Annual Report 2011-12









DELHI METRO

























"Delhi Metro is a proud symbol of the tremendous progress that India has made in the last decade. It is a Comfortable, convenient and eco-friendly mass transport system, which is benefitting lakhs of people everyday. I am extremely pleased to share the experience of the people by traveling in Delhi Metro today. I wish DMRC all the best for their future endeavors."

Pratibha Devisingh Patil
President of India
08.07.2012

This is a remarkable achievement. It has done great public good. Citizen of Delhi and of India are proud of it. I congratulate Delhi Metro and all its personnel for the excellence of their work and for their dedication. It is a model for all of us .

Mohammad Hamid Ansari
Vice President of India
02.12.2011

It was a pleasure for me to have accompanied Hon'ble Vice President Shri Hamid Ansari Ji, Smt. Salma Ansari Ji, on a ride on Delhi Metro between the Central Secretariat and Civil Lines Stations with a final stop at Patel Chowk station which also houses the DMRC Museum, in the company of the Metro Chief Shri E. Sreedharan and other senior officials. Delhi Metro is a shining example of what can be achieved by dedicated professionals combining high ethical integrity with excellent domain knowledge, commitment to quality and sustained, disciplined hard work : My warmest felicitations to the DMRC Team & best wishes for their future contributions to the Nation.

Tejendra Khanna
Lt. Governor, Delhi
04.12.2011

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STATUTORY AUDITORS

M/s Suresh Chandra & Associates, Chartered Accountants

New Delhi

Company Secretary

Shri. S.K. Sakhuja

Registered Office

Delhi Metro Rail Corporation Ltd.

Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi - 110001, India

Board No :- 23417910/12

Fax No:- 23417921

Website : www.delhimetrorail.com



BOARD OF DIRECTORS

Shri Sudhir Krishna	Chairman, DMRC Ltd. & Secretary (UD), MOUD, Nirman Bhawan, New Delhi-110011
Shri Mangu Singh	Managing Director, DMRC Ltd. Metro Bhawan, Fire Bigade Lane, Barakhamba Road, New Delhi-110001
Shri P.K. Tipathi	Director, DMRC Ltd. & Chief Secretary Government of NCT of Delhi, Vth Level, Delhi Sachivalaya, I.P. Estate, New Delhi-110002
Shri A.K. Gupta	Director, DMRC Ltd. & Additional Member (Works) Railway Board, Ministy of Railways, Rail Bhawan, New Delhi-110001
Shri D. Diptivilasa	Director, DMRC Ltd. & Additional Secretary, (UD), MOUD, Nirman Bhawan, New Delhi-110011
Shri S.K. Srivastava	Director, DMRC Ltd. & Vice Chairman, DDA, Vikas Sadan, New Delhi -110023
Smt. Naini Jayaseelan	Director, DMRC Ltd. & Member Secretary (NCRPB) Ministry of Urban Development, 1st Floor, Core - IV B, India Habitat Centre, Lodhi Road, New Delhi -110003
Shri R. Chandramohan	Director, DMRC Ltd. & Principal Secretary-cum-Commissioner (Transport), GNCTD, Transport Department, 5/9, Underhill Road, Delhi- 110054
Shri D.M. Spolia	Director, DMRC Ltd. & Principal Secretary (Finance), Government of NCT of Delhi, IVth Level, Delhi Sachivalaya, IP Estate, New Delhi-110002
Shri Ramesh Chandra	Director, DMRC Ltd. F-6/3, Fist Floor, Vasant Vihar, New Delhi
Shri Satish Kumar	Director (Electrical), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001
Shri R.N. Joshi	Director (Finance), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001
Shri Raj Kumar	Director (Operation), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001
Shri H.S. Anand	Diector (Rolling Stock), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001
Shri Jitendra Tyagi	Director (Works), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001
Shri S.D. Sharma	Director (Business Development), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001
Shri D.K. Saini	Director (Project), DMRC Ltd., Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001

Chairman's Speech



Dear Shareholders,

It is my proud privilege to welcome you all to the 17th Annual General Meeting of the Corporation. I also acknowledge your continued support and guidance for the smooth functioning of DMRC. The Directors' Report and the Audited Annual Accounts for the Financial Year 2011-2012 have already been circulated to all of you and with your permission, I take them as read. I am pleased to state that CAG has cleared the accounts with 'NIL' comments for the seventh time in succession.

The last one year has been a year of transition for Delhi Metro Rail Corporation as during this year, the Corporation has confidently started the construction work of Phase-III, about 120 kilometers of metro lines, after the successful completion of Phase-II. The new Managing Director, during his tenure of a few months, has shown tremendous decision making prowess and commitment towards the ambition of completing the next phase of construction on time. You will appreciate that both the Govt. and the General Public have very expectations from Delhi Metro. By and large Delhi Metro has met such high expectations on all such fronts.

Delhi Metro has become the first ever railway project in the world to claim carbon credits for regenerative braking. Further, the DMRC has also been certified in June 2011 by the United Nations body as the first Metro Rail and Rail based system in the world to get carbon credits for reducing Green House gas emissions as it has helped to reduce pollution levels in the city by 4.5 lakh tons every year thus helping in reducing global warming.

Due to metro's soaring popularity, about two million people travel by it everyday. In order to provide more convenience to the lakhs of passengers there are plans to steadily convert more four coach trains into six/eight coach trains. Further, to ensure the last mile connectivity in the interior areas of city more feeder buses are being added.

The Government of India, Government of NCT of Delhi, Japan International Co-operation Agency, various city agencies, national and international contractors and consultants and above all the citizens of this city are extending all possible help, assistance and their goodwill to Delhi Metro Project, which call for my sincere thanks for their valuable support. I wish for their whole hearted patronage in future also. Lastly, on behalf of the Board of Directors, I must heartily compliment all the employees of DMRC whose dedication and commitment have earned us all the success.

Thank you,

Sd/-
(Sudhir Krishna)
Chairman
Delhi Metro Rail Corporation Ltd.

Place: New Delhi
Date: 5th September 2012

Directors' Report 2011-2012

Your Directors have pleasure in presenting the 17th Annual Report together with the Audited Accounts, Auditors' Report and comments of Comptroller and Auditor General of India thereon for the financial year ended March 31, 2012.

Financial Highlights

During the year under review, the total revenue generated was ₹ 2247.77 crore inclusive of income from operations, real estate, consultancy and other incomes as against ₹ 1608.02 crores in the previous year. The total expenditure incurred for the same period was ₹ 1301.43 crore giving a profit before depreciation and interest amounting to ₹ 946.34 crores. After adjustment of interest and depreciation reserve amounting to ₹ 200.58 crores and ₹ 800.87 crores respectively, a loss amounting to ₹ 68.10 crores was incurred during the year. Further, after providing for deferred tax liability and wealth tax etc. amounting to ₹ 116.81 crores and ₹ 0.24 crores respectively, there was a net loss of ₹ 185.15 crores.



Operational income of ₹ 1281.57 crores was earned during the year, against which expenditure incurred; (exclusive of interest and depreciation) was ₹ 627.85 crores yielding an operating profit of ₹ 653.72 crores. As compared with the previous year, there is an increase in the revenue by an amount of ₹ 342.92 crores i.e. an increase of 36.53%. Average ridership per day increased from 12.60 lakhs during the year 2010-11 to 16.60 lakhs in 2011-12. Presently, the average ridership per day is around 19.00 lakhs.

In consultancy area, the receipt was ₹ 25.50 crores and the expenditure of ₹ 4.91 crores yielding a surplus of ₹ 20.59 crores as against ₹ 14.57 crores in the previous year. During the year, the company executed the External Project Works of ₹ 544.38 crores as against ₹ 384.43 crores in the previous year. The value of work done for Phase-III including NCR and works of Phase-II which were completed during the year was ₹ 1556.36 crores.

An amount of ₹ 1455.25 crores was received from the Government of India and Government of National Capital Territory of Delhi (GNCTD) towards equity. As on 31st March, 2012 total contribution of equity capital amounting to ₹ 11823.95 crores has been allotted to both the Governments. An additional amount of ₹ 480.35 crores received from GNCTD is available as Share Application Money pending allotment as on 31st March, 2012.

JICA loan amounting to ₹ 927.88 crores was received during the year. As on 31st March 2012, total amount of JICA loan stood at ₹ 15,480.04 crores. Further, during the year JICA loan amounting to ₹ 67.69 crores and interest amounting to ₹ 213.48 crores had been paid to Government of India (GOI) for onward submission to JICA. Total repayment obligations of JICA loan upto the close of financial year 2011-2012, aggregating to ₹ 1107.49 crores have been duly met by the company.

In addition to Equity, Subordinate Debts of ₹ 216.00 crores each from GOI & GNCTD towards land acquisition for Phase-III and ₹ 294.00 crores and ₹ 33.87 crores from GOI & GNCTD respectively towards Central Sales Tax were received during the year. Total contribution against Subordinate Debts as on 31st March 2012 stood at ₹ 2412.17 crores from GNCTD & GOI respectively.

The company received grant of ₹ 100.00 crores each from HUDA and GOI for extension of Metro to Faridabad. Further, grant of ₹ 300.00 crores was received from Delhi Development Authority (DDA) for Phase-III, ₹ 1.63 crores from CISF for construction of Girl's Hostel at Shastri Park and ₹ 1.75 crores from GNCTD for purchase of Feeder Bus under Jawaharlal Nehru National Urban Renewal Mission (JnNURM) Scheme.

Status of the Delhi MRTS Project

A. Phase II

During the year under review your company achieved another milestone by opening of the remaining sections of Phase-II for commercial operations:

- Anand Vihar to Vaishali Section (2.57 km) w.e.f. 14th July, 2011;
- Ashok Park Main to Kirti Nagar Section (3.31 km) w.e.f. 27th August, 2011;

With the opening of these sections the total route length of metro network as at the end of the year is 167.33 km exclusive of 22.70 km of Airport Express line.

B. Phase -III

The Government has approved the Phase-III of Delhi MRTS project on 9.8.2011. The approved Phase-III network has 4 corridors with 103.050 km of route length with 67 stations. The approved cost of the project is ₹ 35242 crores with central taxes. The main motive behind the recommended corridors for Phase-III network has been to give metro network smooth connectivity by providing more interchange stations for switching from one corridor to another. This will reduce the travel time for metro commuters.

