year. The Holding Company's exposure to foreign currency changes for all other currencies is not material.

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| | Impact on profit/ (loss) before tax and equity | |
| **USD Sensitivity** | | |
| INR/USD - Increase by 2.02% (previous year - 4.93%) | (0.05) | (2.70) |
| INR/USD - decrease by 2.02% (previous year - 4.93%) | 0.05 | 2.70 |
| | | |
| **EURO Sensitivity** | | |
| INR/EURO - Increase by 5.77% (previous year - 8.75%) | (0.08) | (0.14) |
| INR/EURO- decrease by 5.77% (previous year - 8.75%) | 0.08 | 0.14 |
| | | |
| **GBP Sensitivity** | | |
| INR/GBP - Increase by 6.58% (previous year -11.61%) | (0.02) | (0.02) |
| INR/GBP - decrease by 6.58% (previous year -11.61%) | 0.02 | 0.02 |
| | | |
| **AED Sensitivity** | | |
| INR/AED - Increase by 5% | (0.04) | (0.04) |
| INR/AED - decrease by 5% | 0.04 | 0.04 |

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

| | | |
|---|---|---|
| **AUD Sensitivity** | | |
| INR/AUD - Increase by 5% | (0.00) | (0.00) |
| INR/ AUD - decrease by 5% | 0.00 | 0.00 |
| | | |
| **CAD Sensitivity** | | |
| INR/CAD - Increase by 5% | 0.00 | (0.01) |
| INR/ CAD - decrease by 5% | 0.00 | 0.01 |

**Liquidity risk**

The Holding Company monitors its risk of a shortage of funds on a regular basis. The Holding Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, bank loans and finance leases. There is no debt which will mature in less than one year as at March 31, 2024 (March 31, 2023: Nil) based on the carrying value of borrowings reflected in the financial statements. The Holding Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low.

The table below summarises the maturity profile of the Holding Company's financial liabilities based on contractual undiscounted payments:

| Particulars | On demand | Less than 3 months | 3 to 12 months | 1 to 5 years | > 5 years | Total |
|---|---|---|---|---|---|---|
| **As at March 31, 2024** | | | | | | |
| Borrowings* (including current maturities) | - | - | - | 7,871.80 | 6,914.25 | **14,786.05** |
| Trade payables | - | 668.23 | - | - | - | **668.23** |
| Lease liability | - | 23.02 | 69.10 | 354.27 | 158.63 | **605.02** |
| Other financial liabilities | 57.51 | 1,490.59 | 230.65 | 454.22 | 3,495.00 | **5,727.97** |
| **Total** | **57.51** | **2,181.84** | **299.75** | **8,680.29** | **10,567.88** | **21,787.27** |
| | | | | | | |
| **As at March 31, 2023** | | | | | | |
| Borrowings* (including current maturities) | - | - | - | 8,551.30 | 4,108.50 | **12,659.80** |
| Trade payables | - | 446.04 | - | - | - | **446.04** |
| Lease liability | - | 1.31 | 3.74 | 9.76 | - | **14.81** |
| Other financial liabilities | 20.44 | 1,201.89 | 334.20 | 350.42 | 3028.67 | **4,935.62** |
| Total | **20.44** | **1,649.24** | **337.94** | **8,911.48** | **7,137.17** | **18,056.27** |

*For range of interest, repayment schedule and security details refer note 17.

The Holding Company has available Rs. 302.34 crores of undrawn borrowing facilities for future operating activities as at March 31, 2024 (March 31, 2023: Rs. 454.40 crores).

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Credit Risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Holding Company is exposed to credit risk from its operating activities (primarily trade receivables and other financial assets) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Trade receivables- Customer credit risk is managed by the Holding Company subject to the Holding Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits are defined in accordance with this assessment. Outstanding customer receivables are regularly monitored and any services to major customers are generally covered by bank guarantee or other forms of credit assurance.

Financial instruments and cash deposits- Credit risk from balances with banks and financial institutions is managed by the Holding Company's treasury department in accordance with the Holding Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counter party. Counterparty credit limits are reviewed by the Holding Company's senior management on regular basis, and may be updated throughout the year. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

The Holding Company's maximum exposure to credit risk for the components of the balance sheet at March 31, 2024 and March 31, 2023 is the carrying amounts of Trade Receivables.

**Collateral**

As at March 31, 2024 the security provided to NCD's, bond holders, hedge providers and working capital facilities is as below;

(i) A first ranking pari passu charge of all insurance contracts, contractors' guarantees and liquidated damages payable by the contractors, in each case, to the maximum extent permissible under the OMDA;
(ii) A first ranking pari passu charge of all the rights. titles, permits, approvals and interests of the Issuer in, to and in respect of the Project Agreements to the maximum extent permitted under the Project Agreements and the OMDA;
(iii) A first ranking pari passu charge on all the operating revenues/ receivables of the Issuer (excluding dues owed to AAI, airport development fees, the passenger service fees, the marketing fund and any other statutory dues) subject to the provisions of the OMDA and the Escrow Account Agreement; and
(iv) A first ranking pari passu charge on all the Issuer's accounts (to the extent permitted under the OMDA) and each of the other accounts required to be created by the Issuer pursuant to the Security Documents and, including in each case, all monies lying credited/deposited into such accounts (excluding accounts being maintained in relation to the airport development fees, the passenger service fees, the marketing fund, any other statutory dues and Escrow Account Agreement under the OMDA and all monies required to be credited/deposited into the debt service reserve accounts and major maintenance reserve account under the Trust and Retention Account Agreement held for the benefit of other secured.

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Chartered Accountants
BENGALURU

Delhi International Airport Ltd.
New Delhi

**(All amounts in Rupees crores, except otherwise stated)**

## 41. Capital management

For the purpose of the Holding Company capital management, capital includes issued equity capital, and all other equity reserves attributable to the equity holders of the Holding Company. The primary objective of the Holding Company capital management is to maximise the shareholder value.

The Holding Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Holding Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Holding Company monitors capital using a gearing ratio, which is total net debt divided by total equity plus total net debt. The Holding Company's policy is to keep the gearing ratio below 90%, which is reviewed at end of each financial year.

| | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Long term borrowings (including current maturities) | 14,750.90 | 12,614.18 |
| Current borrowings | - | - |
| **Total borrowings (I)** | **14,750.90** | **12,614.18** |
| Less: | | |
| (i) Cash and cash equivalents | 719.29 | 279.09 |
| (ii) Bank balance other than cash and cash equivalents | 606.42 | 47.27 |
| (iii) Current investments | 959.24 | 914.25 |
| **Total cash and investments (II)** | **2,284.95** | **1,240.61** |
| | | |
| **Net debt (A)= I-II** | **12,465.95** | **11,373.57** |
| | | |
| Share Capital | 2,450.00 | 2,450.00 |
| Other Equity | (960.29) | (674.48) |
| **Total equity (B)** | **1,489.71** | **1,775.52** |
| | | |
| **Total equity and total net debts (C=A+B)** | **13,955.66** | **13,149.09** |
| | | |
| **Gearing ratio (%) (A/C)** | **89.33%** | **86.50%** |

In order to achieve this overall objective, the Holding Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2024 and March 31, 2023.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**42. Investments in associates**

The Holding Company has investment in TIMDAA, CELEBI, TFS, DAPSPL and Digi Yatra Foundation as associates.

**1) Carrying Value of Investments in associates**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Carrying value of investment in associates | 191.27 | 161.21 |
| Share of profit for the year in associates | 75.05 | 53.74 |
| Share of OCI for the year in associates | (0.13) | 0.02 |

The following table illustrates the summarized financial information of the Holding Company's investment in **TIMDAA**:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 34.31 crores (March 31, 2023: Rs. 7.22 crores) | 169.48 | 119.05 |
| Non-current assets | 66.22 | 54.78 |
| Current liabilities, including borrowings of Rs. 0.15 crore (March 31, 2023: Rs. 0.06 crore) | (88.53) | (69.69) |
| Non-current liabilities, including borrowings of Rs. 0.50 crore (March 31, 2023: Rs. 0.22 crore) | (8.85) | (1.66) |
| **Equity** | **138.32** | **102.48** |
| Proportion of the Holding Company's ownership | 49.90% | 49.90% |
| **Carrying amount of the investment** | **69.02** | **51.14** |

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Revenue, including interest income of Rs. 3.17 crores (March 31, 2023: Rs 1.96 crores) | 384.38 | 303.42 |
| Depreciation and amortization expense | (6.44) | (6.26) |
| Finance cost, including interest expenses Rs. 0.67 crore (March 31, 2023: Rs. 0.58 crore) | (0.67) | (0.60) |
| Employee benefits expense | (17.74) | (17.19) |
| Other expenses | (310.82) | (249.30) |
| **Profit before tax** | **48.71** | **30.07** |
| Current tax | (13.67) | (7.94) |
| Earlier year tax adjustments (net) | (0.14) | (0.01) |
| Deferred tax credit | 1.13 | 0.38 |
| Profit for the year | 36.03 | 22.50 |
| **Profit for the year for consolidation** | **36.03** | **22.50** |
| **Other comprehensive income of the year** | **(0.20)** | **0.11** |
| Proportion of the Holding Company's ownership | 49.90% | 49.90% |
| **Holding Company's share of profit for the year** | **17.98** | **11.23** |
| **Holding Company's share of other comprehensive income for the year** | **(0.10)** | **0.05** |

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The following table illustrates the summarized financial information of the Holding Company's investment in **CELEBI**:

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 130.88 crores (March 31, 2023: Rs. 152.82 crores) | 218.45 | 319.90 |
| Non-current assets* | 322.06 | 307.60 |
| Current liabilities, including borrowings of Rs. 20.17 crores (March 31, 2023: Rs. 13.17 crores) | (178.46) | (271.58) |
| Non-current liabilities, including borrowings of Rs. 36.22 crores (March 31, 2023: Rs. 30.31 crores) | (158.94) | (145.58) |
| **Equity** | **203.11** | **210.34** |
| Proportion of the Holding Company's ownership | 26.00% | 26.00% |
| **Carrying amount of the investment** | **52.81** | **54.69** |

* include adjustment of Rs 1.23 crores (March 31, 2023: Rs.1.25 crores) due to Holding Company accounting policy alignment.