In addition to the above, the Government has also approved the extension of Delhi Metro to Faridabad on 9.8.2011 with

13.875 km of route length with 9 stations to be funded by Government of Haryana and GOI excluding rolling stock, which will be funded by DMRC. Further, other corridors namely Mundka-Bahadurgarh (11.18 km), Shiv Vihar Extension (2.7 km), and Najafgarh Extension (5.5 km) have also been approved by the Government on 7.8.2012.

Physical works on Phase-III has commenced and its progress by the end of the financial year 2011-12 was 6.0%. The entire Phase-III project is planned to be completed by the year 2016. After Phase-III, citizens of Delhi will get a larger local transportation system, where a commuter can get metro services from major residential and commercial locations, with greater connectivity to all major National Capital Region (NCR) sub-urban areas.

Feeder Buses

In order to ensure the last mile connectivity in the interior areas of the city, feeder buses are being added. Delhi Metro has selected cluster operator(s) who will procure, operate and maintain 300 non-AC Midi Buses including 228 buses with the assistance under Jawaharlal Nehru National Urban Renewal Mission (JnNURM) Scheme, in three clusters of 100 buses each. Further, More Delhi Card, which is common mobility card for Delhi has been introduced on 10 feeder buses.

External Project

During the financial year DMRC has completed the project - Delhi High Court Automated Underground Multi level Car Parking. DMRC has been carrying out the construction & supervision work of the metro projects in Jaipur & Kochi and work of Institute of Liver & Biliary Science (ILBS), etc.

Consultancy Assignments

Detailed Project Report (DPR) of Kozhikode Monorail, Chandigarh Metro, Bangalore Phase-II, Pre-feasibility study for Kerala High Speed Rail corridor have been submitted. DPR for Kerala High Speed Rail Corridor (527 km), Nagpur Metro Rail Project, Thiruvananthapuram monorail project, Delhi monorail project, Delhi, Phase-IV metro corridors are under preparation. Further, prime consultancy work of Rapid Metro Gurgaon, Chennai Metro and Kolkatta Metro (East West corridor) are on-going, various other cities like Pune, Ludhiana have approached DMRC for our services as Prime Consultants/General Consultants. Expression of Interest have also been submitted to Dhaka Metro for engagement as General Consultants.

Rolling Stock

Your company currently has 1022 coaches and further proposed to add 212 coaches to ease out the overcrowding in the trains. The six coach trains have been introduced from December 2010 onwards to cater to more passengers. There are plans to steadily convert more four coach trains into six coach/ eight coach trains.



In Phase-III apart from extension of Line 6 & Line 2, two new lines - Line 7 & Line 8 are proposed. Further, in Phase-III for Line 7 and Line-8, Communication Based Train Control (CBTC) system has been planned so as to achieve better utilization of infrastructure. The stock proposed in these lines is standard gauge with 3200mm wide cars. Further, to increase the carrying capacity 486 coaches (6 car Trains) are proposed for new lines with a feature of unattended train operation and 92 standard gauge coaches are proposed for augmentation of existing standard gauge trains sets in operation on Line 5 & Line 6. Further, Platform Screen Door (PSD) are also proposed to be installed at various stations of Line-7 & 8 of Phase-III and some of the existing stations of Phase-I and II.

Metro trains have been designed for fast acceleration / deceleration and maximized energy efficiency with advance features such as Automatic Train Protection, Train Integrated Management System (TIMS)/ Train Control Management System (TCMS) for continuous monitoring of critical sub-system, secondary air suspension and microprocessor controlled regenerative braking that pumps back electricity into the system during braking. The state-of-the-art lightweight, stainless steel, fully vestibule air-conditioned coaches are equipped with electronic passenger information display system, passenger alarms, and communication systems, audio announcement facility for pre-informing passengers about the arrival of platforms and the most modern sensor-based automatic electric door opening and closing operation.



Safety Programme

Your company undertakes various safety awareness campaigns for our staff, commuters, general public and employees of contractors working with us. DMRC safety teams as well as experts from General Consultants actively participated in these awareness campaigns. At project sites, safety training has been made mandatory for all contractors' workers and staff. Competence Assessment based

training has been organized on key critical trades for our own employees as well as personnel engaged through contractors. During the financial year 2011-12, Safety Awareness Week was organized from 4 -10th March, 2012 wherein DMRC employees participated in events like safety seminars, safety quiz and various other safety promotional activities.

Carbon Credit

Clean Development Mechanism (CDM) is a market driven mechanism and offers an opportunity to contribute towards environmental sustainability through business operations while at the same time helps to generate revenue by selling carbon credits. DMRC has become first ever railway project in the World to claim carbon credits for regenerative braking. DMRC has also been certified in June, 2011 by the United Nations body as the first Metro Rail and Rail based system in the world to get carbon credits for reducing Green House gas emissions as it has helped to reduce pollution levels in the city by 4.5 lakh tons every year thus helping in reducing global warming.

DMRC so far has helped remove more than 91 thousand vehicles from the roads of Delhi daily. Accordingly, DMRC's second CDM project has been developed, based on the shift of public travel in cars/buses and other means of road transport to the metro trains.

Further, in Phase- III, lifts and escalators designed with regenerative braking are proposed so as to use the data for claiming carbon credits.

Corporate Social Responsibility

DMRC as a corporate entity is fully aware of its obligations towards environment, the country and the society at large. The Company has always discharged its social responsibility as a part of its Corporate Governance philosophy. Providing uninterrupted transport service itself fulfills a great social responsibility.

DMRC's corporate culture specified that the Metro should not lead to ecological or environmental degradation. For every tree cut during construction, 11 trees are being planted as compensatory afforestation, including a tree close to the original location from where it was cut. Many eco-friendly varieties of trees have been transplanted.



During construction, the contractors are encouraged to adopt environmental friendly construction practices. Rain Water Harvesting has been made a part of station construction contracts. Further, infrastructure is being created which is aesthetically appealing having optimum use of energy and causing minimum impact on the environment.

During the year, the Company has constructed a fully furnished 'Winter Old Age Home' in Kalkaji near Govindpuri Metro Station, New Delhi, which was run in collaboration with an NGO called the HelpAge India from November, 2011 to March, 2012.

It is pertinent to mention that the fully furnished children's home named 'ARMAN' for about 120-125 children constructed by DMRC in the year 2010-2011 at Tiz Hazari has been running successfully by an NGO known as 'Salam Balak Trust'.

Your company intends to take up similar projects in the future as well.

Human Resource Management

Human Resource constitutes the biggest asset for any organization. The Management of Delhi Metro always feels that motivated, contented and satisfied work force is the key for the successful achievement in the organizational goals. Keeping this objective in view, the company continues to work for human resource development and realization of its potential. Manpower strength of DMRC as on 31st March, 2012 was 6920 comprising of 579 executives and 6341 non- executives. With a view to bring greater job satisfaction and enhance the capabilities of our human resource, a number of HR initiatives have been taken including the training programmes. Elaborate training modules have been developed for all categories of employees. Apart from technical training, emphasis is also given on imparting soft skills in ethics, courtesy / customer care, first aid, fire fighting, environmental awareness & protection, disaster management, yoga & meditation classes, etc. Besides above, monthly knowledge session was held for dissemination of the informative knowledge on various topics of day to day interest to the executives.

DMRC's Training Institute at Shastri Park has been conferred ISO (ISO; 9001: 2008) for design, development & delivery of training programmes to the metro employees. Apart from regular faculty members, DMRC officers and supervisors from field also take regular classes as guest faculty.

Further, various Welfare Schemes have been implemented for the benefit of employees: outstation trips have been organized for employees and their families; recreational centers / clubs have been functioning in different colonies of DMRC quarters; for free health check-up, etc. regular visits of doctors are arranged at various metro offices and staff quarters.

To address the employees' grievances, an online e-grievance redressal system has been functioning in the company. Open house sessions have been started in different depots and crew control points of Operation & Maintenance, executives of both

Human Resource and Accounts department jointly attend to the employees' grievances at their work sites.
The Employer-Employee relationship continued to be cordial throughout the year.

Official Language

The company is making all out efforts to promote use of Hindi in all spheres of official work. The Hindi fortnight was celebrated from 12th-23rd September, 2011 in the company. Various competitions were organized to encourage the progressive use of Hindi and 51 employees of the company were awarded with prizes. Further, various publicity materials / manuals were made available in bilingual form.

Right to Information (RTI)

It has been the sincere efforts of DMRC to see that various enabling provisions of the Right to Information Act, 2005 (RTI) are implemented in letter and spirit. Accordingly, an appropriate mechanism has been set up in the company with a dedicated centralized RTI Cell to process applications.

Public Relation Management

During the year under review the following public awareness activities were taken up by DMRC:

- Community Interaction Programmes have been organized along the proposed alignments of Phase - III to inform and sensitize the people about the proposed Metro construction work
- Awareness weeks have been organized on lifts, escalators, etc. to make the commuters aware about the safe use of these facilities
- Radio and newspaper advertisements have also been brought out to create awareness about issues such as safe boarding and de-boarding of trains
- Star cricketers Shri Virender Sehwag and Shri Umesh Yadav were also roped in to feature in a series of video messages regarding the safe use of Metro trains



Vigilance

Vigilance Organization in your company is under the umbrage of Central Vigilance Commission and follows its guidelines. Prevention rather than punitive action is the sole thrust in the preventive checks of on-going works. Outcome of the checks are carefully drafted into system improvement circulars for plugging the loopholes. Participative vigilance through active care of commuters, involvement of stakeholders in construction and operational areas was maintained during the year. Improvements in transparency by maximizing e-payments, e-procurements, uploading of open tenders notices & awarded tender details and in recruitment process has been sustained. Interaction with staff through training session on Vigilance Administration is a regular training activity. Vigilance Week is observed every year to educate employees about safe business practices in their day to day working.

IT Initiatives

Your company is an IT savvy organization and is continuously adopting the latest and the state-of-the-art IT solutions, keeping pace with fast changing industry. Uses of SAP ERP (ECC 6.0) have been extended to Rolling Stock Maintenance. Further, intranet site has been developed to share information among employees.

Fixed Deposit

The Company has not invited deposits from Public under section 58A of the Companies Act, 1956.

Particulars of Employees

There was no employee in the Company falling under the category of employees required to be reported under Section 217 (2)(A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time.

Energy, Technology, Foreign Exchange

Information in accordance with the provisions of Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo is given below:

(i) Conservation of Energy

Your company's operations are energy intensive since all aspects of operation of running of trains, air conditioning of underground stations, lighting of stations, lifts, escalators etc. involve electric energy utilization. In addition to the various measures already taken for conservation of energy and optimum use of energy, the following steps have been taken for further improvement to optimize energy consumption:

a. In Phase-II stations air conditioning system - cooling towers have been provided with two speed blower fans in place of single speed thereby regulating speed.
b. Anti fouling devices have been provided in condenser tube of chiller system of Phase-II to ensure internal cleaning of tubes resulting in better efficiency of the system as well as energy conservation
c. As a part of the energy conservation, energy audit of one of the Metro Station viz. Barakambha Road Station has

been got carried by Petroleum Conservation Research Association (PCRA), optimizing energy consumption. More such energy audits are planned.

d. 16 nos. of 2*36 watts fluorescent have been replaced by more energy efficient 3*150 watts Metal halide lamps in the stair case area of Line-3 stations
e. Timers have been provided for switching on/off of the lights of station area to synchronize with sunset & sunrise timings
f. Limit switch have been provided in the service room entrance door to ensure switching off the lights in the service room when the doors are closed after the maintenance of the equipments in the room
g. Independent switches have been provided for each light in the service room so that only minimum no. of desired lights is switched on

Further in Phase-III in coaches load weigh signal shall be used for controlling the performance of HVAC system.

Technology Absorption

The process of indigenous development of imported item continues. More such items of OHE system & PSI have been developed indigenously. Further an electronic lab has been set up for testing & repair of the costly electronic cards, relays, etc. This has helped in reducing the import of electronic cards as a replacement and saved substantial amount.

(ii) Foreign Exchange earnings and outgo

(₹ in Lakhs)

S. No.	Particulars		2011-12	2010-11
A.	Value of imports calculated on CIF basis		1023.86	3221.98
B.	Expenditure in Foreign currency on			
	(i)	Professional and consultancy fee	659.85	1036.17
	(ii)	Tours and Travels	36.40	28.15
	(iii)	Contracts*	74686.60	105212.75
	(iv)	Others	72.55	153.10
C.	Earnings in Foreign Exchange			
	(i)	Consultancy	NIL	NIL
	(ii)	Interest	NIL	NIL
	(iii)	Others	11.19	357.96
D.	Value of Components, spare parts and store consumed			
	(i)	Imported	235.61	271.71
	(ii)	Indigenous	1900.86	1442.65

* The values are calculated based on composite milestone payments (net cash Payments), which includes expenditure on Design, Erection, Testing, Commissioning, etc.

Auditors' Report

The Statutory Auditors' Report on the Accounts of the Company for the financial year ended 31st March 2012 is enclosed. The 'Nil' comment on annual accounts and auditors' report for the financial year ended 31st March 2012 by the Comptroller & Auditor General of India under Section 619 (4) of the Companies Act, 1956 does not call for any reply from the management and is enclosed herewith.

Directors

During the financial year 2011-2012, the Board of Directors had four Board Meetings on 30th June 2011, 7th September 2011, 26th December 2011 and 15th March 2012.

The following changes among the Directors took place during the financial year 2011-2012:

- Dr. Sudhir Krishna, Chairman, DMRC and Secretary (UD), MOUD, joined the Board on 7th September, 2011 vice Shri Navin Kumar, former Chairman (DMRC) and Secretary (UD) MOUD.
- Shri R. Chandramohan, Principal Secretary-cum-Commissioner (Transport), GNCTD, joined the Board on 7th September, 2011 vice Shri R.K. Verma, former Principal Secretary-cum-Commissioner (Transport), GNCTD.
- Smt. Naini Jayaseelan, Member Secretary, National Capital Region Promotion Board, MOUD, joined the Board on 26th December, 2011 vice Smt. Vilasini Ramachandran, former Special Secretary (Expenditure), Ministry of Finance.
- Shri Mangu Singh, Managing Director, DMRC, joined the Board on 1st January, 2012 vice Dr. E. Sreedharan, former Managing Director, DMRC.
- Shri Jitendra Tyagi, Director (Works), DMRC, joined the Board on 1st February, 2012 vice Shri Mangu Singh, former Director (Works), DMRC.
- Shri D. Diptivilasa, Additional Secretary, MOUD, joined the Board on 15th March, 2012 vice Shri R.C. Mishra, former Additional Secretary, MOUD.

The following changes among the Directors took place during the current financial year 2012-13 (before the date of Annual General Meeting):

- Shri Kumar Keshav, Director (Project & Planning), DMRC resigned and relieved on 31st May, 2012.
- Shri S.D.Sharma, Director (Busines Development), DMRC joined the Board on 18th June, 2012.
- Shri A.K.Gupta, Additional Member (Works), Railway Board, joined the Board on 27th July, 2012 vice Shri A.P.Mishra, Member (Engineering), Railway Board.
- Shri S.K. Srivastava, Vice Chairman, DDA joined the Board on 5.9.2012 vice Shri G.S. Patnaik, former Vice Chairman, DDA.

Your Board of Directors welcome new Directors on the Board and places on record its deep sense of appreciation for the valuable contributions made by all the outgoing Directors.

Audit Committee

The Audit Committee constituted by the Board in accordance with the provisions of the section 292 (A) of the Companies Act, 1956, consists of five members. The terms of reference of the Audit Committee as approved by the Board are as under:

i. To review half-yearly and annual financial statements before submission to the Board.
ii. To ensure compliance of Internal Control Systems.
iii. To have periodical discussions with auditors about internal control systems, the scope of audit including the observations of the auditors.
iv. To investigate into any matter suo moto or as referred to it by the Board.

During the financial year 2011-2012, the Audit Committee met three times on 27th June 2011, 7th September 2011 and 26th December 2011 to review various Audit Reports, Half-yearly Accounts and Annual Financial Statements.

Directors' Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956, the Directors confirm the following in respect of the audited annual accounts for the year ended 31st March, 2012.

i. That in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
ii. That the Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and the profit or loss of the Company for that period.
iii. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities.
iv. That your Directors have prepared the annual accounts on a going concern basis.

Acknowledgements

The Board place on record their gratitude for the invaluable guidance and continued co-operation and support extended by various Ministries, Departments and agencies of Govt. of India and Govt. of National Capital Territory of Delhi.

The Board is also thankful to Japan International Co-operation Agency and Japan Government for providing financial assistance in the form of soft loan to this project.

The Board also acknowledges and extend its sincere thanks to various national and international contractors, consultants, technical experts and suppliers for their continued support and co-operation.

The Board wishes to place on record their sincere appreciation for the devoted, dedicated services rendered and excellent team work by all employees which led the company to achieve all project targets and to run the train services in a most efficient manner.

For and on behalf of the Board of Directors of
Delhi Metro Rail Corporation Ltd.

Sd/-
(Sudhir Krishna)
Chairman

Place: New Delhi
Date: 05.09.2012

Corporate Governance Report For The Financial Year 2011-2012

Though Delhi Metro Rail Corporation Ltd. is not a listed company, but keeping the underlying principles of Corporate Governance i.e. value, ethics and commitment to follow best business practices in view, your Directors places the following Corporate Governance Report to the members of the company:

1. Board of Directors

In terms of the Articles of Association of the Company, strength of the Board shall not be less than 3 Directors not more than 12 Directors excluding nominee Directors. These Directors may be either whole - time functional Directors or part-time Directors.

2.1 Constitution of the Board

DMRC is a Government Company within the meaning of section 617 of the Companies Act, 1956. Presently, 100% of the total paid-up share capital is held by Govt. of India and GNCTD in 50:50 ratio. Both the Governments have right to appoint equal number of nominee Directors on the Board of Directors.

2.2 Composition of the Board

As on 31st March 2012 the Board comprised 16 directors of which 6 are functional directors, 5 directors each are nominated by the Government of India and GNCTD. As per the provisions of Article 144 of the Articles of the Company, if Government of NCT of Delhi holds more than 25% of the total paid-up share capital of the company, it shall have the right to designate in consultation with Central Government one of its nominee as the Managing Director of the company. Similarly, as per the provisions of Article 153 Central Government has the right to nominate one of its nominee as the Chairman of the company, if it holds more than 25% of the paid-up share capital. Pursuant to the provisions of above Articles, Managing Director and Chairman are the nominees of Government of NCT of Delhi and Central Government, respectively. The other nominee Directors and whole time functional Directors are senior officers, who have wide range of experience in the functioning of Government and possess top order administrative skills, financial and technical expertise.

2.3 Responsibilities

The primary role of the Board is that of guiding force to see that the mandate assigned to the Company by the Government is fully met and at the same time the shareholders' value is protected and enhanced. The Board ensures that the Company has clear goals and policies for achieving these goals. The Board oversees the Company's strategic direction, reviews corporate performance, authorizes and monitors strategic decision, ensures regulatory compliance and safeguards interests of shareholders. The Board ensures that the Company is managed in a manner that fulfills stakeholder's aspirations and societal expectations.

Board Members also ensure that their other responsibilities do not impinge on the responsibilities as a Director of the Company.

2.4 Board/Committee Meetings and procedure

a) **Institutionalized decision making process:**

With a view to institutionalize all corporate affairs and setting up systems and procedures for advance planning for matters requiring discussion, decision by the Board, the company has well defined procedure for meetings of the Board of Directors and Committees thereof in an informed and efficient manner.

b) **Scheduling and selection of Agenda items for Board/Committee Meetings:**

(i) The meetings are convened by giving appropriate notice after obtaining approval of the Chairman of the Board/Committee. Detailed agenda, management reports and other explanatory statements are circulated in advance amongst the members for facilitating meaningful, informed and focused decisions at the meetings. To address specific urgent need, meetings are at times also being called at shorter notice. The Board also passes Resolution by Circulation but only for such matters, which are of utmost urgency.

(ii) The agenda papers are prepared by the concerned Head of Departments and submitted to concerned functional Directors for obtaining their approval before being submitted to Managing Director. Duly approved agenda papers are circulated amongst the Board Members by the Company Secretary.

(iii) Where it is not desirable to attach any document or if the agenda is of sensitive nature, the same is placed on the table at the meeting with the approval of the Managing Director. In special and exceptional circumstances, additional or supplemental items(s) on the agenda are taken up for discussion with the permission of the Chair of the Board

(iv) The meetings are usually held at the Company's Registered Office at New Delhi.