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Revenue, including interest income of Rs. 16.44 crores (March 31, 2023: Rs 21.72 crores) | 711.56 | 597.39 |
| Operations and maintenance expenses | (71.58) | (67.92) |
| Amortisation expense | (19.59) | (19.26) |
| Finance cost, including interest expenses Rs. 4.37 crores (March 31, 2023: Rs. 3.49 crores) | (11.61) | (9.09) |
| Employee benefits expense | (69.37) | (59.09) |
| Other expenses | (397.52) | (328.14) |
| **Profit before tax** | **141.89** | **113.89** |
| Current tax | (44.27) | (33.11) |
| Deferred Tax credit | 7.36 | 3.94 |
| **Profit for the year for consolidation** | **104.98** | **84.72** |
| **Other comprehensive income of the year** | **(0.23)** | **(0.11)** |
| Proportion of the Holding Company's ownership | 26.00% | 26.00% |
| **Holding Company's share of profit for the year** | **27.29** | **22.03** |
| **Holding Company's share of other comprehensive income for the year** | **(0.06)** | **(0.03)** |

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The following table illustrates the summarized financial information of the Holding Company's investment in TFS:

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 2.58 crores (March 31, 2023: Rs. 3.89 crores) | 34.34 | 21.99 |
| Non-current assets | 27.71 | 30.80 |
| Current liabilities, including borrowings of Rs. Nil (March 31, 2023: Rs. 3.46 crores) | (14.65) | (21.67) |
| Non-current liabilities | (4.31) | (3.91) |
| **Equity** | **43.09** | **27.21** |
| Proportion of the Holding Company's ownership | 40.00% | 40.00% |
| **Carrying amount of the investment** | **17.24** | **10.88** |

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Revenue, including interest income of Rs. 0.66 crore (March 31, 2023: Rs 0.61 crore) | 214.47 | 173.02 |
| Cost of material consumed | (42.19) | (33.31) |
| Purchase of stock-in-trade | (1.59) | (1.30) |
| Changes in inventories of stock-in-trade | 0.02 | (0.01) |
| Depreciation and amortization expense | (5.30) | (4.31) |
| Finance cost, including interest expenses Rs. 0.60 crore (March 31, 2023: Rs. 0.65 crore) | (0.89) | (0.80) |
| Employee benefits expense | (31.38) | (26.96) |
| Other expenses | (93.96) | (77.75) |
| **Profit before tax** | **39.18** | **28.58** |
| Current tax | (9.92) | (6.29) |
| Adjustment of tax relating to earlier years | 0.01 | (0.04) |
| Deferred tax expense | 0.56 | (0.79) |
| Profit for the year | 29.83 | 21.46 |
| **Profit for the year for consolidation** | **29.83** | **21.46** |
| **Other comprehensive income of the year** | **0.06** | **(0.03)** |
| Proportion of the Holding Company's ownership | 40.00% | 40.00% |
| **Holding Company's share of profit for the year** | **11.93** | **8.58** |
| **Holding Company's share of other comprehensive income for the year** | **0.02** | **(0.01)** |

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The following table illustrates the summarized financial information of the Holding Company's investment in **DAPSPL**:

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 0.65 crore (March 31, 2023: Rs. 1.44 crores) | 224.41 | 89.77 |
| Non-current assets | 115.50 | 246.23 |
| Current liabilities, including borrowings of Rs. 15.00 crores (March 31, 2023: Rs. 13.00 crores) | (60.29) | (55.50) |
| Non-current liabilities, including borrowings of Rs. 165.58 crores (March 31, 2023: Rs. 180.24 crores) | (176.71) | (191.06) |
| **Equity** | **102.91** | **89.44** |
| Proportion of the Holding Company's ownership | 49.90% | 49.90% |
| **Carrying amount of the investment** | **51.35** | **44.63** |

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Revenue, including interest income of Rs. 10.49 crores (March 31, 2023: Rs 9.14 crores) | 244.09 | 192.46 |
| Concession Fees | (92.55) | (73.17) |
| Depreciation and amortization expense | (15.55) | (15.29) |
| Finance cost, including interest expenses Rs. 17.14 crores (March 31, 2023: Rs. 13.15 crores) | (18.19) | (14.02) |
| Employee benefits expense | (15.77) | (13.54) |
| Other expenses | (55.02) | (42.58) |
| **Profit before tax** | **47.01** | **33.86** |
| Current tax | (15.73) | (5.57) |
| Deferred tax (expense)/ credit | 0.56 | (4.97) |
| MAT credit entitlement | 1.97 | 0.56 |
| Profit for the year | 33.81 | 23.88 |
| **Profit for the year for consolidation** | **33.81** | **23.88** |
| **Other comprehensive income of the year** | **0.02** | **0.01** |
| Proportion of the Holding Company's ownership | 49.90% | 49.90% |
| **Holding Company's share of profit/ (loss) for the year** | **16.87** | **11.92** |
| **Holding Company's share of other comprehensive income for the year** | **0.01** | **0.00** |

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The following table illustrates the summarized financial information of the Holding Company's investment in **Digi Yatra Foundation**:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 5.35 crores (March 31, 2023: Rs. 0.00 crore) | 20.11 | 0.00 |
| Non-current assets | 0.07 | - |
| Current liabilities | (10.45) | (0.87) |
| Non-current liabilities | (4.00) | |
| **Equity** | **5.73** | **(0.87)** |
| Proportion of the Holding Company's ownership | 14.80% | 14.80% |
| **Carrying amount of the investment** | **0.85** | **(0.13)** |

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Revenue | 21.30 | 0.00 |
| Depreciation and amortization expense | (0.02) | - |
| Finance cost | (0.29) | - |
| Employee benefits expense | (1.43) | - |
| Other expenses | (10.97) | (0.11) |
| **Profit/(loss) before tax** | **8.59** | **(0.11)** |
| Current tax | - | - |
| Profit/(loss) for the year | 8.59 | (0.11) |
| **Profit/(loss) for the year for consolidation** | **8.59** | **(0.11)** |
| **Other comprehensive income of the year** | - | - |
| Proportion of the Holding Company's ownership | 14.80% | 14.80% |
| **Holding Company's share of loss for the year** | **1.27** | **(0.02)** |
| **Holding Company's share of other comprehensive income for the year** | - | - |

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Delhi International Airport Ltd. New Delhi

**2) Commitments and Contingencies of Associates**

**I. Contingent Liabilities**

**<u>TIMDAA:-</u>**

a) TIMDAA had received demand notice dated February 05, 2021 from South Delhi Municipal Corporation ('SDMC') in relation to property tax for the period 2010-11 onwards in respect of hoardings erected on different locations in the SDMC Area, on the basis of the order passed by Delhi High Court in its judgement dated October 22, 2020 in WP(c) 8118 of 2012 titled Delhi International Airport Limited vs SDMC. TIMDAA had sought legal opinion on certainty of the claims with SDMC. Based on the legal opinion and internal assessment, TIMDAA considers that the claim is untenable and that the likelihood of any liability devolving on TIMDAA in the said matter is not probable. TIMDAA has also responded to the said notice of SDMC on February 16, 2021 and further, on October 18, 2021, which is currently pending disposal.

b) Claims against TIMDAA not acknowledged as debt as at March 31, 2024: Rs. 0.35 crore (March 31, 2023: Rs. 0.35 crore)

c) During the current year, TIMDAA received a show cause notice dated 25 September 2023 from GST Department for the year 2017-18 with demand aggregating to Rs. 2.19 crores including interest, on account of certain mismatch between different GST returns filed by TIMDAA along with alleged ineligible input tax credit claimed by TIMDAA. However, the demand order got set aside and the matter is remitted to the proper officer for re-adjudication vide Writ petition filed in Hon'ble Delhi High Court by TIMDAA dated 18.03.2024 no. W.P.(C) 4082/2024 and CM APPL. 16696/2024.

   Additionally, TIMDAA received a show cause notice dated 08 December 2023 from GST Department for the year 2018-19 with demand aggregating to Rs. 4.03 crores including interest and penalty, on account of certain mismatch between different GST returns filed by TIMDAA along with alleged ineligible input tax credit claimed by TIMDAA. TIMDAA has filed reply of the same on February 11, 2024.

   The management of TIMDAA, based on its internal assessment, for both of the above matters believes that while filing GSTR -9, TIMDAA has made certain corrections to the amounts reported in GSTR- 1 and GSTR -3B as per GST Regulations and further, the demand in respect of ineligible input tax credit is untenable since the respective dealers were active at the time of claim of input tax credit by TIMDAA and accordingly, the management of TIMDAA believes that the likelihood of any liability devolving on TIMDAA is not probable and thus, no adjustment is considered necessary in financial statements at this stage.

d) Claims by customers (along with interest) in the normal course of business may be payable as and when the outcome of the related matters are finally determined. Management of TIMDAA based on the legal inputs and historic trends, believes that no material liability will devolve on TIMDAA, in respect of such matters.

e) Guarantees: - TIMDAA provided commitment bank guarantees of Rs. 0.58 crore (March 31, 2023: Rs. 0.61 crore) which are secured by pledge on its fixed deposits of Rs. 0.03 crore (March 31, 2023: Rs. 0.03 crore) as margin for issuance of such bank guarantees.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**CELEBI: -**

**f) Claims made against the CELEBI not acknowledged as debts**

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| Goods and Service Tax # | 66.12 | - |
| Penalty levied by the Tribunal, disputed by the Company | 0.01 | 0.01 |
| Third party claims* | 0.66 | 0.66 |
| | **66.79** | **0.67** |

*Excluding certain claims from the outsourced employees of the CELEBI where the amount in not ascertainable.

#Demands (including penalty and interest) pertaining to F.Y. 2017-2018 and F.Y. 2018-2019 mainly pertains to mismatch of input tax credit, under-declaration of output tax and input tax utilisation from dealers whose GST number got cancelled subsequently after availment of input tax credit.

Based on the expert opinion taken/status of the case, the management of CELEBI believes that the CELEBI has strong chances of success in the above mentioned cases and hence no provision is considered necessary at this point in time as the likelihood of liability devolving on the CELEBI is less than probable. The expected outcome is depended upon on the judgement of the relevant judiciary authority.

**g) Income Tax cases**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| AY 2011-12 | 13.65 | 13.65 |
| AY 2012-13 | 2.12 | 2.12 |

Note: CELEBI received favorable judgements from ITAT for A.Y. 2011-2012 and A.Y. 2012-2013 relating to admissibility of deductions under section 80-IA of the Income-tax Act, 1961, however Income tax department has challenged ITAT judgement and moved to Hon'ble High court for both the above cases. The uncertainties related to amount and timing of outflow is dependent upon the judgement of Hon'ble High Court.
Furthermore, the CELEBI has chosen to keep the tax liability in the books until the ITAT level is completed in light of the issues surrounding the admissibility of deductions under section 80-IA that are currently before the Hon'ble High court and their likely subsequent impact on assessment years that follow. Current tax liabilities (net) as at March 31, 2024 includes refunds aggregating Rs. 49.21 crores (including interest of Rs. 4.62 crores) [as at March 31, 2023: Rs. 54.44 crores (including interest of Rs. 4.62 crores)] received from Income Tax department pertaining to AY 2017-18, AY 2019-20 and AY 2021-22 mainly resulting on account of section 80-IA deduction.

**h) <u>PF matter</u>**

The Hon'ble Supreme Court of India vide its judgement dated February 28, 2019 and subsequent review petition has ruled in respect of compensation for the purpose of Provident Fund contribution under the Employee's Provident Fund Act, 1952.

There is significant uncertainty as to how the liability, if any, should be calculated for the period up to February 28, 2019 as it is impacted by multiple variables, including the period of assessment, the application with respect to certain current and former employees and whether the interest and penalties may be assessed. The Management of CELEBI have determined that on account of the practicality of

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

application of the judgement, CELEBI would not be in a position to determine the liability as of now, CELEBI is of the opinion that the amount cannot be reasonably estimated.

CELEBI has started complying with the above judgement with effect from March 2019.

**TFS:-**

i) The claims made by a few capital vendors in relation to work carried out by them during the earlier years for construction of food outlets is settled at Rs. 1.23 crores pursuant to settlement agreement. Therefore, claim of vendors as on March 31, 2024 is Nil (March 31, 2023: Rs. 0.79 crore).

j) TFS received a Sales tax/ VAT demand including interest thereon on account of disallowance of input tax credit of Rs 0.04 crore (March 31, 2023: Rs. 0.04 crore) from sales tax/VAT authorities.

k) TFS received an income tax notice for assessment year 2017-18 and 2022-2023 mainly on account of disallowances of royalty expenses by the Income Tax department of Rs 0.18 crore (March 31, 2023: Rs. 0.06 crore). The matter is pending in appeal with the ITAT(Appeals) and CIT(Appeals) respectively.

l) TFS has provided commitment bank guarantees of Rs. 9.89 crores (March 31, 2023- Rs. 9.99 crores) which are secured by pledge on its fixed deposits of Rs. 1.40 crores (March 31, 2023- Rs. 1.42 crores) as margin for issuance of such bank guarantees.