(v) The members of the Board have complete access to all information of the Company.

c) **Briefing by the Chairman & Managing Director**

At the beginning of each Meeting of the Board, the Managing Director briefs the Board Members about the key developments

including status of the Project, highlights of Operations and Maintenance of MRTS system and other important achievements / developments relating to the Company in various areas.

d) **Recording minutes of proceedings at the Board Meeting**

Minutes of the proceedings of each Board Meeting are recorded. The minutes of the proceedings are entered in the Minutes Book. The minutes of each Board Meeting are submitted for confirmation at its next meeting after these are signed by the Chairman. The minutes of committee of the board are also placed to the Board for its information.

e) **Compliance**

Every Head of Department and functional Director while preparing agenda notes ensures adherence to all the applicable provisions of law, rules, guidelines etc. The Company Secretary ensures compliance of all applicable provisions of the Companies Act, 1956, and other statutory requirements.

During the financial year 2011-12, four Board Meetings were held on, 30th June 2011, 7th September 2011, 26th December 2011 and15th March 2012.

Details of designation, category of directors, number of Board meetings attended, attendance at last AGM, number of other directorship / committee membership (viz., Audit Committee and Investment Committee held by them during the year

S. No.	Directors	Meetings held during respective tenures of Directors	No. of Board meetings Attended	Attendance at the last AGM (Held on 7.9.2011)
1.	**Shri Sudhir Krishna** Chairman, DMRC (From 7.9.2011)	3	3	Yes
2.	**Shri Navin Kumar** Chairman, DMRC (Till 30.6.2011)	1	1	N.A.
3.	**Shri E. Sreedharan** Managing Director, DMRC (Till 31.12.2011)	3	3	Yes
4.	**Shri Mangu Singh** Managing Director, DMRC (From 1.1.2012)	1	1	N.A.
5	**Shri R. Chandramohan** Prinicipal Secretary - cum - Commisiioner (Transport) GNCTD (From 7.9.2011)	3	2	Yes
6	**Shri D.M. Spolia** Principal Secreatry (Finance) GNCTD	4	1	No
7.	**Shri A.P. Mishra** Member (Enginering) Railway Board	4	0	No
8.	**Shri G.S. Patnaik** Vice Chairman, DDA	4	4	Yes
9.	**Shri R.C. Mishra** Additional Secretary (UD) (Till 7.9.2011)	2	1	Yes
10.	**Shri D. Diptivilasa** Additional Secretary,MOUD (From 15.3.2012)	1	1	N.A.
11.	**Smt. Vilasini Ramachandran** Special Secretary (Exp.) GOI (Till 7.9.2011)	2	2	Yes
12.	**Smt. Naini Jayaseelan** Member Secretary, NCRPB MOUD (From 26.12.2011)	2	2	N.A.
13.	**Shri P.K. Tripathi** Chief Secreatry, GNCTD	4	4	Yes
14.	**Shri R.K. Verma** Secretary-cum-Commissioner (Transport) GNCTD (Till 30.6.2011)	1	0	N.A.
15.	**Shri Ramesh Chandra** Director, DMRC	4	4	Yes
16.	**Shri Satish Kumar** Director (Electrical) DMRC	4	4	Yes
17.	**Shri R.N. Joshi** Director (Finance) DMRC	4	4	Yes
18.	**Shri Raj Kumar** Director (Operation) DMRC	4	4	Yes
19.	**Shri H.S. Anand** Director (Rolling Stock) DMRC	4	4	Yes

20.	**Shri Kumar Keshav** Director (Project) DMRC (Till 31.5.2012)	4	4	Yes
21.	**Shri Mangu Singh** Director (Works) DMRC (Till 31.12.2011)	3	3	Yes
22.	**Shri Jitendra Tyagi** Director (Works) DMRC (From 1.2.2012)	1	1	N.A.

2.5 Information placed before the Board of Directors, inter alia, includes:

- Annual budgets and cash flow statements.
- Annual Accounts, Directors' Report, etc.
- Minutes of meetings of Audit Committee and other Committees of the Board.
- All proposals, which involve change of corridors.
- New Proposals, which involve operation of metro beyond NCR.
- All Proposals, which involve change in Technology / Technology parameters other than contemplated in DPR.
- Operational highlights
- Realization from Property Developments.
- Award of large contracts.
- Any significant development in Human Resources / Industrial Relations front.
- Compliance Certificate of statutory provisions.
- Short-term investment of surplus funds.
- Information relating to major legal disputes.
- Other materially important information.

3. Committees of the Board Of Directors

The Board has established the following Committees: -

i) Audit Committee
ii) Investment Committee
iii) Committees for various specific matters.

3.1 Audit Committee

The constitution, quorum, scope etc. of the Audit Committee is in line with the provisions of Companies Act, 1956. All the members of Audit Committee are qualified and having insight to interpret and understood financial statements.

Composition

As on date of AGM, the Audit Committee comprised the following members:-

(i) Shri R. Chandramohan, Principal Secretary-cum Commissioner (Transport), Govt. of NCT of Delhi nominee.
(ii) Shri D.M. Spolia, Principal Secretary (Finance), Govt. of NCT of Delhi nominee.
(iii) Smt.Naini Jayaseelan, Member Secretary (NCRPB), Ministry of Urban Development, Govt. of India nominee.
(iv) Shri Ramesh Chandra, Director, DMRC Ltd.
(v) Shri Satish Kumar, Director (Electrical), DMRC Ltd.

Director (Finance), DMRC Ltd., GM (Finance I), GM (Finance-II), GM (Finance- O&M), GM (Finance-Project & PD), Internal Auditors and the Statutory Auditors are also invited in the Audit Committee Meeting but they have no right to vote.

Quorum for the Audit Committee is any two Members out of five.

The Company Secretary is the Secretary to the Audit Committee.

Scope of Audit Committee of Directors Meeting

1. Discussion with Auditors periodically about internal control systems and the scope of audit including observations of the auditors.
2. Review of the half-yearly and annual financial statements before submission to the Board.
3. Review of Internal Audit observations and compliance of suggestive measures by Internal Auditors.
4. Ensure Compliance of Internal Control System.
5. Overseeing 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.
6. Reviewing with management the annual financial statements before submission to the Board, focusing primarily on,
   (i) Any changes in accounting policies and practices.
   (ii) Major accounting entries based on exercise of judgment by management.
   (iii) Significant adjustment entries based on exercise of judgment by management.
   (iv) Significant adjustments arising out of audit.
   (v) The going concern assumption.
   (vi) Compliance with accounting standards.
   (vii) Any related party transactions i.e. transaction of the company of material nature, with promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with interest of company at large.
7. Reviewing with the management, external and internal auditors, the adequacy of internal control systems.
8. Reviewing with the adequacy of internal audit function, including the structure of the finance department, reporting structure coverage and frequency of internal audit.
9. Discussion with internal auditors any significant findings and follow up there on.
10. 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.

11. Discussion with external auditors regarding scope of audit as well as have post-audit discussion to ascertain any area of concern.
12. Reviewing the company's financial and risk management policies.
13. Investigation into any matter in relation to the items specified above or referred to it by the Board.

Meeting and attendance

Three meetings of the Audit Committee were held during the financial Year 2011-12, 27th June 2011, 7th September 2011 and 26th December 2011.The details of the meeting of Audit Committee attended by the members are as under: -

Members of Audit Committee	Meetings held during his/her tenure	Meeting attended
Smt Vilasini Ramachandran Special Secreatry (Expenditure) GOI (Till 26.12.2011)	2	2
Shri R. Chandramohan Principal Secretary-cum-Commissioner (Transport) (From 7.9.2011)	1	NIL
Shri D.M. Spolia Principal Secretary (Finance) GNCTD	3	NIL
Smt. Naini Jayaseelan Member Secretary (NCRPB) MOUD (From 26.12.2011)	1	NIL
Shri Ramesh Chandra Director, DMRC (From 7.9.2011)	1	1
Shri Satish Kumar Director (Electrical) DMRC	3	3

Director (Finance), DMRC Ltd., GM (Finance-I), GM (Finance-II), GM (Finance-O&M), Internal Auditors were present in all Audit Committee meetings held during the year under review as invitees. Further, GM (Finance/Project & PD) was present in one meeting held on 26.12.2011 as invitee.

3.2 Details of payments towards sitting fee to Non-official part-time Director during the year 2011-12 are given below:

Name of non-official part-time Director	Sitting Fee		Total ₹
Shri Ramesh Chandra	Board Meeting	Committee Meeting	
	₹ 30,000	₹ 7,500	₹ 37,500

4. General Body Meetings

Annual General Meeting Date, time and location where the last three Annual General Meetings were held are as under:

AGM	14th AGM	15th AGM	16th AGM
Date & Time	16th September, 2009 at 5.15 P.M.	12th August, 2010 at 12.30 P.M.	7th September, 2011 at 3.00 P.M.
Venue	Board Room, Metro Bhawan, 8th Floor, Fire Brigade Lane, Barakhamba Road, New Delhi-110001	Board Room, Metro Bhawan, 8th Floor, Fire Brigade Lane Barakhamba Road, New Delhi - 110001	Board Room, Metro Bhawan, 8th Floor, Fire Brigade Lane, Barakhamba Road, New Delhi - 110001
Special Resolution(s) passed	NIL	"V. The Authorised Share Capital of the Company is ₹ 200,00,00,00,000 (Rupees Twenty Thousand crores only) divided into ₹ 20,00,00,000 (Twenty crores) equity shares of ₹ 1,000 (One thousand) each."	NIL

5. Company's Website

The Company's Website is **www.delhimetrorail.com.** All major information pertaining to company, including project, contracts, job, recruitment process and results etc. are given on the website.

Registered Office:

Delhi Metro Rail Corporation Limited , Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001, India.

Board No:- 23417910/12; Fax No:- 23417921, **Website:** www.delhimetrorail.com

Company Secretary: Mr. S.K. Sakhuja

Delhi Metro Rail Corporation Limited, Metro Bhawan, Fire Brigade Lane, Barakhamba Road, New Delhi-110001, India.

Phone No. :- 23418308; Fax:- 23417921, **E-Mail** : sksakhuja@dmrc.org

Delhi Metro Rail Corporation Limited

Balance Sheet As At 31st March 2012

(₹ in Lakhs)

Particulars	Note No.	As at 31st March, 2012	As at 31st March, 2011
I. **Equity And Liabilities**			
(1) Shareholders' Funds			
(a) Share Capital	1	1,182,395.04	1,030,571.04
(b) Reserves and Surplus	2	226,243.31	199,589.79
(2) Share Application Money Pending Allotment	3	48,034.50	54,334.00
(3) Non-current Liabilities			
(a) Long Term Borrowings	4	1,776,325.39	1,620,454.08
(b) Deferred Tax Liabilities (Net)	5	86,992.24	75,311.36
(c) Other Long Term Liabilities	6	23,729.20	28,918.17
(d) Long Term Provisions	7	3,898.02	3,148.86
(4) Current Liabilities			
(a) Short Term Borrowings	8	-	47,686.40
(b) Trade Payables	9	9,856.28	9,730.46
(c) Other Current Liabilities	10	164,130.35	170,978.50
(d) Short Term Provisions	11	4,641.35	4,186.91
TOTAL		**3,526,245.68**	**3,244,909.57**
II. **Assets**			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	12.1	2,887,187.72	2,716,938.36
(ii) Intangible Assets	12.2	135.46	187.57
(iii) Capital Work In Progress	13	28,327.35	89,970.58
(b) Long-term loans and advances	14	16,215.87	10,618.92
(c) Other non-current assets	15	4,294.67	2,816.70
(2) Current Assets			
(a) Inventories	16	6,292.93	4,639.31
(b) Trade Receivables	17	14,161.02	22,858.94
(c) Cash & Cash Equivalents	18	414,565.17	291,957.10
(d) Short-term Loans and Advances	19	1,669.59	935.34
(e) Other Current Assets	20	153,395.90	103,986.75
TOTAL		**3,526,245.68**	**3,244,909.57**
Significant Accounting Policies	29		
Notes on Financial Statements	30		

For Suresh Chandra & Associates
Chartered Accountants

(Suresh Chand Gupta)	**S.K SAKHUJA**	**R.N JOSHI**	**MANGU SINGH**
Partner	**Company Secretary**	**Director Finance**	**Managing Director**
Membership No: 16534			

Date: 27.06.2012
Place: New Delhi

Delhi Metro Rail Corporation Limited

Statement of Profit & Loss For The Year Ended 31st March 2012

(₹ in Lakhs)

Particulars	Note No.	For the Year Ending on 31.03.2012	For the Year Ending on 31.03.2011
Income			
i) Revenue from Operations	21	194,956.89	144,291.12
ii) Other Income	22	29,820.58	16,511.71
Total Revenue		**224,777.47**	**160,802.83**
Expenditure			
i) Operating Expenses	23	80,602.33	50,877.64
ii) Employees' Benefits Expense	24	26,753.62	21,881.84
iii) Finance Cost	25	20,057.86	17,921.93
iv) Depreciation & Amortization Expense	26	80,087.22	58,243.39
v) Other Expenses	27	22,787.51	11,432.16
vi) Prior Period Adjustments (Net)	28	1,298.81	1,716.15
Total Expenditure		**231,587.35**	**162,073.11**
Profit / (loss) Before Tax		**(6,809.88)**	**(1,270.28)**
Tax Expenses			
i) Wealth tax		24.20	24.56
ii) Income tax			-
iii) Deferred Tax		11,680.88	40,090.69
		11,705.08	40,115.25
Profit for the year		**(18,514.96)**	**(41,385.53)**
Earning Per Share (Equity Shares of ₹ 1000/- each)			
Basic		**(16.90)**	**(45.20)**
Diluted		**(16.90)**	**(45.20)**

Significant Accounting Policies 29

Notes on Financial Statements 30

The accompanying notes form an integral part of these financial statements.

There are no exceptional or extraordinary items in the above periods.

For Suresh Chandra & Associates
Chartered Accountants

(Suresh Chand Gupta)	**S.K SAKHUJA**	**R.N JOSHI**	**MANGU SINGH**
Partner	**Company Secretary**	**Director Finance**	**Managing Director**
Membership No: 16534			

Date: 27.06.2012
Place: New Delhi

NOTE NO. 1 - SHARE CAPITAL

(₹ in Lakhs)

Sr. No.	Particulars	As at 31st March, 2012		As at 31st March, 2011	
		No. of Shares	Amount	No. of Shares	Amount
a)	Authorized Share Capital shares of ₹ 1,000/- each	200,000,000	2,000,000.00	200,000,000	2,000,000.00
b)	Issued, subscribed and fully paid	**118,239,504**	**1,182,395.04**	**103,057,104**	**1,030,571.04**
c)	Par value per share (in ₹ 1,000/-)				
d)	Reconciliation of no. of shares & share capital outstanding:				
	Opening Share Capital	103,057,104	1,030,571.04	81,734,104	817,341.04
	Add: - No. of shares/Share Capital issued/ subscribed during the year	15,182,400	151,824.00	21,323,000	213,230.00
	Closing Share Capital	**118,239,504**	**1,182,395.04**	**103,057,104**	**1,030,571.04**
e)	**Shares in the company held by shareholder holding more than 5 percent**				
	- President of India	59,119,752	591,197.52	51,528,552	515,285.52
	- Lt Governor of Delhi	59,119,752	591,197.52	51,528,552	515,285.52

NOTE NO. 2-RESERVES AND SURPLUS

(₹ in Lakhs)

Sr. No.	Particulars		Opening Balance	Addition/ Adjustments during the Year	Total	Transfer to Income Upto Previous Year	Transfer to Income during Current Year	As at Balance Sheet date
a)	**Grant-in-Aid**							
1	Delhi Development Authority (DDA)	C.Y	32,000.00	-	32,000.00	3,815.81	779.68	27,404.51
	for Dwarka Extension upto Sec 9	P.Y	32,000.00	-	32,000.00	3,043.46	772.35	28,184.19
2	Government of National Capital	C.Y	13,676.07	-	13,676.07	2,056.25	344.48	11,275.34
	Territory of Delhi (GNCTD)	P.Y	13,676.07	-	13,676.07	1,711.77	344.48	11,619.82
3	New Okhla Industrial Development	C.Y	48,880.00	-	48,880.00	1,410.40	1,027.35	46,442.25
	Authority (NOIDA)-Extn NOIDA	P.Y	48,880.00	-	48,880.00	389.07	1,021.33	47,469.60
4	Government of India (GOI) -	C.Y	12,220.00	-	12,220.00	352.60	256.84	11,610.56
	Metro Extension to Noida	P.Y	12,220.00	-	12,220.00	97.27	255.33	11,867.40
5	Delhi Development Authority (DDA)	C.Y	27,500.00	-	27,500.00	271.08	746.40	26,482.52
	for Dwarka Extension Sec 9 to Sec 21	P.Y	27,500.00	-	27,500.00	-	271.08	27,228.92
6	Haryana Urban Development	C.Y	57,255.00	-	57,255.00	1,437.83	826.80	54,990.37
	Authority (HUDA) -Extn-Gurgaon	P.Y	57,255.00	-	57,255.00	-	1,437.83	55,817.17
7	Government of India (GOI) -	C.Y	11,539.00	-	11,539.00	289.78	166.63	11,082.59
	Metro Extension to Gurgaon	P.Y	11,539.00	-	11,539.00	-	289.78	11,249.22
8	Haryana Urban Development	C.Y	-	10,000.00	10,000.00	-	-	10,000.00
	Authority (HUDA) -Extension to Faridabad	P.Y	-	-	-	-	-	
9	Government of India (GOI) -	C.Y	-	10,000.00	10,000.00	-	-	10,000.00
	Metro Extension to Faridabad	P.Y	-	-	-	-	-	-
10	Delhi Development Authority-	C.Y	-	30,000.00	30,000.00	-	-	30,000.00
	Phase III	P.Y	-	-	-	-	-	-
11	Delhi International Airport Limited	C.Y	38,010.00	-	38,010.00	282.80	426.80	37,300.40
	(DIAL) For Airport Express Link	P.Y	38,010.00	-	38,010.00	-	282.80	37,727.20
12	Delhi Development Authority (DDA) -	C.Y	21,740.00	-	21,740.00	161.75	244.11	21,334.14
	Airport Express Link	P.Y	21,740.00	-	21,740.00	-	161.75	21,578.25
13	Ministry of Textiles (MOT)	C.Y	49.97	-	49.97	49.97	-	0.00
		P.Y	500.00	(450.03)	49.97	-	49.97	-
14	Central Industrial Security Force	C.Y	285.00	163.31	448.31	4.28	4.65	439.38
	(CISF)	P.Y	285.00	-	285.00	-	4.28	280.72
15	Ghaziabad Development Authority	C.Y	26,000.00	-	26,000.00	-	346.09	25,653.91
	(GDA)- Metro Extension to Vaishali	P.Y	26,000.00	-	26,000.00	-	-	26,000.00
16	JNNURM for Feeder Bus	C.Y	-	175.00	175.00	-	-	175.00
		P.Y	-	-	-	-	-	-
	Sub-Total (a)	**C.Y**	**289,155.04**	**50,338.31**	**339,493.35**	**10,132.55**	**5,169.83**	**324,190.97**
		P.Y	**289,605.07**	**(450.03)**	**289,155.04**	**5,241.57**	**4,890.98**	**279,022.49**

b)	Profit & Loss Accounts	C.Y	(79,432.70)	(18,514.96)	(97,947.66)	-	-	(97,947.66)
		P.Y	(38,047.17)	(41,385.53)	(79,432.70)	-	-	(79,432.70)
	Sub-Total (b)	C.Y	(79,432.70)	(18,514.96)	(97,947.66)	-	-	(97,947.66)
		P.Y	(38,047.17)	(41,385.53)	(79,432.70)	-	-	(79,432.70)
	Grand Total (a+b)	C.Y	209,722.34	31,823.35	241,545.69	10,132.55	5,169.83	226,243.31
		P.Y	251,557.90	(41,835.56)	209,722.34	5,241.57	4,890.98	199,589.79

Explanatory Notes: Enclosed

Explanatory Note for Note No 2:

Disclosure in respect of Accounting Standard (AS)-12 "Accounting of Grants":

The break-up of total grand in aid received upto 31.03.2012 for various purposes is as under:-

(₹ in Lakhs)

Grant received for	2011-12	2010-11
Metro extension	325,144.00	275,144.00
Works Contract Tax	13,676.07	13,676.07
Construction of CISF Barracks	448.31	285.00
Purchase of Fedder Buses	175.00	0.00
Kiosk (MOT)	49.97	500.00
Total Grants Received	3,39,493.35	2,89,605.07

NOTE NO. 3 - SHARE APPLICATION MONEY PENDING ALLOTMENT

(₹ in Lakhs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
SHARE APPLICATION MONEY PENDING ALLOTMENT		
i) Government of India (GOI)	-	30,692.00
ii) Government of NCT of Delhi (GNCTD)	48,034.50	23,642.00
	48,034.50	54,334.00

Explanatory Notes

a) No. of Shares to be issued is 4,803,450 (P.Y. 5,433,400) of ₹ 1000/- each.

b) The balance amount of authorised share capital as on date is ₹ 817,604.96 Lakhs (P.Y. ₹ 969,428.96 Lakhs).

c) Shares shall be issued on receipt of matching contribution from GOI / GNCTD.