**DAPSPL:-**

m) Penalty for compounding under section 177 and 178 of the Companies Act, 2013 has been levied on DAPSPL amounting to Rs. 0.10 crore (March 31, 2023: Rs. 0.10 crore) by Ministry of Corporate Affairs.

n) During the previous year appeal is filed by DAPSPL against order under section 143(3) of Income tax Act 1961 for the assessment year 2020-21, the amount involved in Rs. 0.08 crore (March 31, 2023: Rs. 0.08 crore).

o) During the previous year's appeal is filed by DAPSPL against order under section 143(1) of Income tax Act 1961 for assessment year 2020-21, the DAPSPL has received favorable order during the current year setting aside the demand of Rs. 0.49 crore. Therefore, the amount of contingent liability is Nil (March 31, 2023: Rs. 0.49 crore).

**II. Capital and Other Commitments of Associates:**

**A) CAPITAL COMMITMENTS:**

The capital commitments of associates are as below:

| Particulars | TFS | | DAPSPL | | TIMDAA | | CELEBI | |
|---|---|---|---|---|---|---|---|---|
| | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 | March 31, 2024 | March 31, 2023 |
| Capital Commitments | 0.80 | 1.59 | 1.58 | 4.13 | 4.48 | 1.54 | 17.64 | - |

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**B) OTHER COMMITMENTS:**

i. DAPSPL has entered into a Concessionaire Agreement with the Holding Company which gives DAPSPL an exclusive right to develop, operate, maintain, modernize and manage the vehicle parking and existing cargo terminal on revenue share model for a period of 25 years from the date of its operation. The revenue sharing will be as per the percentage prescribed in the concessionaire agreement for the respective years.

ii. TIMDAA has entered into memorandum of understanding with South Delhi Municipal Corporation (SDMC) on February 23, 2018, wherein TIMDAA has agreed to pay charges equivalent to 25% of revenue to SDMC for each of the outdoor advertisement sites as approved by SDMC. Revenue for current year includes Rs. 82.85 crores (Net Revenue Rs. 81.35 crores) [March 31, 2023 - Rs. 70.94 crores (Net Revenue Rs. 69.38 crores)] from outdoor advertisement sites permitted by SDMC.

During the current year, in respect of renewal of memorandum of understanding ('MoU') between the TIMDAA and South Delhi Municipal Corporation (SDMC) for outdoor sites is based on the order passed by Delhi High Court in its judgement dated March 20, 2024 in WP(c) 2709 of 2024 wherein the TIMDAA is agreeable to pay, 50% of DIAL's share of revenue earned through advertisements at the outdoor media sites approved by MCD at the Delhi International Airport. In so far as SDMC's claim of demanding 50% of DIAL's earnings of proportionate dividend as a shareholder of the TIMDAA is concerned, the TIMDAA is agreeable to pay to MCD such proportionate dividend, upon payment of the same to DIAL, subject to outcome of the writ petition that the TIMDAA intends to file to challenge such demand.

The proposed MoU would be subject to the final approval given by the Corporation, through Standing Committee.

TIMDAA has accordingly taken provision in books as per the order stated above and accordingly no adjustment is considered necessary in financial statements.

**3) Dividend received from Associates**

The Holding Company has accounted the dividend income as below:

| Name of the entity | During the year ended | |
|---|---|---|
| | **March 31, 2024** | **March 31, 2023** |
| TFS | 5.60 | 4.20 |
| CELEBI | 29.12 | 43.68 |
| DAPSPL | 10.16 | - |

**4) Leases**

**(I) In case of DAPSPL:**

On April 1, 2019, DAPSPL has adopted IND AS-116, Leases, using modified retrospective method. Accordingly, the comparatives have not been retrospectively adjusted. The adoption of Ind AS 116, did not have any material impact for the year ended March 31, 2023. Hence no adjustment has been done in the

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

Financials related to the standard. However, the DAPSPL has taken some operating lease as a lessee for which disclosures are made below:

On September 01, 2019, the DAPSPL has taken guest house on monthly rental of Rs 0.05 crore for first 11 months with 7% escalation after every 11 months for recurring two lease renewals on non- cancellable period of 33 months which is further renewable for the same period at the option of lessor, to be exercised prior to three months before the expiry of the agreement.

On January 02, 2023, the Company has taken guest house on monthly rental of Rs 0.07 crore for first 11 months after 11 months for recurring one lease renewal. On expiry of above 22 months the lease may be renewed at the option of lessor, to be exercised prior to 3months before the expiry of the agreement.
Below are the minimum lease payment as per agreement:

| Period | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Not later than one year | 1.59 | 0.78 |
| Later than one year but not later than five years | 1.15 | - |

**(II) In case of TFS**

TFS has entered into cancellable operating lease arrangement for a warehouse. Lease payments recognized as expenses in the Statement of Profit and Loss during the year ended March 31, 2024 is Rs. 0.13 crore (March 31, 2023: Rs. 0.10 crore) being short term lease. Under the terms of the agreement, TFS has provided interest free security deposit.

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

## 43. Investments in Joint Ventures

The Holding Company's investments in DAFFPL, DASPL, GBHHPL and DDFSPL are classified as joint ventures.

### 1) Carrying Value of Investments of joint ventures:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Carrying Value of Investment in joint ventures | 351.53 | 383.13 |
| Share of profit for the year in joint ventures | 97.87 | 93.15 |
| Share of OCI for the year in joint ventures | 0.07 | (0.17) |

The following table illustrates the summarized financial information of **DAFFPL**:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 23.18 crores (March 31, 2023: Rs. 19.40 crores) | 29.52 | 38.77 |
| Non-current assets | 625.92 | 603.09 |
| Current liabilities | (12.39) | (13.86) |
| Non-current liabilities including borrowings of Rs. 80.46 crores (March 31, 2023: Rs. 40.87 crores) | (403.24) | (368.64) |
| **Equity** | **239.81** | **259.36** |
| Proportion of the Holding Company's ownership | 26.00% | 26.00% |
| **Carrying amount of the investment** | **62.35** | **67.43** |

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Revenue, including interest income of Rs. 3.44 crores (March 31, 2023: Rs. 2.70 crores) | 83.98 | 106.01 |
| Depreciation and amortization expense | (49.62) | (41.62) |
| Finance cost | (28.24) | (26.24) |
| Employee benefits expense | (2.19) | (2.19) |
| Other expenses | (5.36) | (4.80) |
| **(Loss)/profit for the year** | **(1.43)** | **31.16** |
| Current tax | (4.32) | (11.93) |
| Income tax of earlier year | (0.00) | (0.00) |
| Deferred tax credit | 4.58 | 3.86 |
| (Loss)/profit for the year | (1.17) | 23.09 |
| **(Loss)/profit for the year for consolidation** | **(1.17)** | **23.09** |
| **Other comprehensive income of the year** | **(0.01)** | **0.00** |
| Proportion of the Holding Company's ownership | 26.00% | 26.00% |
| **Holding Company's share of (loss)/profit for the year** | **(0.30)** | **6.00** |
| **Holding Company's share of other comprehensive income for the year** | **0.00** | **0.00** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The following table illustrates the summarized financial information of the Holding Company's investment in **DASPL**:

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 0.03 crore (March 31, 2023: Rs 0.08 crore) | 27.88 | 31.28 |
| Current liabilities | (2.21) | (2.32) |
| Non-current liabilities | (0.51) | - |
| **Equity** | **25.16** | **28.96** |
| Proportion of the Holding Company's ownership | 50.00% | 50.00% |
| **Carrying amount of the investment** | **12.58** | **14.48** |

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Revenue | 1.94 | 1.39 |
| Employee benefits expense | (0.05) | (0.14) |
| Other expenses | (5.18) | (8.75) |
| **Loss before tax** | **(3.29)** | **(7.50)** |
| Deferred tax expense | (0.51) | - |
| Loss for the year | (3.80) | (7.50) |
| **Loss for the year for consolidation** | **(3.80)** | **(7.50)** |
| **Other comprehensive income of the year** | **0.00** | **0.00** |
| Proportion of the Holding Company's ownership | 50.00% | 50.00% |
| **Holding Company's share of loss for the year** | **(1.90)** | **(3.75)** |
| **Holding Company's share of other comprehensive income for the year** | **0.00** | **0.00** |

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Delhi International Airport Ltd. New Delhi

**Delhi International Airport Limited**
**CIN. U63033DL2006PLC146936**
**Notes to the consolidated financial statements for the year ended March 31, 2024**
**(All amounts in Rupees crores, except otherwise stated)**

The following table illustrates the summarized financial information of the Holding Company's investment in GBHHPL:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 42.91 crores (March 31, 2023: Rs. 12.58 crores) | 58.66 | 289.87 |
| Non-current assets | 3,246.06 | 3,052.56 |
| Current liabilities, including borrowings of Rs. 115.50 crores (March 31, 2023: Rs. 92.18 crores) | (669.09) | (587.76) |
| Non-current liabilities including borrowings of Rs. 2,668.14 crores (March 31, 2023: Rs. 2,673.14 crores) | (2,670.05) | (2,677.54) |
| **Equity** | **(34.42)** | **77.13** |
| Proportion of the Holding Company's ownership | 20.14% | 20.14% |
| **Carrying amount of the investment*** | - | **15.53** |

* Due to losses exceeding value of investment, the carrying value of investment is restricted to Nil.

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Revenue including interest income Rs. 0.18 crore (March 31, 2023: Rs. 0.04 crore) | 432.36 | 275.64 |
| Cost of Raw Material and Components Consumed | (72.19) | (52.60) |
| Depreciation and amortization expense | (78.81) | (75.95) |
| Finance Cost | (348.33) | (365.91) |
| Employee benefits expense | (13.54) | (15.53) |
| Other expenses | (31.36) | (31.52) |
| **Loss before tax** | **(111.87)** | **(265.87)** |
| Deferred tax credit | 0.00 | 56.29 |
| Loss for the year | (111.87) | (209.58) |
| **Loss for the year for consolidation** | **(111.87)** | **(209.58)** |
| **Other comprehensive income of the year** | **0.32** | **(0.01)** |
| Proportion of the Holding Company's ownership | 20.14% | 20.14% |
| **Holding Company's share of loss for the year*** | **(15.59)** | **(42.21)** |
| **Holding Company's share of other comprehensive income for the year** | **0.06** | **(0.00)** |

* Due to losses exceeding value of investment, the Holding Company's share of loss for the year is restricted to Rs. 15.59 crores.