Note no. 4 - Long Term Borrowings

(₹ in Lakhs)

Particulars	As at 31st March, 2012		As at 31st March, 2011	
Unsecured				
A) **Term Loans**				
Interest Free Subordinate Loans From Government of India (GOI)				
For Land	78,500.00		56,900.00	
For Central Taxes	32,806.00	111,306.00	29,420.00	86,320.00
Government of National Capital Territory of Delhi (GNCTD)				
For Land	78,508.70		56,908.70	
For Central Taxes	48,900.00	127,408.70	19,500.00	76,408.70
Haryana Urban Development Authority (HUDA)				
For Central Taxes		1,130.00		1,130.00
New Okhla Industrial Development Authority (NOIDA)				
For Central Taxes		1,380.00		1,380.00

B) **INTEREST BEARING LOANS FROM Government of India against Japan International Cooperation Agency (JICA) (Formerly known as Japan Bank for International Cooperation)**

Tranche No.	Rate of Interest	Repayment Starting Date		
206	1.40%	3/20/2020	107,797.38	53,333.85
202A	0.01%	3/20/2019	2,547.61	2,039.29
202	1.20%	3/20/2019	382,025.17	352,591.82
191A	0.01%	3/20/2018	2,914.90	2,865.62
191	1.20%	3/20/2018	332,917.97	325,475.20
179	1.30%	3/20/2017	50,989.16	50,770.36
170	1.30%	3/20/2016	54,281.37	54,049.42

159	1.30%	3/20/2015		72,987.45		72,547.07
151	1.30%	3/20/2014		227,639.61		227,639.62
145	1.80%	3/20/2013	138,239.79		138,239.79	
	Less:-Loan Repayable Within 12 Months		3,371.70	134,868.09	-	138,239.79
141	1.80%	2/20/2012	110,489.39		113,251.63	
	Less:-Loan Repayable Within 12 Months		5,524.47	104,964.92	2,762.23	110,489.40
139	1.80%	3/20/2011	24,085.75		25,353.42	
	Less:-Loan Repayable Within 12 Months		1,267.67	22,818.08	1,267.67	24,085.75
121	2.30%	2/20/2007	41,088.19		43,827.40	
	Less:-Loan Repayable Within 12 Months		2,739.21	38,348.98	2,739.21	41,088.19
				1,776,325.39		**1,620,454.08**

Explanatory Notes

a) Interest free Subordinate Debts from GOI, GNCTD and other state governments are repayable in 5 equal installments after the repayment of interest bearing loan from JICA through GOI.

b) Interest bearing loan from JICA through GOI is repayable in 20 years (half yearly equal installments) after the expiry of moratorium period of 10 years from the date of signing of loan agreement.

c) Details of long term borrowings enclosed.

Explanatory Note for Note No 4 :

Disclosure in respect of Long Term Borrowings :

The Japan International Cooperation Agency (JICA), formerly known as Japan Bank for International Cooperation (JBIC) has committed to provide total loan of 16,27,510 Lakhs Japanese Yen in six tranches for Phase-I, 21,19,760 Lakhs Japanese Yen in five tranches for Phase-II and 12,79,170 Lakhs Japanese Yen in one tranche for Phase-III to the GOI for implementation of Delhi Mass Rapid Transit System Project by DMRC as the executing agency as per details given below:

Phase-I

- First Tranche in February 1997 of 1,47,600 lakhs Japanese Yen,
- Second Tranche in March 2001 of 67,320 lakhs Japanese Yen,
- Third Tranche in February 2002 of 2,86,590 lakhs Japanese Yen,
- Fourth Tranche in March 2003 of 3,40,120 lakhs Japanese Yen,
- Fifth Tranche in March 2004 of 5,92,960 lakhs Japanese Yen, and
- Sixth Tranche in March 2005 of 1,92,920 lakhs Japanese Yen

Phase-II

- First Tranche in March 2006 of 1,49,000 lakhs Japanese Yen,
- Second Tranche in March 2007 of 1,35,830 lakhs Japanese Yen.
- Third Tranche in March 2008 of 7,21,000 lakhs Japanese Yen
- Fourth Tranche in March 2009 of 7,77,530 lakhs Japanese Yen and
- Fifth Tranche in March 2010 of 3,36,400 lakhs Japanese Yen,

Phase-III

- First Tranche in March 2012 of 12,79,170 lakhs Japanese Yen,

The Loan is disbursed to the GOI as per two procedures viz. Reimbursement procedure and commitment procedure. The proceeds of this loan are lent to DMRC by GOI through Pass Through Assistant (PTA) in equivalent INR in terms of Ministry of Urban Development's letter No K-14011/59/88-UD II dated 12.11.1996. During the year interest of ₹ 20,777.33 Lakhs (P.Y ₹ 19,333.12 Lakhs) has been provided (inclusive of commitment charges) on this loan at the same rate at which the GOI has obtained the loan from the JICA. As per the approval of GOI, the Exchange rate fluctuation risk will be shared between GNCTD and the GOI in proportion to their respective share holdings. However, Memorandum of Understanding (MOU) between GOI, GNCTD and DMRC is under finalisation.

Reconciliation of JICA Loan in INR equivalent, interest accrued & service charges payable thereon with Controller of Aid, Accounts & Audit (CAAA) of Ministry of finance is in progress and adjustment, if any, required shall be made on reconciliation.

NOTE NO. 5 - DEFERRED TAX LIABILITIES / ASSETS

(₹ in Lakhs)

	Particulars		As at 31st March, 2012	As at 31st March, 2011
a)	**Deferred Tax Liability**			
i)	Depreciation		295,101.70	220,601.38
		Sub Total (A)	**295,101.70**	**220,601.38**
b)	**Deferred Tax Assets**			
i)	Unabsorbed Depreciation as per income tax		207,632.81	144,748.44
ii)	Provision for employee benefit schemes & Others		476.65	541.58
		Sub Total (B)	**208,109.46**	**145,290.02**
	Deferred Tax Liability (Net)		**86,992.24**	**75,311.36**

NOTE NO. 6 - OTHER LONG TERM LIABILITIES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	**Trade Payables**		
I)	Total outstanding dues of micro and small scale Industrial Undertaking(s). (Due over 30 days ₹ Nil/-)	-	-
ii)	Total outstanding dues of Medium scale Industrial Undertaking(s). (Due over 30 days ₹ Nil/-)	-	-
b)	**Other**		
i)	Deposits/ Retention money	23,729.20	28,918.17
ii)	Other Liabilities	-	-
		23,729.20	**28,918.17**

NOTE NO. 7 - LONG TERM PROVISIONS

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
	PROVISION FOR EMPLOYEE BENEFITS		
i)	Leave Encashment	2,229.15	1,720.91
ii)	Post Retirement Medical Facilities	1,525.75	1,320.92
iii)	Leave Travel Concession	100.07	67.58
iv)	Terminal Transfer Allowance	43.05	39.45
		3,898.02	**3,148.86**

Explanatory Notes

a) Refer Item No 23 at Note 30

NOTE NO. 8 SHORT TERM BORROWING

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
	UNSECURED		
a)	Pass through Assistance From Govt of India for JICA Loan	-	47,686.40
		-	**47,686.40**

NOTE NO. 9 - TRADE PAYABLES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	Total outstanding dues of micro and small scale Industrial Undertaking(s). (Due over 30 days ₹ Nil/-)	44.16	-
b)	Total outstanding dues of Medium scale Industrial Undertaking(s). (Due over 30 days ₹ Nil/-)	-	-
c)	Others	9,812.12	9,730.46
		9,856.28	**9,730.46**

NOTE NO. 10 - OTHER CURRENT LIABILITIES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	Current maturities of long-term debt-JICA Loan	12,903.06	6,769.12
b)	Interest including Commitment Charges accrued but not due on JICA Loan	931.64	899.91
c)	Interest including Commitment Charges accrued and due on JICA Loan	4,845.08	5,446.48
d)	**Other Payables**		
i	Book Overdraft (Bank)	13,041.41	4,188.45
ii	Sundry Creditor-Construction	37,805.24	70,540.41
iii	Deposits/ Retention Money from Contractors & Others	21,955.80	35,587.64
iv	Advance Received from Customers	64,555.73	36,796.05
v	TDS & TCS	1,277.14	1,590.71
vi	Building & Labour Cess	184.37	417.02
vii	TDS on Work Contract & VAT payable	2,973.47	4,522.81
viii	Service Tax Payable	906.90	730.08
ix	Expense Payable	2,523.91	3,160.72
x	Amount Payable for Employees	226.60	329.10
		164,130.35	**170,978.50**

NOTE NO. 11 - SHORT TERM PROVISIONS

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
A)	**PROVISION FOR EMPLOYEE BENEFITS**		
i	Leave Encashment	275.20	252.22
ii	Gratuity	1,117.43	334.88
iii	Post Retirement Medical Facilities	4.38	4.39
iv	Leave Travel Concession (LTC)	107.20	71.80
v	Terminal Transfer Allowance	3.79	7.94
vi	Performance Linked Incentive Bonus (PLIB)	1,664.18	1,350.00
vii	Expenses	5.00	436.00
B)	**OTHER**		
i	Taxation	1,299.55	1,564.70
ii	Fringe Benefits	140.42	140.42
iii	Wealth Tax	24.20	24.56
		4,641.35	**4,186.91**

Explanatory Notes

a) Refer Item No 23 at Note 30

FIXED ASSETS NOTE NO. 12.1 TANGIBLE ASSETS

(₹ in Lakhs)

Particulars	Gross Block				Depreciation / Amortisation					Net Block	
	As At 01.04.2011	Addition/ Adjustment	Deduction/ Adjustment	As At 31.03.2012	As At 01.04.2011	For The Year	For The Earlier Years	Deduction/ Adjustment	Upto 31.03.2012	As At 31.03.2012	As At 31.03.2011
LEASEHOLD LAND	84,818.62	19,623.34	-	104,441.96	-	-	-	-	-	104,441.96	84,818.62
LEASEHOLD RAILWAY LAND	11,915.39	4,755.00	-	16,670.39	-	-	-	-	-	16,670.39	11,915.39
BUILDING (Lease Hold)	2,854.15	-	-	2,854.15	261.21	46.52	-	-	307.73	2,546.42	2,592.95
BUILDINGS (Free Hold)	710,961.37	40,059.52	-	751,020.89	34,367.94	12,006.91	-	-	46,374.85	704,646.04	676,593.43
STRUCTURES (Viaduct, Bridge & Tunnels)	838,427.53	14,700.11	-	853,127.64	29,933.85	13,835.11	-	-	43,768.96	809,358.68	808,493.69
TEMPORARY STRUCTURES	694.02	251.74	84.80	860.96	694.02	251.74	-	84.80	860.96	-	-
PLANT & MACHINERY	218,462.71	19,781.44	31.75	238,212.40	29,349.30	11,212.22	-	11.71	40,549.81	197,662.59	189,113.41
ROLLING STOCK	583,148.93	111,874.44	-	695,023.37	39,807.00	20,989.10	-	-	60,796.10	634,227.27	543,341.93
SIGNALING & TELCOM EQUIPMENTS	160,090.52	18,744.70	0.42	178,834.80	29,120.42	8,584.40	-	0.42	37,704.40	141,130.40	130,970.11
TRACK WORK (PERMANENT WAY)	123,045.88	8,256.25	-	131,302.13	6,402.06	2,112.13	-	-	8,514.19	122,787.94	116,643.82
TRACTION EQUIPMENTS	94,237.95	4,577.35	-	98,815.30	15,781.26	4,682.36	-	-	20,463.62	78,351.68	78,456.68
ESCALATORS & ELEVATORS	36,737.50	1,764.21	-	38,501.71	3,789.47	1,209.26	-	-	4,998.73	33,502.98	32,948.02
AUTOMATIC FARE COLLECTION	37,174.11	4,529.77	187.33	41,516.55	8,067.55	3,629.65	-	187.33	11,509.87	30,006.68	29,106.56
I.T. SYSTEM	5,047.76	320.69	45.54	5,322.91	1,412.88	817.22	-	42.35	2,187.75	3,135.16	3,634.87
OFFICE EQUIPMENTS	1,725.59	322.85	60.93	1,987.51	300.94	105.93	-	33.36	373.51	1,614.00	1,424.64
FURNITURE & FIXTURES	3,780.60	408.15	0.89	4,187.86	981.77	267.37	-	0.63	1,248.51	2,939.35	2,798.83
VEHICLES	490.60	93.57	-	584.17	122.56	58.65	-	-	181.21	402.96	368.04
SURVEY EQUIPMENTS	28.39	-	-	28.39	9.61	1.88	-	-	11.49	16.90	18.78
SAFETY EQUIPMENTS	3,538.34	418.16	-	3,956.50	245.06	182.97	-	-	428.03	3,528.47	3,293.29
CAPITAL EXP. ON ASSETS NOT OWNED BY COMPANY	653.96	-	653.96	-	653.96	-	-	653.96	-	-	-
FEEDER BUS	999.93	3.21	-	1,003.14	594.63	190.66	-	-	785.29	217.85	405.30
Total	**2,918,833.85**	**250,484.50**	**1,065.62**	**3,168,252.73**	**201,895.49**	**80,184.08**		**1,014.56**	**281,065.01**	**2,887,187.72**	**2,716,938.36**
Previous Year	**1,495,346.46**	**1,423,818.59**	**331.19**	**2,918,833.86**	**142,619.42**	**58,331.33**	**1,264.92**	**320.18**	**201,895.50**	**2,716,938.36**	

NOTE NO. 12.2 INTANGIBLE ASSETS

(₹ in Lakhs)

Particulars	Gross Block				Depreciation / Amortisation					Net Block	
	AS AT 01.04.2011	Addition/ Adjustment	Deduction/ Adjustment	AS AT 31.03.2012	AS AT 01.04.2011	For The Year	For The Earlier Years	Deduction/ Adjustment	Upto 31.03.2012	AS AT 31.03.2012	AS AT 31.03.2011
INTANGIBLE ASSETS	1,306.25	17.15	-	1,323.40	1,118.68	69.26	-	-	1,187.94	135.46	187.57
TOTAL	1,306.25	17.15	-	1,323.40	1,118.68	69.26	-	-	1,187.94	135.46	187.57
PREVIOUS YEAR	1,276.65	29.60	-	1,306.25	1,048.36	70.32	-	-	1,118.68	187.57	

Explanatory Notes: Enclosed

EXPLANATORY NOTE FOR NOTE NO 12.1:

1 Disclosure in respect of Land:

1.1 Pending execution of lease deeds, the cost of 1,277.688 Acres of land (P.Y. 1,281.521 Acres) amounting to ₹ 1,21,112.35 Lakhs (P.Y. ₹ 96,734.01 Lakhs) has been capitalised and shown under the head "Leasehold Land" (refer accounting policy No. 3.3). This includes 21.992 acres of land (P.Y. 27.413 acres) valuing ₹ 483.85 Lakhs (P.Y. ₹ 501.72 Lakhs) based on the interdepartmental rates applicable for that area, for which payment has not been made due to non-receipt of demand note from the land owning departments. Additional demand, if any, will be accounted for on settlement

1.2 Empowered Group of Ministers (EGOM) in its meeting held on 18.01.08 decided that in case land given by the Ministry of Railways is commercially exploited/proposed to be exploited by DMRC, the charges will be worked out on the basis of commercial market prices applicable for that area, as fixed by L&DO office of Ministry of Urban Development. For other land, the land rate applicable for the surrounding land based on the existing use will be considered for working out lease charges. Pending reconciliation of various issues with Railways, against demand of ₹ 25,666.00 lakhs (P.Y. ₹ 16,080.00 lakhs) of Northern Railway for land, ₹ 16,670.39 lakhs (P.Y. ₹ 11,915.39 lakhs) has been paid/provided and balance of ₹ 8,995.61 lakhs (P.Y. ₹ 4,164.61 lakhs) has been shown as contingent liability.

1.3 In absence of any demand, the company has made a provision of ₹ 185.03 lakhs (PY ₹ 451.67 lacs) during the year on account of land lease charges in respect of land acquired from various land owning departments on returnable basis. The total provision made on this account as on 31.03.2012 is ₹ 2,090.56 lakhs (P.Y. ₹ 1,905.53 lakhs). Additional demand, if any, will be accounted for on settlement.

1.4 Govt. land is being acquired for the Mass Rapid Transit System (MRTS) Project from various Ministries/Departments /Autonomous Bodies of Government of India (GOI) /Government of National Capital Territory of Delhi (GNCTD) at inter-departmental transfer rates notified by the Ministry of Urban Development. Private land is being acquired under the Land Acquisition Act, 1894, on the basis of awards issued by the Land Acquisition Collectors of GNCTD. All these cases are exempted from payment of stamp duty in accordance with the Registration Act 1908 & the Land Acquisition Act, 1894.

1.5 Advance for capital expenditure includes ₹ 4.04 Lakhs (P.Y.₹ 4.04 Lakhs) after adjustment of ₹ 133.19 Lakhs (P.Y. ₹ 133.19 Lakhs), placed at the disposal of Land & Building Department, GNCTD, for obtaining possession of certain properties at Makki Sarai.

1.6 Land & Building Department, GNCTD vide their letter dated 30.05.2012 intimated that out of amount of ₹ 66,080 Lakhs (P.Y. ₹ 50,614 Lakhs) received from GOI, GNCTD and DMRC, for acquiring land for MRTS an amount of ₹ 62,551 Lakhs (P.Y. ₹ 49,474 Lakhs) has been paid to concerned Land Acquisition Collectors, who have handed over possession of land having estimated value of ₹ 66,194 Lakhs (P.Y. ₹ 52,366 Lakhs) as on 31.3.2012 which is subject to reconciliation.

2. Disclosure in respect of Fixed Assets:

2.1 As per Accounting Standard (AS)-11 (Revised), amount of exchange differences (net) capitalised ₹ 12.16 Lakhs (P.Y. ₹ 682.27 Lakhs).

2.2 As per Accounting Standard (AS)-16, Borrowing costs ₹ 784.87 Lakhs (P.Y. ₹ 7,160.36 Lakhs) have been capitalised during the year.

2.3 Disclosure of Gross carrying value and depreciation on lease business assets as per Accounting Standard (AS 19):

(₹ in Lakhs)

Particulars of Assets	As on 31-03-2012	As on 31-03-2011
Gross Carrying value of Assets	**3,59,507.86**	3,37,777.75
Accumulated Depreciation	**12,357.76**	6,002.19
Depreciation for the year	**6355.57**	2,435.84

2.4 Disclosure in respect of Accounting Standard (AS)-28 "Impairment of Assets":
During the year, DMRC assessed the impairment of loss of assets and is of the opinion that assets of MRTS Project have been recently capitalized pursuant to its completion. As the project has a long life and no indication exists for the impairment of the assets, therefore, it is considered that during the year, there is no impairment of loss of assets.