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The following table illustrates the summarized financial information of the Holding Company's investment in **DDFSPL**:

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Current assets, including cash and cash equivalents of Rs. 24.75 crores (March 31, 2023: Rs. 66.64 crores) | 504.40 | 479.98 |
| Non-current assets | 318.16 | 344.47 |
| Current liabilities, including borrowings of Rs. 37.59 crores (March 31, 2023: Rs. 0.42 crore) | (246.60) | (193.78) |
| Non-current liabilities | (21.65) | (58.15) |
| **Equity** | **554.31** | **572.52** |
| Proportion of the Holding Company's ownership | 49.90% | 49.90% |
| **Carrying amount of the investment** | **276.60** | **285.69** |

| **Particulars** | **March 31, 2024** | **March 31, 2023** |
|---|---|---|
| Revenue | 1,988.48 | 1,579.21 |
| Purchase of Stock-in-Trade | (743.26) | (687.61) |
| Changes in inventories of stock-in-trade | 23.57 | 131.30 |
| Concession fees | (645.84) | (482.90) |
| Depreciation and amortization expense | (61.06) | (58.18) |
| Finance cost | (6.28) | (7.36) |
| Employee benefits expense | (53.65) | (42.78) |
| Other expenses | (188.19) | (142.19) |
| **Profit before tax and exceptional items** | **313.77** | **289.49** |
| Exceptional items | - | 78.97 |
| **Profit before tax** | **313.77** | **368.46** |
| Current tax | (82.58) | (93.67) |
| Adjustment of tax relating to earlier years | 1.01 | 1.32 |
| Deferred tax expense | (0.41) | (9.35) |
| Profit for the year | 231.79 | 266.76 |
| **Profit for the year for consolidation** | **231.79** | **266.76** |
| **Other comprehensive income of the year** | **0.01** | **(0.33)** |
| Proportion of the Holding Company's ownership | 49.90% | 49.90% |
| **Holding Company's share of profit for the year** | **115.66** | **133.11** |
| **Holding Company's share of other comprehensive income for the year** | **0.00** | **(0.16)** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**2) Commitments and Contingencies of joint ventures**

**I. Contingent Liabilities**

**<u>GBHHPL</u>**

a) In GBHHPL, there are certain pending legal cases amounting to Rs. 1.78 crores (March 31, 2023 – Rs. 1.78 crores)

b) **Project Premium:**
GBHHPL had executed an implementation agreement with Government of Himachal Pradesh (GOHP) for setting up of a power plant on March 29, 2011. In terms of the Implementation agreement total upfront premium of Rs. 164.12 crores was required to be deposited with the GOHP out of which Rs. 128.09 crores was deposited by GBHHPL and the balance is yet to be deposited.

GOHP has since demanded interest on delay against which GBHHPL has requested for the waiver in view of the significant delays arising as a result of COVID-19 pandemic and the resultant ban on supply of industrial oxygen, lockdowns etc. There were also no provisions for interest in terms of the implementation agreement and the matter is yet to attain finality.

Liability in respect of local area development authority in Himachal Pradesh (HP) upon assessment-Determination of Amount is in process. GBHHPL is carrying a provision of Rs. 12.5 crores in addition to the similar amount paid in this regard in GBHHPL financial statements.

c) In GBHHPL, certain claims have been made against GBHHPL that are not acknowledged as debts which are as follows :

| Parties | Court | Litigation Details | Financial Impact |
|---|---|---|---|
| State of Himachal Pradesh vs. GBHHPL | LPA No. 359 of 2012 Division bench of Himachal High Court | GBHHPL has set up the Hydropower Plant (180 MW) in Himachal Pradesh based on the hydro-power policy of GoHP wherein GBHHPL is required to give 12% free of cost to GoHP for a period of first 12 years, 18% for next 18 years and 30% for balance agreement period beyond 30 years. While the project was under implementation stage, GoHP imposed 1% additional free of cost power to be provided to GoHP for local area development under new Hydro Policy. The said levy of 1% additional free of cost power was challenged by the GBHHPL before the Hon'ble High Court. The Writ Petition filed by the GBHHPL was allowed by the Ld. Single Judge of the High Court which held that the said levy cannot be imposed retrospectively on the projects which have already entered into MoU with GoHP for their projects. GoHP has filed an appeal against the said order before the Division Bench of the High Court which is pending. | The next date is June 19, 2024. |

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

| | | | |
|---|---|---|---|
| Mangni Ram and others vs. Union of India and others | Special Leave Petitions (SLPs) Nos. 005031 – 005032 / 2014 | Various writ petitions were filed in Hon'ble High Court of Himachal Pradesh whereby their petition challenging the grant of forest clearance to GMR Bajoli Holi Hydropower Limited for setting up of 180 MW Bajoli-Holi Hydroelectric Project on the basin of river Ravi in between Bajoli and Holi was dismissed. Hon'ble Himachal High Court had examined the matter in detail, found the petitions as without any merits and dismissed Writ Petitions (with costs imposed on petitioners). The SLP was last listed on March 20, 2024 but could not reach hearing. | Next date of hearing is yet to be fixed. |
| GBHHPL vs. Gammon Engineers and Contractors Private Limited (GECPL) | Arbitral Tribunal | GBHHPL had awarded the civil works packages (Lot 1 and Lot 2) to GECPL on May 29, 2013 in respect of its 180 MW hydroelectric power project in Himachal Pradesh. However, GECPL committed delays in execution of the works allotted to it under the said contracts and required GBHHPL to extend advances to it for carrying out the civil works which in fact were the responsibility of GECPL. Under the circumstances, GBHHPL invoked the bank guarantees provided under the contracts, on account of breach of contract by Gammon. The contracts were subsequently terminated by GBHHPL. Further, GMR Bajoli Holi also invoked Arbitration against Gammon. The sum claimed by GBHHPL is to the tune of Rs. 616 crores (approximately) (consolidated); Gammon Engineers and Contractors has filed a counter -claim of Rs. 474 crores. The arbitration is still in progress. GBHHPL is confident of recovering the advances of Rs. 274 crores and no liability shall arise. Hence no adjustment to advances has been carried out. | |

**d) Project-Civil**

The main civil works was awarded to M/s. Gammon Engineers Contractors Private Limited ("GECPL" or "Gammon" or "Contractor") vide the Contract executed in 2013 for a Contract Value based on the estimated BOQ was Rs. 769 crores, which was further amended to Rs 781 crores. This contract value was to be adjusted as per the price adjustment formula agreed under the contract.

Till May'2019, Gammon had raised a claims of Rs 287 crores, on account of various events including floods, snowfalls, landslides, difference in increase in labour wages, change in subsequent laws etc. occurred till then and incremental impact in cost due to implementation of GST till march 2019. Out of this claimed amount, Rs 114 crores was mutually agreed to be adjusted subject to submission of supporting documents by GECPL, from the advance amount already paid and lying unadjusted.

Subsequently the Contractor has raised further claims for an amount Rs. 661 crores for the period starting from June 2019 till December 31, 2022 on account of various events including Covid pandemic, Snowfall, floods, heavy rainfall, stoppage of work by labour, prolongation cost etc. On initial assessment of these claims and claim events, it is found that many of these claims are on frivolous basis and not tenable under the Contract and hence appropriately denied by GBHHPL. Now these claims are being further assessed by eminent lawyers and independent experts. GBHHPL has sent a demand letter dated June 4, 2022 to Gammon for paying Rs 666 crores which includes

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

advance amount paid to gammon, liquidated damages and the interest accrued on the advance payment. An amount of Rs 129 crores have been received by way of encashment of bank guarantees furnished by the Contractor.

GBHHPL has also invoked arbitration in order to settle the claims and counter claims raised by both the parties. Once the final award is received after conclusion of the arbitration process amount of liability, if any will be ascertained. GBHHPL has filed a statement of claim for recovering Rs 616 crores or in the alternate case Rs. 780 crores (Net of already recovered amount of Rs. 129 crores) to be recovered from Gammon. This claim amount was assessed by the Quantum Expert and has been revised to Rs. 630 crores OR alternatively Rs. 541 crores (by computing the interest amount on unadjusted advance, on conservative basis).

All the pleadings have been completed by both parties on March 01, 2023 and by October 17, 2023, all the witness (evidence) and Expert Affidavits were filed by the parties. Examination of the witnesses started from March 19, 2024.

e) **Project - Electro-Mechanical Works:**

Supply and erection of Electromechanical equipment was awarded to GECPL on fixed rate contract basis. The Contract does not have provision for variation in Contract Value. However, Contractor is eligible for compensation for delay due to certain events which are not attributable to it and arose because of reasons of GBHHPL. GECPL has submitted a claim amount Rs 69.73 crores as compensation for the delay events attributable to the GBHHPL. Parties negotiated and settled this claim at Rs. 12 crores + GST Payable towards GE.

f) **Project- Hydro- Mechanical works**

Claims of Vicky Engineering for face 6 steel liner of about Rs. 0.14 crore and around Rs. 0.08 crore against lot 4 Works have been received against hydro mechanical Works. Amount for final payment to be made to Texmaco (if any) is under reconciliation by both parties. Post which and depending on the outcome of such reconciliation process , next steps will be decided.

**DDFSPL:-**

a) DDFSPL has a contingent liability amounting to Rs. 0.36 crore (March 31, 2023 -Rs 1.16 crores) representing income tax demand for assessment years 2017-18 and 2018-19 on account of certain disallowances. The management of DDFSPL do not expect any outflow on this account.

b) DDFSPL had filed three refund applications (for three quarters) dated January 31, 2018, under section 11(B) of Central Excise Act, 1944 seeking refund of Rs. 40.62 crores being the service tax and cess paid on license fees, marketing fees, airport services charges and utility charges during the period October, 2016 to June, 2017 for services rendered to DDFSPL at the duty free shops at T-3, IGI Airport, Delhi. Such refund claims were filed in pursuance of the decision of the CESTAT Mumbai in Commissioner of Service Tax - VII, Mumbai vs. Flemingo Duty Free Pvt Ltd 2018 (8) GSTL 181 (Tri. Mumbai) (Flemingo) wherein it was held that service tax on license fee was not payable since services were provided outside taxable territory of India.

In respect of the said refund applications, DDFSPL received a Show Cause Notice (SCN) dated August 24, 2018 that refund claims for the period October, 2016 to January, 2017 were barred by limitation and refund cannot be processed. Vide order dated September 06, 2018, the Assistant Commissioner, CGST held that only the period of October, 2016 to December, 2016 is barred by limitation and denied refund of Rs. 12.78 crores. The amount of Rs. 27.84 crores for the period January, 2017 to June, 2017 was

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

allowed in favor of DDFSPL and subsequently, refunded to DDFSPL, which was recognized as income in Statement of Profit and Loss during the year ended March 31, 2019 when this refund was received. The Department filed an appeal against the aforesaid Order dated September 06, 2018 before Commissioner (Appeals) to the extent of refund of Rs. 27.84 crores held to be payable to DDFSPL. The said appeal of the Department was rejected by the Commissioner (Appeals) vide Order dated May 18, 2020. Subsequently, on August 04, 2020, the Department filed an appeal before the CESTAT, New Delhi against the order of Commissioner (Appeal) dated May 18, 2020.

As against denial of refund of Rs 12.78 crores, DDFSPL filed an appeal before the Commissioner (Appeals) who rejected the appeal on May 10, 2019 and upheld the Order dated September 06, 2018. DDFSPL filed an appeal before the CESTAT, New Delhi who allowed the DDFSPL's appeal vide its Order dated August 14, 2019 and held that since service tax was not payable on license fees and other input services at the airport, the limitation prescribed under Section 11B of the Central Excise Act, 1944 has no application. Accordingly, refund of Rs. 12.78 crores was allowed in favor of DDFSPL. The Department filed an appeal along with application for stay against the CESTAT Order dated August 14, 2019 before the Honorable High Court of Delhi in March 2020. The Honorable High Court of Delhi in the hearing dated May 06, 2022 observed that service tax was not leviable in (duty free) area, this position has been settled at the Tribunal level in the matter concerning Commissioner of Service Tax-VII, Mumbai v/s M/s Flemingo Duty Free Shop Pvt. Ltd 2018 (8) GSTL 181 (Tri-Mumbai). Multiple hearings have happened on this matter and the next hearing is scheduled for September 10, 2024.

DDFSPL had also filed application dated December 31,2018 with the Department for the period April, 2010 to September, 2016 seeking refund of service tax and cess amounting to Rs. 182.13 crores, paid on the input services (concession fee, marketing fee, airport service charges and utility charges) rendered to DDFSPL at the duty-free shops at T-3, IGI Airport, Delhi. The Assistant Commissioner issued the Order dated June 26, 2019 rejecting the refund claim filed by DDFSPL on the ground that the Duty-free shops are in non-taxable territory. Subsequently, DDFSPL filed an appeal on August 07, 2019 against the Assistant Commissioner's Order before Commissioner (Appeals) and received a favorable Order dated May 26, 2020 allowing the refund of Rs. 182.13 crores. DDFSPL requested the Asst. Commissioner to process the refund based on the said Order passed by the Commissioner (Appeals). The Assistant Commissioner issued a SCN dated August 04, 2020 asking DDFSPL to explain that the refund claim is not hit by the bar of unjust enrichment as incidence of duty appears to be passed by DDFSPL to their customers at the time of sale of goods. Subsequently, on August 04, 2020, the Department filed an appeal before the CESTAT, New Delhi against the Order of Commissioner (Appeals) dated May 26, 2020. DDFSPL filed a reply before the CESTAT on December 24, 2020 against the department's appeal dated August 04, 2020.

In the meanwhile, the Assistant Commissioner issued two separate orders dated December 10, 2020 on the respective SCNs and rejected the refund of service tax of Rs 182.13 crores and Rs 12.78 crores. DDFSPL filed a rectification / recall request under Section 74 of the Finance Act, 1994 dated December 23, 2020 against both the rejection Orders before the Principal Commissioner and the Assistant Commissioner. Subsequently, on February 15, 2021, DDFSPL also filed an Appeal against both the rejection Orders passed by the Assistant Commissioner before the Commissioner (Appeals).

DDFSPL received Order-in-Appeal from the Commissioner Appeals dated September 24, 2021 for refund of Rs. 182.13 crores and Rs. 12.78 crores, upholding the Order-in-Original passed by the Assistant Commissioner, both dated December 10, 2020. DDFSPL had filed appeals against both the Orders of Commissioner Appeals before CESTAT on November 03, 2021.

At DDFSPL request, all the above matters before CESTAT were clubbed together. The Company received a favorable order for all the above four matters from CESTAT on February 28, 2023. The aforesaid favorable order from CESTAT has been challenged by the Department before the Honorable Supreme Court. Multiple hearings have happened on this matter and the next hearing is scheduled for May 10, 2024. Accordingly, the management in line with previous periods, considering the status of

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

matters as referred above, legal opinion and taking into consideration the inherent uncertainty in predicting the outcome in the above litigations involving refunds, which is sub-judice, has assessed the refund of Rs. 27.84 crores received during the financial year ended March 31, 2019 as contingent liability as at March 31, 2024 (March 31, 2023: Rs. 27.84 crores).

**II. Guarantees other than financial guarantees by joint ventures: -**

GBHHPL has provided a bank guarantee amounting to Rs 38.73 crores. (March 31, 2023 is Rs. 33.09 crores)

**III. Financial guarantees by joint ventures**

The Joint Ventures have not provided any financial guarantee other than performance guarantee on its own behalf, to any party.

**IV. Capital and other commitments of joint ventures: -**

**a) Capital Commitments of joint ventures**

The capital commitment of joint ventures is as below:

| Particulars | DAFFPL | | DDFSPL | | GBHHPL | |
|---|---|---|---|---|---|---|
| | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 | As at March 31, 2024 | As at March 31, 2023 |
| Capital Commitments (net of advances) | 1.49 | 46.17 | 1.26 | 0.67 | - | - |

**b) Other commitments of joint ventures:**

i. In accordance with the concession agreement, DAFFPL is required to pay annual license fees to the Holding Company, an amount of Rs. 28.45 crores (March 31, 2023: Rs. 26.46 crores) has been accounted for in respect of current year. The license fee is to be increased by 7.5% p.a. during the term of the lease.

ii. During the year ended March 31, 2023, GST refunds aggregating to Rs. 16.82 crores, pertaining to July 2019 and January 2021- March 2021, had been received and accounted for. While refund claims of similar nature pertaining to earlier periods were accepted and processed by the authorities during financial year ended March 31, 2022, the management of DDFSPL had assessed the pending claims aggregating to Rs. 16.82 crores, to be in the nature of contingent assets as at March 31, 2024, that should be accounted for as income, only on receipt of refund amount from the authorities.

**c) Other disclosures of joint ventures:**

i. **Impairment Analysis**
In GBHHPL, based upon the calculation of recoverable value of capital work-in progress ('CWIP') carried out by an Independent Expert as at December 31, 2020, December 31, 2021 and March 31, 2022, the carrying value of CWIP is lower than the recoverable amount by Rs 110 crores Rs. 186 crores and Rs. 78 crores respectively. Such reduction is coming mainly due to delay in estimated COD to December 31, 2021, February 28, 2022 and March 28, 2022 respectively, considered for GBHHPL plant by Independent Expert. Accordingly, a reduction in CWIP value by 110 crores, 186 crores and Rs. 78 crores is recognized in the financial statements of the GBHHPL for the period ended June 30, 2021, January 31, 2022 and March 31, 2022 respectively.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड नई दिल्ली

ii. **Project Capitalisation**

GBHHPL had completed the synchronization of eletromechanical units on March 28, 2022 and applied for a certificate to this effect to various agencies. The certificate confirming the COD (Commercial operation date) was obtained on April 12, 2022. Accordingly, power generated during the said period was sold to HPPTCL upto April 12, 2022 from when the assets have been capitalised in the books.

iii. **Revenue Net- Off**

In GBHHPL Income from sale of energy of Rs. 414.85 crores (March 31, 2023- 271.56 crores) is appearing in the statement of profit and loss for the year ending March 31, 2024 is net-off figure due to the trading of the same of sale of energy of Rs. 423.12 crores (March 31, 2023- 292.59 crores) and purchase of energy including transmission net off and discounts, etc. of Rs. 8.27 crores (March 31, 2023- 21.03 crores)

iv. In case of DAFFPL, tariff on account of Fuel Infrastructure Charges (FIC)/ revenue rate for the DAFFPL) is determined by the Airport Economic Regulatory Authority of India (AERA) for a period of five years called control period.

AERA has determined Fuel Infrastructure Charges for the third control period (F.Y. 2021-22 to F.Y. 2025-26) vide their order dated October 7, 2021. During the rate determination process of third control period, AERA has factored True-up value (over recovery) of second control period amounting to Rs. 144.55 crores as per their prevailing guidelines. Hence, the new FIC rate for third control period (F.Y. 2021-22 to F.Y. 2025-26) fixed by AERA are as follows:

| **Period** | **Apr-Oct'21** | **Nov-Mar'22** | **FY' 2022-23** | **FY' 2023-24** | **FY' 2024-25** | **FY' 2025-26** |
|---|---|---|---|---|---|---|
| FIC Rate as determined by AERA (Rs/KL) | 609 | 548 | 469 | 402 | 344 | 293 |

**3) Dividend received from Joint Ventures**

The Holding Company has accounted the dividend income as below:

| **Name of the entity** | **During the year ended** | |
|---|---|---|
| | **March 31, 2024** | **March 31, 2023** |
| DASPL | - | 3.50 |
| DDFSPL | 124.75 | 81.84 |
| DAFFPL | 4.78 | 1.81 |

**4) Leases**

**Joint Ventures as lessee**

**In case of DAFFPL**

DAFFPL has acquired land on lease from the Holding Company as per Concession and Operating Agreement (C&OA) for 25 years which was classified as operating lease. As per terms of concession and Operating Agreement (C&OA), DAFFPL is required to pay lease rent termed as License Fees for land taken on lease with an escalation clause of 7.5 % every year during the term of lease. As required by Ind As-116, DAFFPL has recognised Right to use assets and Lease liability as on April 01, 2019. The maximum obligation on the long term operating lease payable are as follows:

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi नई दिल्ली

**(All amounts in Rupees crores, except otherwise stated)**

**Right-of-use assets**

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Opening Balance | 242.35 | 262.08 |
| Additions | - | - |
| Depreciation/amortisation during the year | (19.73) | (19.73) |
| **Closing balance** | **222.62** | **242.35** |

**Lease Liability**

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Opening Balance | 330.14 | 330.46 |
| Additions | - | - |
| Interest for the year | 25.95 | 26.14 |
| Repayment made during the year | (28.45) | (26.46) |
| **Closing balance** | **327.64** | **330.14** |

**Disclosed as:**

| | | |
|---|---|---|
| Non-Current | 322.61 | 327.64 |
| Current | 5.03 | 2.50 |
| **Total** | **327.64** | **330.14** |

**Maturity profile of lease liability**

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| Not later than one year | 30.58 | 28.45 |
| Later than one year and not later than five years | 147.04 | 136.78 |
| Later than five years | 337.33 | 378.17 |
| **Total** | **514.95** | **543.40** |

**Following amount has been recognised in statement of profit and loss account**

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| Depreciation/amortisation on right of use assets | 19.73 | 19.73 |
| Interest on lease liability | 25.94 | 26.14 |
| Expenses related to short term lease (included under other expenses)* | - | - |
| Expenses related to low value lease (included under other expenses)* | - | - |
| **Total amount recognised in statement of profit and loss account** | **45.67** | **45.87** |

*DAFFPL is lessee with respect to only one lease.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

DAFFPL has total cash outflow of lease Rs 28.45 crores. No additions were made during the year pertaining to right of use assets and lease liability.

DAFFPL is lessee for one lease contract as disclosed above with no extension option available. Therefore, there will be no future rental payment relating to extension period.

**Operating lease: As a lessor**

DAFFPL has entered into cancellable lease agreement with the occupiers of its administrative building. The lease rental is recognised as income in the statement of profit and loss as per the respective agreements.

| **Particulars** | **For the year ended March 31, 2024** | **For the year ended March 31, 2023** |
|---|---|---|
| Lease rentals recognised as income during the year | 0.45 | 0.42 |
| Category of Asset (Admin Building) | | |
| - Gross Carrying Amount | 1.72 | 1.72 |
| - Accumulated Depreciation | 0.73 | 0.64 |
| - Depreciation recognised in the Statement of profit and loss | 0.09 | 0.09 |

**Maturity profile of lease Receivable**

| **Particulars** | **As at March 31, 2024** | **As at March 31, 2023** |
|---|---|---|
| Not later than one year | 0.49 | 0.45 |
| Later than one year and not later than five years | 2.34 | 2.18 |
| Later than five years | 5.05 | 5.71 |
| **Total** | **7.88** | **8.34** |

**In case of DDFSPL**

(i) The Holding company had entered into Operation, Management and Development Agreement (OMDA) Airports Authority of India ('AAI'), which gives the Holding company an exclusive right to operate, maintain, develop, modernise and manage the Indira Gandhi International Airport (IGIA), New Delhi ('Delhi Airport') on a revenue sharing model for the period mentioned in the said OMDA. In the year 2010, the Holding company has given license to DDFSPL for running the duty-free operations at Delhi Airport on payments of specified sum. The license fees for the duty-free outlets are based on higher of the revenue share amount and the Actual Monthly Guarantee (MMG) amount calculated in the manner set out in the License agreements entered by DDFSPL with the Holding Company.

DDFSPL has also entered into certain cancelable operating lease agreements mainly for office premises and warehouses. DDFSPL has also entered into a non-cancellable agreement for a warehouse which is under construction in respect of which DDFSPL has given interest free security deposits of Rs. 11.04 crores (March 31, 2023 Rs. 11.04 crores).

(ii) With effect from April 1, 2019, DDFSPL has adopted Ind AS 116, 'Leases' and applied to all lease contracts existing on April 1, 2019 using the modified retrospective method and has taken the cumulative adjustment to retained earnings, on the date of initial application (April 1, 2019). Right-of-use (ROU) assets at April 1, 2019 for leases previously classified as operating leases were recognized and measured at an amount equal to lease liability (adjusted for any related prepayments). The DDFSPL has elected not to apply the requirements of Ind AS 116 to short term leases.

In respect of certain duty free outlets where MMG are not fixed throughout the term, the management has assessed that the payments do not fulfil the definition of lease payments (i.e. not fixed or in substance fixed and not variable payments linked to an index) and thus are not to be included in the lease payments for the purpose of computing lease liability under Ind AS 116 and presented separately in the Statement of Profit and Loss as concession fees.

**Right of use assets**

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| Opening Balance | 76.06 | 73.90 |
| Additions | - | 31.12 |
| Depreciation | (33.08) | (28.96) |
| **Closing Balance** | **42.98** | **76.06** |

**Lease Liabilities**

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| Opening Balance | 83.10 | 80.88 |
| Addition | - | 30.10 |
| Finance cost | 5.02 | 5.49 |
| Lease liability written off | - | (1.21) |
| Payment of lease liabilities | (37.03) | (32.55) |
| Foreign exchange gain | 0.31 | 0.39 |
| **Closing balance** | **51.40** | **83.10** |

In view of the Covid-19 outbreak, the Holding Company on March 30, 2020 decided to suspend the levy and payment of MMG amount for the period from March 1, 2020 till July 31, 2022 under the License Agreement, accordingly the DDFSPL has reassessed the lease liability and written back lease liability of Rs Nil (March 31, 2023, Rs 1.21 crores).

The following is the break-up of current and non-current lease liabilities: -

| Particulars | As at March 31, 2024 | As at March 31, 2023 |
|---|---|---|
| Non-current | 13.86 | 51.25 |
| Current | 37.54 | 31.85 |
| **Total** | **51.40** | **83.10** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**Following amount has been recognised in statement of profit and loss**

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Depreciation/amortization on right-of-use asset | 33.07 | 28.96 |
| Interest on lease liability | 5.02 | 5.49 |
| Foreign exchange loss | 0.31 | 0.39 |
| Lease liability written off | - | (1.21) |
| **Total amount recognized in statement of profit and loss** | **38.40** | **33.63** |

**Maturity profile of Lease liability:**

| Particulars | Less than 1 year | 1 to 5 years | > 5 years | Total |
|---|---|---|---|---|
| March 31, 2024 | 39.98 | 13.94 | - | **53.92** |
| March 31, 2023 | 36.77 | 53.61 | - | **90.38** |

**In case of DASPL**

DASPL has entered into certain cancelable operating lease agreements and an amount of Rs. Nil (March 31, 2023: Rs. 0.04 crore) paid during the period under such agreements.

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K.S. RAO & CO. Chartered Accountants BENGALURU

इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

**44. Other Disclosures**

**a) AERA DF Order No. 28/2011-12, 30/2012-13 and AERA tariff order No. 03/2012-13 and 57/2020-21 on determination of Aeronautical Tariff; issued on November 14, 2011, December 28, 2012, April 24, 2012 and December 30, 2020 respectively**

AERA has issued tariff order no 57/2020-21 for third control period ("CP3") starting from April 1, 2019 to March 31, 2024 on December 30, 2020 allowing the Holding Company to continue with Base Airport Charges ("BAC") +10% tariff for the balance period of third control period. AERA has also allowed compensatory tariff in lieu of Fuel Throughput Charges w.e.f. February 01, 2021 for the balance period of third control period. The Holding Company had also filed an appeal against some of AERA's decision in third control period order on January 29, 2021 with Telecom Disputes Settlement and Appellate Tribunal ("TDSAT"). As per the AERA Order no. 40/2023-24 dated March 15, 2024, the existing tariff as applicable as on March 31, 2024, is extended on interim basis for a further period of six months or till the determination of regular tariffs for the fourth Control Period ("CP4") starting from April 1, 2024 to March 31, 2029.

The Holding Company had also filed appeal against the second control period ("CP2") before the TDSAT. Also, the Holding Company in respect of TDSAT order against first Control period appeal dated April 23, 2018 filed a limited appeal in the Hon'ble Supreme Court of India on July 21, 2018 in respect of which judgement pronounced on July 11, 2022, citing that all appeals are dismissed, except on the issue relating to corporate tax pertaining to aeronautical services, where the Holding Company's contention had been accepted that the Annual Fee paid by the Holding Company should not be deducted from expenses pertaining to aeronautical services before calculating the 'T' (tax) element in the formula.

TDSAT at the request of AERA and concurred by the Holding Company had agreed and tagged CP2 appeal with CP3 appeal. The final order was pronounced on July 21, 2023. TDSAT in its order has allowed certain claims of the Holding Company and disallowed certain others.

AERA has filed an appeal before the Hon'ble Supreme Court on October 19, 2023 against the judgement dated July 21, 2023 passed by TDSAT. The matter was last heard on March 11, 2024 and was directed to list on August 6, 2024 for arguments.

**b) Particulars of un-hedged and un-discounted foreign currency exposure of the Holding Company as at the reporting date are as under:**

| | March 31, 2024 | | | March 31, 2023 | | |
|---|---|---|---|---|---|---|
| **Particulars** | **Amount (Rs. in crores)** | **Currency** | **Foreign Currency in crore** | **Amount (Rs. In crores)** | **Currency** | **Foreign Currency in crore** |
| **Trade payables** | 1.39 | EUR | 0.02 | 4.64 | EUR | 0.05 |
| | 0.26 | GBP | 0.00 | 0.13 | GBP | 0.00 |
| | 2.46 | USD | 0.03 | 12.10 | USD | 0.15 |
| | 0.02 | AUD | 0.00 | 0.05 | AUD | 0.00 |
| | 0.78 | AED | 0.03 | 0.79 | AED | 0.04 |
| | - | CAD | - | 0.19 | CAD | 0.00 |
| **Other current liabilities** | 69.12 | USD | 0.82 | 32.96 | USD | 0.40 |

**(All amounts in Rupees crores, except otherwise stated)**

**Closing exchange rates in Rs:**

| Currency | March 31, 2024 | March 31, 2023 |
|---|---|---|
| EUR | 89.877 | 89.443 |
| GBP | 105.032 | 101.648 |
| USD | 83.405 | 82.17 |
| AUD | 54.112 | 55.025 |
| AED | 22.712 | 22.373 |
| CAD | 61.267 | 60.668 |

**c) Additional information:**

i) Earnings in foreign currency for the Holding Company (On accrual basis, excluding GST).

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Aeronautical Services (Revenue from airlines) * | 82.56 | 70.03 |

* These earnings are received by the respective airlines in foreign currencies and then remitted to the Holding Company in INR.

ii) CIF value of imports of the Holding Company (On accrual basis)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Import of capital goods | 9.86 | 38.28 |
| Import of stores and spares | 0.35 | 1.90 |
| **Total** | **10.21** | **40.18** |

iii) Expenditure in foreign currency charged to consolidated statement of profit and loss of the Holding Company (on accrual basis)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Interest on borrowings | 251.52 | 259.70 |
| Professional and consultancy expenses | 4.55 | 16.52 |
| Finance costs | 0.08 | - |
| Other expenses | 2.51 | 1.91 |
| Travelling and conveyance | - | 1.26 |
| **Total** | **258.66** | **279.39** |

iv) Expenditure in foreign currency capitalised/ debited in borrowings/ debited in other borrowing cost to the extent not amortised (on accrual basis)

| Particulars | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Interest on borrowings | 283.67 | 271.18 |
| Professional and consultancy expenses | 13.95 | 5.98 |
| Finance costs (Other borrowing cost including amount debited in borrowings/ debited in other borrowing cost to the extent not amortised) | - | - |
| **Total** | **297.62** | **277.16** |

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

v) Consumption of stores and spares during the year:

| Particulars | For the year ended March 31, 2024 | | For the year ended March 31, 2023 | |
|---|---|---|---|---|
| | % | Amount | % | Amount |
| Imported | 2.55 | 0.81 | 6.92 | 2.05 |
| Indigenous | 97.45 | 31.01 | 93.08 | 27.55 |
| **Total** | **100.00** | **31.82** | **100.00** | **29.60** |

vi) Consumption of capital spares during the year:

| Particulars | For the year ended March 31, 2024 | | For the year ended March 31, 2023 | |
|---|---|---|---|---|
| | % | Amount | % | Amount |
| Imported | 25.87 | 0.27 | 61.19 | 1.34 |
| Indigenous | 74.13 | 0.76 | 38.81 | 0.85 |
| **Total** | **100.00** | **1.03** | **100.00** | **2.19** |

**d)** The Holding Company has received Advance Development Costs (ADC) from various Developers at Commercial Property District towards facilitating the development of common infrastructure there in. As per the term of the agreement, the Holding Company will facilitate the development of common infrastructure upon receipt of advance towards development cost in accordance with the instructions and specifications in the agreement. Further, the Holding Company has no right to escalate the development cost and in case any portion of the advance development cost is not utilized by the Holding Company towards development of any infrastructure facility, the same shall be returned to the Developers upon earlier of the expiry of the initial term of agreement or upon termination of the development agreement. The status of fund balance is as below:

| **Particulars** | **As at March 31, 2024** | **As at March 31, 2023** |
|---|---|---|
| ADC Funds Received * | 1,207.54 | 953.85 |
| Funds Utilized for Common Infrastructure Development (including refund of ADC) | 718.39 | 689.80 |
| Fund Balance disclosed under "other liabilities" | 489.15 | **264.05** |

* During the year, the Holding Company has received Rs. 253.69 crores (March 31, 2023: Rs. 105 crores) for common infra development from Developers.

**e)** Based on the legal opinion taken, the management of the Holding Company is of the view that the Annual Fee payable to AAI should be based upon "Revenue" as defined under OMDA instead of on Gross Receipts credited to the statement of profit and loss (with certain exclusions). The matter was in dispute with the AAI. The Holding Company had received the award of arbitral tribunal on July 16, 2022. Pursuant to the award, AAI inter alia is required to amend the scope of Independent Auditor to enable the determination of amount of excess annual fee paid by the Holding Company from June 21, 2015 to the date of arbitral award and such determination was directed to be completed within 3 months from the date of award. However, AAI has instead filed a petition with Hon'ble Delhi High Court under section 34 of The Arbitration and Conciliation Act, 1996 for setting aside the Arbitral Award. Arguments were heard on February 03, 2023, on interim stay application filed by AAI and the Hon'ble court in the interim has provided that while the process to be undertaken by the Independent Auditor in terms of majority award in respect of claim no. 78 (d) shall continue, its findings shall not be given effect to nor shall refunds became payable in terms thereof till the final disposal of the matter. All liabilities of parties for the period prior to the present order shall continue as per the revenue sharing understanding which prevailed prior to the impugned award being rendered.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

The arguments in the matter are concluded and the final order is reserved.

f) The Holding Company is collecting "Marketing Fund" at a specified percentage from various concessionaires as per the agreement with respective concessionaires and to be utilized towards sales promotional activities as defined in such agreements in accordance with the Marketing Fund policy adopted by the Holding Company. As at March 31, 2024, the Holding Company has accounted for Rs. 269.27 crores (March 31, 2023: Rs. 229.23 crores) towards such Marketing Fund and has incurred expenditure amounting to Rs. 212.19 crores (March 31, 2023: Rs. 183.48 crores) (net of income on temporary investments) till March 31, 2024 from the amount so collected. The balance amount of Rs. 57.08 crores pending utilization as at March 31, 2024 (March 31, 2023: Rs. 45.74 crores) against such sales promotion activities is included under "Other current liabilities" as specific fund to be used for the purposes to be approved by the Marketing fund committee constituted for this purpose as per Marketing Fund Policy.

g) The Holding Company is of the view that certain income/ credits arising on adoption of Ind-AS were not in contemplation of parties in April 2006 when this Concession Agreement i.e. OMDA was signed / entered. Further, these income/credits in Statement of Profit and Loss do not represent receipts from business operations from any external sources and therefore, these incomes/credits should not form part of "Revenue" as defined in OMDA for the purpose of calculating monthly annual fee (MAF) payable to AAI. Accordingly, the Holding Company, based on legal opinion has provided the MAF to AAI based on Revenue as per the Ind AS financial statements after adjusting such incomes/credits. Detail of such incomes / credits are as under:

| Description | Incomes forming part of | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|---|
| Construction income from commercial property developers | Other operating income | 28.59 | 32.84 |
| Discounting on fair valuation of deposits taken from commercial property developers | Other operating income | 58.44 | 44.01 |
| Discounting on fair valuation of deposits taken from concessionaires | Sale of services – Non Aeronautical | 74.02 | 69.88 |
| Discounting on profit on relinquishment of assets rights | Other income | - | 40.43 |
| Fair value gain on financial instruments at fair value through profit and loss* | Other income | 0.49 | 1.09 |
| Interest income on financial asset carried at amortised cost | Other income | 7.21 | 6.50 |
| Discounting on fair valuation of deposits given | Other income | 0.54 | 0.72 |

Other income of Rs. 59.57 crores (Rs. 100 crores as per erstwhile IGAAP) towards profit on relinquishment of assets rights is also excluded from revenue for the calculation of annual fees for the year ended March 31, 2023.

However, the Holding Company has accrued revenue on straight line basis, in accordance with Ind AS 116, Annual fee on this revenue is also provided which is payable to AAI in future years on actual realization of revenue as below:

| Description | For the year ended March 31, 2024 | For the year ended March 31, 2023 |
|---|---|---|
| Revenue from operations | 274.21 | 259.52 |
| Annual fees to AAI | 126.11 | 119.36 |

Further, the Holding Company has also provided the "Airport Operator Fees" included in "Other expenses" based on "Gross revenue" for the last financial year, after excluding the income/ credits from above transactions.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**h)** As per the transfer pricing rules prescribed under the Income tax act, 1961, The Holding Company is examining the domestic and international transactions and documentation in respect thereof to ensure compliance with the said rules. The Holding Company's management does not anticipate any material adjustment with regard to the transactions during year ended March 31, 2024.

**i)** The Hon'ble Orissa High Court vide Judgement in W.P. No.20463/2018, in the case of Safari Retreats Private Limited, observed that the GST provisions under Section.17(5) (c ) and (d) w.r.t input tax credit eligibility are not in line with the objective of the Act to allow seamless credit where such input services are used to provide taxable output services and accordingly, it was held that if an assessee is required to discharge GST on the rental income, it is eligible to avail the Input Tax Credit (ITC) of GST paid on the goods or services or both by a taxable person for construction of an immovable property, when they are used in the course or furtherance of business. The Holding Company is engaged in the operation of Airport, it renders taxable Output Services in the nature of Landing and Parking Charges, hanger services, Charges for use of Terminal facilities, refueling facilities, licensing of space for various aeronautical and non-Aeronautical charges being its output supplies which are subject to output GST. Hence, the Holding company in view of the favourable judgment of Orissa High Court in the case of Safari Retreats Private Limited has availed the Input Tax Credit accumulated in respect of the Input goods and Services supplied for the construction of Airport facilities as part of Phase 3A expansion project and regular operations. Further, department has filed Special leave to appeal before Hon'ble Supreme Court of India against the judgement of Hon'ble Orissa High Court CWP No.20463/2018, where leave has been allowed without Stay of operation of the judgment. Thus relying upon the favourable ruling of Orissa High Court which is a binding law and enforceable across all jurisdictions, the management decided to avail the Input Tax Credit in the GST Returns and books for the respective periods, however, without the utilization of the said input tax credit, pending the outcome of the judgement of Hon'ble Supreme Court of India. Further a Writ Petition has also been filed by the Holding company in the matter before Delhi High Court on July 10, 2020, for ITC claim to be allowed of GST in respect of the civil works i.e. works contract service and goods and services received by the Holding company for construction of immoveable property used for providing output taxable supplies. The writ was heard by the Hon'ble High Court on July 29, 2020 and has issued notice to the respondents. Accordingly, the matter was heard on various dates. The matter came up for hearing on August 7, 2023 wherein the bench was apprised of the ongoing proceedings in the Supreme Court. The matter was last heard on December 11, 2023 and the order is awaited. Further the intervention application filed by DIAL in the main SLP No.26696/ 2019 has been part heard on September 14, 2023 and September 21, 2023. The hearing has been heard on October 12, 2023 and the order is awaited.

Considering that, the final decision in the SLP No.26696/2019 filed by Union of India and other connected matters, may take longer time, the management has taken a considered view for recognition of the project expenditure in terms of the prudent accounting principles and prevailing circumstances and also in view of the fact that various developmental activities under the Phase 3A expansion project are under completion and the said expenditure including the value of Input Tax Credit pertaining to the Civil Works was capitalised during the period ended March 31, 2023. However, the management reserves its right to claim ITC in case of favourable decision from the Supreme Court on the above issue. Accordingly, GST ITC on civil works amounting to Rs. 1,292.13 crores accumulated till March 31, 2024 (March 31, 2023: Rs. 997.13 crores) has been reversed from GST recoverable account and now capitalized against the respective assets/capital work in progress in the books on accounts during financial year ended March 31, 2023 and year ended March 31, 2024 respectively [refer note 44(m)]

**j)** The Holding Company has billed National Aviation Security Fees Trust ("NASFT") for lease rentals towards the land and space provided as barrack accommodation to CISF staff deployed at IGI Airport charging at the rates as per the principle defined in the State Support Agreement ("SSA") entered along with OMDA.

However, NASFT has refused to pay the Holding Company for the rentals for land and space billed for financial year ended March 31, 2021 and March 31, 2022 and advised the Holding Company not to raise any invoices towards rentals for financial year March 31, 2023 citing that rentals are charged at high rates

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

and any expenses incurred by Airport operator for construction of such accommodation should be claimed as part of Regulatory Asset Base (RAB). The Holding Company has raised objection on the stand taken by NASFT, which it believes is arbitrary in nature and is not in line with SSA. However, NASFT has not accepted the submissions made by the Holding Company and has withheld the payment for land and space rentals for the financial years ended March 31, 2021 and March 31, 2022.

In view of the above, the Holding Company had decided not to raise any invoices for the financial year ended March 31, 2023 and has written off the lease receivables pertaining to these areas recognized earlier until financial year ended March 31, 2022 and had disclosed the amount of Rs. 54.14 crores as an "Exceptional item" during the previous year ended March 31, 2023 in these consolidated financial statements.

**k) Leases**

**Holding Company as lessee**

The Holding Company has taken office and residential space, information technology equipment, electrical installations and equipment and plant & machinery under lease arrangements. Office premises are obtained on lease for terms ranging from 0-10 years and are renewable upon agreement of both the Holding Company and the lessor. There are no sub leases. The lease payment for the year (excluding taxes) is Rs. 7.20 crores (March 31, 2023 Rs. 9.96 crores).

**Lease liability:**

| **Particulars** | **March 31, 2024 (Rs. in crores)** | **March 31, 2023 (Rs. in crores)** |
|---|---|---|
| **Opening Lease liability** | **12.58** | **14.40** |
| Additions | 404.04 | 1.02 |
| Modifications during the year | - | 2.15 |
| Interest for the year | 9.78 | 1.34 |
| Repayment made during the year | (20.08) | (6.33) |
| **Closing Lease liability** | **406.32** | **12.58** |

*Additions includes finance lease obligation pertaining to certain plant and equipment taken on lease as a part of Phase 3A expansion project. The lease rental payments are payable on monthly basis over the lease period of 7 years. The lease obligation is partly secured by security deposits given to the lessor and also through issuance of Standby letter of credit (SBLC) in favour of lessor. SBLC issued in this regard is secured by pari-passu charge on all the future revenues, receivables, Trust and Retention account, any other reserve, other bank accounts and insurance proceeds of the Holding Company and all the rights, titles, interests, permits in respect of the project documents as detailed in the lenders agreements, to the extent permissible under Operation Management Development Agreement (OMDA) and the Escrow Account Agreement.

**Maturity profile of Lease liability:**

| **Particulars** | **within 1 year** | **1-3 years** | **3-5 years** | **Above 5 years** | **Total** |
|---|---|---|---|---|---|
| **Year ended March 31, 2024** | | | | | |
| Lease payments | 43.07 | 97.99 | 123.42 | 141.84 | **406.32** |
| Interest payments | 49.06 | 80.60 | 52.25 | 16.67 | **198.58** |
| **Year ended March 31, 2023** | | | | | |
| Lease payments | 3.99 | 5.91 | 2.68 | - | **12.58** |
| Interest payments | 1.06 | 0.98 | 0.19 | - | **2.23** |

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

**Following amount has been recognised in consolidated statement of profit and loss account:**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Depreciation on right-of-use assets | 13.34 | 5.24 |
| Interest on lease liabilities | 9.78 | 1.34 |
| Expenses related to low value assets and short-term lease (included under other expenses) | 0.25 | 0.27 |
| **Total amount recognized in consolidated statement of profit and loss account** | **23.37** | **6.85** |

**Operating lease: Holding Company as lessor**

The Holding Company has sub-leased land and space to various parties under operating leases. The leases have varying terms, escalation clauses and renewal rights.

The lease rentals received during the year (included in note 23) and future minimum rentals receivable under non-cancellable operating leases are as follows:

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Income Received during the year | 705.25 | 547.59 |
| **Receivables on non- cancelable leases** | | |
| Not later than one year | 728.97 | 564.96 |
| Later than one year but not later than two year | 754.34 | 589.59 |
| Later than two year but not later than three year | 781.49 | 615.93 |
| Later than three year but not later than four year | 810.54 | 644.12 |
| Later than four year but not later than five year | 841.63 | 674.29 |
| Later than five year | 30,415.86 | 23,351.69 |

**l) Revenue**

For the year ended March 31, 2024, revenue from operations includes Rs. 159.21 crores (March 31, 2023: Rs. 145.50 crores) from the contract liability balance at the beginning of the period.

For the year ended March 31, 2024, revenue from operations includes Rs. 196.43 crores (March 31, 2023: Rs. 189.78 crores) from the contract assets balance at the end of the period.

The Holding Company's revenue from operations disaggregated by primary geographical markets is as follows:

| | March 31, 2024 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| India | 1,061.78 | 2,941.67 | 801.69 | **4,805.14** |
| Outside | - | - | - | - |
| **Total** | **1,061.78** | **2,941.67** | **801.69** | **4,805.14** |

| | March 31, 2023 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| India | 937.63 | 2,477.25 | 575.09 | **3,989.97** |
| Outside | - | - | - | - |
| **Total** | **937.63** | **2,477.25** | **575.09** | **3,989.97** |

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इन्टरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

The Holding Company's revenue from operations disaggregated by pattern of revenue recognition is as follows:

| | March 31, 2024 | | | |
|---|---|---|---|---|
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| Services rendered at a point in time | 1,020.10 | - | - | **1,020.10** |
| Services transferred over time | 41.68 | 2,941.67 | 801.69 | **3,785.04** |
| **Total** | **1,061.78** | **2,941.67** | **801.69** | **4,805.14** |
| | **March 31, 2023** | | | |
| **Particulars** | **Aeronautical** | **Non-aeronautical** | **Others** | **Total** |
| Services rendered at a point in time | 906.00 | - | - | **906.00** |
| Services transferred over time | 31.63 | 2,477.25 | 575.09 | **3,083.97** |
| Total | **937.63** | **2,477.25** | **575.09** | **3,989.97** |

**Reconciliation of revenue from operation recognised in the consolidated statement of profit and loss with the contracted price:**

| Particulars | March 31, 2024 | March 31, 2023 |
|---|---|---|
| Revenue as per contracted price | 4,805.14 | 3,989.97 |
| Adjustments:<br>- Significant financing component | - | - |
| **Total** | **4,805.14** | **3,989.97** |

m) During the year 2018-19, the Holding Company had started the construction activities for Phase 3A airport expansion as per Master Plan. The Holding Company has incurred the following costs towards construction of Phase 3A works.

| Particulars | Cumulative amount as at March 31, 2024 (excluding GST) | Cumulative amount as at March 31, 2023 (excluding GST) |
|---|---|---|
| Cost incurred# | 10,651.98 | 8,113.02 |
| Capital advance outstanding | - | 337.03 |
| **Total Cost (excluding IDC) (A)** | **10,651.98** | **8,450.05** |
| Interest cost during construction (IDC)** | 2,121.54 | 1,678.43 |
| Less :- Income on surplus investments | (399.11) | (333.64) |
| **Net IDC (B)** | **1,722.43** | **1,344.79** |
| **Total Cost* (A+B)** | **12,374.41** | **9,794.84** |

* Out of above, assets amounting to Rs. 12,315.47 crores (March 31, 2023: Rs. 1,691.72 crores) are ready for use as at March 31, 2024.

#The Holding Company has capitalized GST ITC on Civil works related to Phase 3A airport expansion availed till March 31, 2024 for Rs. 1,196.34 crores (March 31, 2023: Rs. 945.81 crores) [refer note 44 (i) also].

K.S. RAO & CO. Chartered Accountants BENGALURU

दिल्ली इंटरनेशनल एयरपोर्ट लिमिटेड Delhi International Airport Ltd. New Delhi नई दिल्ली

** The Holding Company has taken specific borrowings for the Phase 3A Expansion project (refer note 17). The effective rate for these borrowings ranges from 9.59% p.a. to 12.08% p.a. (March 31, 2023: 10.05% p.a. to 11.94% p.a.).

The Holding Company has capitalized the following expenses during construction, included in the above, being expenses related to phase 3A airport expansion project. Consequently, expenses disclosed under the respective notes are net of amounts capitalized by the Holding Company.

| Particulars | Cumulative amount as at March 31, 2024 | Cumulative amount as at March 31, 2023 |
|---|---|---|
| Employee benefit expenses | 65.06 | 54.83 |
| Manpower hire charges | 48.78 | 38.91 |
| Professional consultancy | 6.68 | 6.05 |
| Travelling and conveyance | 7.90 | 6.58 |
| Insurance | 4.65 | 4.55 |
| Others | 13.96 | 10.89 |
| **Total** | **147.03** | **121.81** |

**n)** During the year, the Holding Company has incurred net loss of Rs. 180.61 crores (March 31, 2023: 284.86 crores) and its current liabilities exceed its current assets by Rs. 485.41 crores as at 31 March 2024 (March 31, 2023: Rs. 560.90 crores). Considering the future business plans and sufficient unutilized approved credit facilities available with the Holding Company, the management believes that the Holding Company will be able to realize its assets and will be able to meet its liabilities at the amounts stated in books in the normal course of business. Accordingly, the Holding Company has prepared these consolidated financial statements on a going concern basis.

**o)** The Ministry of Corporate Affairs (MCA) has prescribed a new requirement for companies under the proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 inserted by the Companies (Accounts) Amendment Rules 2021 requiring companies, which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled.

The Holding Company is using an accounting software for maintaining its books of account, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software, except that the audit trail logs for direct changes in data at database level for accounting software is available only for 7 days. The retention of edit logs for more than 7 days will require huge data space and accordingly, the Holding Company has implemented additional control, wherein alerts generated through these logs are monitored at the Security operation Centre.

Further, DDFS and TFS use Microsoft Dynamics Navision as the primary accounting software along with LS Retail, which is a billing software. During the current financial year, the audit trail (edit log) feature for any direct changes made at the database level was not enabled for the accounting software Microsoft Dynamics Navision (Database - SQL) and LS Retail used for maintenance of all the accounting records by DDFS and TFS because enabling this facility will severely impact ERP performance due to direct impact on server resources due to heavy audit logging. However, the audit trail (edit log) at the application level (entered from the frontend by users) for the accounting software were operating for all relevant transactions recorded in the software.

K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

(All amounts in Rupees crores, except otherwise stated)

**45.Additional information pursuant to Schedule III of the Companies Act, 2013.**

| S No. | Name of the entity | % of shareholding | March 31, 2024 | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | | Net Assets | | Share in Profit and Loss | | Share in other Comprehensive Income (OCI) | | Share in Total Comprehensive Income (TCI) | |
| | | | As % consolidated net assets | Amount | As % consolidated Profit and Loss | Amount | As % of consolidated OCI | Amount | As % of consolidated TCI | Amount |
| | **Holding Company** | | | | | | | | | |
| 1 | DIAL | 100.00 | 83.55 | 1,489.71 | 99.18 | (180.61) | 99.94 | (105.20) | 99.56 | (285.81) |
| | **Associates (Indian)** | | | | | | | | | |
| 1 | TIMDAA | 49.90 | 3.87 | 69.02 | (9.87) | 17.98 | 0.09 | (0.10) | (6.22) | 17.88 |
| 2 | DAPSPL | 49.90 | 2.88 | 51.35 | (9.26) | 16.87 | (0.01) | 0.01 | (5.87) | 16.88 |
| 3 | TFS | 40.00 | 0.97 | 17.24 | (6.55) | 11.93 | (0.02) | 0.02 | (4.16) | 11.96 |
| 4 | CELEBI | 26.00 | 2.96 | 52.81 | (14.99) | 27.29 | 0.06 | (0.06) | (9.48) | 27.24 |
| 5 | DIGI Yatra Foundation | 14.80 | 0.05 | 0.85 | (0.70) | 1.27 | - | - | (0.44) | 1.27 |
| | **Joint Ventures (Indian)** | | | | | | | | | |
| 1 | DASPL | 50.00 | 0.71 | 12.58 | 1.04 | (1.90) | - | - | 0.66 | (1.90) |
| 2 | DAFFPL | 26.00 | 3.50 | 62.35 | 0.17 | (0.30) | 0.00 | (0.00) | 0.11 | (0.31) |
| 3 | DDFS | 49.90 | 15.51 | 276.60 | (63.52) | 115.66 | 0.00 | 0.00 | (40.25) | 115.67 |
| 4 | GBHHPL | 20.14 | - | - | 8.56 | (15.59) | (0.06) | 0.06 | 5.40 | (15.53) |
| | **Total** | | | **2,032.51** | | **(7.39)** | | **(105.26)** | | **(112.95)** |
| | Inter-company elimination/ adjustments | | (13.99) | (249.44) | 95.94 | (174.71) | - | - | 60.80 | (174.71) |
| | **Net** | | **100.00** | **1,783.07** | **100.00** | **(182.10)** | **100.00** | **(105.26)** | **100.00** | **(287.36)** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

(All amounts in Rupees crores, except otherwise stated)

| S No. | Name of the entity | % of shareholding | March 31, 2023 | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | | Net Assets | | Share in Profit and Loss | | Share in other Comprehensive Income (OCI) | | Share in Total Comprehensive Income (TCI) | |
| | | | As % consolidated net assets | Amount | As % consolidated Profit and Loss | Amount | As % of consolidated OCI | Amount | As % of consolidated TCI | Amount |
| | **Holding Company** | | | | | | | | | |
| 1 | DIAL | 100.00 | 85.76 | 1,775.52 | 106.35 | (284.86) | 99.95 | (311.73) | 102.91 | (596.59) |
| | **Associates (Indian)** | | | | | | | | | |
| 1 | TIMDAA | 49.90 | 2.47 | 51.14 | (4.19) | 11.23 | (0.02) | 0.05 | (1.95) | 11.28 |
| 2 | DAPSPL | 49.90 | 2.16 | 44.63 | (4.45) | 11.92 | 0.00 | 0.00 | (2.06) | 11.92 |
| 3 | TFS | 40.00 | 0.53 | 10.88 | (3.20) | 8.58 | 0.00 | (0.01) | (1.48) | 8.57 |
| 4 | CELEBI | 26.00 | 2.64 | 54.69 | (8.23) | 22.03 | 0.01 | (0.03) | (3.79) | 22.00 |
| 5 | DIGI Yatra Foundation | 14.80 | (0.01) | (0.13) | (0.01) | (0.02) | - | - | (0.00) | (0.02) |
| | **Joint Ventures (Indian)** | | | | | | | | | |
| 1 | DASPL | 50.00 | 0.70 | 14.48 | 1.40 | (3.75) | 0.00 | 0.00 | 0.65 | (3.75) |
| 2 | DAFFPL | 26.00 | 3.26 | 67.43 | (2.24) | 6.00 | 0.00 | 0.00 | (1.03) | 6.00 |
| 3 | DDFS | 49.90 | 13.80 | 285.69 | (49.70) | 133.11 | 0.05 | (0.16) | (22.93) | 132.95 |
| 4 | GBHHPL | 20.14 | 0.75 | 15.53 | 15.76 | (42.21) | 0.00 | (0.00) | 7.28 | (42.21) |
| | **Total** | | | **2,319.86** | | **(137.97)** | | **(311.88)** | | **(449.85)** |
| | Inter-company elimination/ adjustments | | (12.05) | (249.44) | 48.49 | (129.87) | - | - | (22.40) | (129.88) |
| | **Net** | | **100.00** | **2,070.42** | **100.00** | **(267.84)** | **100.00** | **(311.88)** | **100.00** | **(579.73)** |

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K.S. RAO & CO. Chartered Accountants BENGALURU

Delhi International Airport Ltd. New Delhi

46. Certain amounts (currency value or percentages) shown in the various tables and paragraphs included in these consolidated financial statements have been rounded off or truncated as deemed appropriate by the management of the Holding Company.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm Reg. No.: 001076N/N500013

**Danish Ahmed**
Partner
Membership no: 522144
Place: New Delhi
Date: May 29, 2024

For **K.S. Rao & Co.**
Chartered Accountants
Firm Reg. No.: 003109S

**Sudarshana Gupta M S**
Partner
Membership No. 223060
Place: New Delhi
Date: May 29, 2024

For and on behalf of the Board of Directors of
**Delhi International Airport Limited**

**G.B.S. Raju**
Managing Director
DIN-00061686

**Indana Prabhakara Rao**
Executive Director
DIN-03482239

**Videh Kumar Jaipuriar**
Chief Executive Officer

**Hari Nagrani**
Chief Financial Officer

**Abhishek Chawla**
Company Secretary
Place: New Delhi
Date: May 29, 2024