NOTES NO. 13 CAPITAL WORK-IN-PROGRESS

(₹ in Lakhs)

Description	Balance as at 01.04.2011	Additions/Adjustment during the year	Total	Capitalised During the Year	Balance as at 31.03.2012
Buildings	35,984.54	20,800.57	56,785.11	47,724.21	9,060.90
Structures (Viaduct, Bridges & Tunnels)	14,235.35	8,767.02	23,002.37	15,273.55	7,728.82
Rolling Stock	7,359.68	108,217.22	115,576.90	111,252.44	4,324.46
Signaling & Telecom Equipments	10,552.88	4,272.10	14,824.98	14,824.98	-
Permanent Way	3,838.33	996.11	4,834.44	4,834.44	-
Traction Equipments	10,272.75	6,250.82	16,523.57	11,178.98	5,344.59
Escalators & Elevators	462.67	1,497.96	1,960.63	1,391.19	569.44
Automatic Fare Collection Equipments	2,979.96	222.33	3,202.29	2,431.09	771.20
Plant & Machinery	2,738.64	1,188.55	3,927.19	2,225.22	1,701.97
Temporary Assets	-	68.31	68.31	-	68.31
IT System	86.17	(137.91)	(51.74)	(51.74)	-
Expenses During Construction (Net)	596.47	3,493.29	4,089.76	5,465.53	(1,375.77)
Sub-Total (A)	**89,107.44**	**155,636.37**	**244,743.81**	**216,549.89**	**28,193.92**
Safety Equipments	623.92	2,942.07	3,565.99	3,565.99	-
Plant & Machinery	157.24	(71.79)	85.45	-	85.45
Temporary Assets	81.98	(34.00)	47.98	-	47.98
Sub-Total (B)	**863.14**	**2,836.28**	**3,699.42**	**3,565.99**	**133.43**
TOTAL - CURRENT YEAR	**89,970.58**	**158,472.65**	**248,443.23**	**220,115.88**	**28,327.35**
- PREVIOUS YEAR	1,066,956.82	430,512.86	1,497,469.68	1,407,499.10	89,970.58

NOTE NO. 14 - LONG TERM LOANS & ADVANCES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	**Advances to Contractors**	6,544.76	3,572.34
	Unsecured (considered good)		
	(Covered by Bank Guarantees/Indentures/Hypothecation etc.)		
b)	**Advance for Capital Expenditure**	7,547.10	5,823.30
	Unsecured (considered good)		
c)	**Advances to Employees**		
	Secured (considered good)	2,124.01	1,223.28
		16,215.87	**10,618.92**

NOTE NO. 15 - OTHER NON-CURRENT ASSETS

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	Interest accrued on Advances to Employees	220.57	98.85
b)	Prepaid Expenses	6.03	1.08
c)	Amount Recoverable From Others	4,067.57	2,716.77
d)	Other Bank Balances		
	- Term Deposit (More than 12 months)	0.50	-
	(Earmarked for issuance of BG to Kerala VAT Dept.)		
		4,294.67	**2,816.70**

NOTE NO. 16- INVENTORIES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012		As at 31st March, 2011	
i)	Stores and spare parts	5,808.31		4,414.59	
	Material in transit	324.15	6,132.46	63.90	4,478.49
ii)	Loose tools		4.60		4.95
iii)	Land		155.87		155.87
			6,292.93		**4,639.31**

Explanatory Notes

Information in respect of land inventory: -

(₹ in Lakhs)

Details of land	2011-12		2010-11	
Lease/ transfer	Quantity (Acres)	Amount	Quantity (Acres)	Amount
Opening Balance	2.788	155.87	2.788	155.87
Purchase / (Transfer)	-	-	-	-
Sale / Lease	-	-	-	-
Closing Balance	2.788	155.87	2.788	155.87

NOTE NO. 17-TRADE RECEIVABLES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	**Debtors outstanding for a period exceeding six months from the date they become due for payment**		
	- Unsecured - Considered good	3,698.24	17,699.86
b)	**Other debtors (Less than six months)**		
	- Unsecured - Considered good	10,462.78	5,159.08
		14,161.02	**22,858.94**

NOTE NO. 18- CASH AND CASH EQUIVALENTS

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
A	**Cash and Cash Equivalents**		
I)	Cash on hand	293.97	266.41
ii)	Cheques, Drafts on hand	16.20	0.75
iii)	Balances with Banks	847.00	2,513.97
	Sub-total (A)	**1,157.17**	**2,781.13**
B	**Other Bank Balances**		
i)	- Flexi Deposit*	83,408.00	139,175.97
ii)	- Term Deposit**	330,000.00	150,000.00
	(More than 3 months but less than 12 months)		
	Sub-total (B)	**413,408.00**	**289,175.97**
	Total	**414,565.17**	**291,957.10**

* Flexi Deposit includes ₹ 48,034.50 Lakhs (P.Y. ₹ 54,334.00 Lakhs) as unutilised equity contribution.

** Term Deposit includes ₹ 25,000.00 Lakhs (P.Y. ₹ 15,000.00 Lakhs) earmarked out of the O&M Fund towards Investment for Asset Replacement.

NOTE NO. 19- SHORT TERM LOANS AND ADVANCES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	**Advances to Contractors**	1,389.84	773.36
	Unsecured (considered good)		
	(Covered by Bank Guarantees/Indentures/Hypothecation etc.)		
b)	**Advances to Employees**		
	Unsecured (considered good)	279.75	161.98
		1,669.59	**935.34**

NOTE NO. 20- OTHER CURRENT ASSETS

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	Interest accrued on:		
	-Short Term Deposits	7,506.13	2,918.79
	-Employees	31.55	38.33
b)	PTA-Recoverable from GOI	15,301.98	-
c)	Construction Stores*	7,752.18	6,945.74
d)	Advance to Contractor	35,442.34	18,864.54
e)	Advance to Employees	688.21	470.16
f)	VAT Recoverable from State Govt	43,465.98	43,331.70
g)	Prepaid Expenses	177.33	158.75
h)	Advance Income Tax	-	27.87
i)	Fringe Benefit Tax	163.28	163.28
j)	Tax Deducted at Source	8,725.53	6,486.46
k)	Service Tax Input Credit	210.89	2,177.96
l)	DVAT Input Credit	2,093.67	3,014.76
m)	Amount Recoverable from Employees	13.55	14.37
n)	Amount Recoverable from Others**	24,320.12	19,374.04
o)	Deemed Export Benefit Receivable	7,503.16	-
		153,395.90	**103,986.75**

* Construction Stores includes ₹ 866.36 Lakhs (P.Y ₹ 6,443.39 Lakhs) lying with contractors.

** Amount Recoverable from Others includes ₹ 499.71 Lakhs (P.Y.₹ 499.71 Lakhs) which as per the directive of Hon'ble Delhi High Court is kept in fixed deposit by Employees State Insurance Corporation.

NOTE NO. 21- REVENUE FROM OPERATIONS

(₹ in Lakhs)

	Particulars	As at 31st March, 2012		As at 31st March, 2011	
a)	**From Traffic Operations**				
	Traffic Earnings	101,630.40		74,658.58	
	Feeder Bus Earning	154.83		173.09	
	Rental Earning	26,372.09	128,157.32	19,033.55	93,865.22
b)	**From Real Estate**				
	Lease Income		5,725.99		9,837.52
c)	**From Consultancy**				
	Consultancy Income		2,550.25		2,145.37
d)	**From External Project**				
	External Project Income		58,523.33		38,443.01
			194,956.89		**144,291.12**

NOTE NO. 22-OTHER INCOME

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	Deferred Grant	5,169.83	4,890.98
b)	Revenue Grant	-	512.00
c)	Income from Sale of Carbon Credit	10.79	357.96
d)	Sale of Tender Documents	326.39	133.56
e)	Sale of Scrap	31.93	15.75
f)	Training & Recruitment	676.41	649.19
g)	Liquidated Damages*	6,130.40	-
h)	Excess provision written back	5.57	0.07
i)	Miscellaneous income	805.21	360.28
j)	Income from :-		
	- Bank deposits	28,274.73	14,784.97
	- Employees	130.41	70.53
	- Others	303.81	3,117.15
	Total	**41,865.48**	**24,892.44**
Less:-	Transferred to Expenditure during construction	12,044.90	8,380.73
	Total carried forward to Statement of Profit & Loss	**29,820.58**	**16,511.71**

Explanatory Notes

* Liquidated Damages includes ₹ 6,037.50 lakhs levied on M/s Delhi Airport Metro Express Pvt. Ltd., due to non-compliance of contractual provisions of the concession contract entered into for Design, Installation, Commissioning, Operation and Maintenance of Airport Metro Express Line under Public Private Partnership (PPP).

NOTE NO. 23- OPERATING EXPENSES (EXCLUDING EMPLOYEE'S BENEFITS)

(₹ in Lakhs)

	Particulars	As at 31st March, 2012		As at 31st March, 2011	
a)	**Traffic Operation:-**				
	- Customer Facilitation Expenses	2,134.58		1,231.61	
	- Traction Expenses	12,390.66		7,615.28	
	- Electricity and Water Expenses	8,399.17		5,945.31	
	- Consumption of stores and spare parts	3,074.28	25,998.69	2,704.95	17,497.15
b)	**Consultancy Expenses**		165.63		373.79
c)	**External Project Expenses**		54,438.01		33,006.70
	Total		**80,602.33**		**50,877.64**

NOTE NO. 24- EMPLOYEES BENEFITS EXPENSES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
i)	Salaries, wages, allowances	27,819.65	24,429.20
ii)	Gratuity, Contribution to provident fund & pension scheme (incl. administration fees)	3,370.15	1,851.82
iii)	Staff welfare expenses	769.74	733.23
	Total	**31,959.54**	**27,014.25**
	Less:- Transferred to Expenditure during construction	5,205.92	5,132.41
	Total carried forward to Statement of Profit & Loss	**26,753.62**	**21,881.84**

Explanatory Notes

a) Refer Item No 23 at Note 30

NOTE NO. 25- FINANCE COST

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
a)	**Finance Cost - JICA Loans**		
	Interest Expenses	20,608.01	19,125.03
	Commitment Charges	169.32	208.09
b)	**Finance Cost - Others**		
	Finance Charges	71.74	120.04
	Total	**20,849.07**	**19,453.16**
Less:-	Transferred to Expenditure during construction		
	(i) Finance Cost - JICA Loans	733.87	1,416.73
	(ii) Finance Cost - Others	57.34	114.50
	Total carried forward to Statement of Profit & Loss	**20,057.86**	**17,921.93**

NOTE NO. 26- DEPRECIATION AND AMORTIZATION EXPENSES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
i)	Depreciation / Amortisation for the year		
(a)	Tangible Assets	80,184.08	58,331.33
(b)	Intangible Assets	69.26	70.32
	Total	**80,253.34**	**58,401.65**
Less:-	Transferred to Expenditure during construction	166.12	158.26
	Total carried forward to Statement of Profit & Loss	**80,087.22**	**58,243.39**

NOTE NO. 27- OTHER EXPENSES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012		As at 31st March, 2011	
i)	Repair & Maintenance				
	- Building	2,081.89		1,256.95	
	- Machinery	2,761.26		2,010.15	
	- Others	495.27	5,338.42	467.13	3,734.23
ii)	Travelling and conveyance		512.62		423.30
iii)	Exchange differences		549.97		2,571.42
iv)	House Keeping Expenses		4,515.18		3,852.66
v)	Auditors' Remuneration				
	-Audit Fees	10.11		9.93	
	-Tax Audit Fees	6.74		6.62	
	-Certification Fees	3.31	20.16	3.86	20.41
vi)	Insurance Expenses		193.77		150.93
vii)	Advertisement		391.92		279.73
viii)	Public Awareness Expenses		401.86		630.16
ix)	Legal Expenses		81.69		66.62
x)	General Consultancy and Professional Charges		2,991.72		5,426.38
xi)	Training and Recruitment Expenses		359.96		390.70
xii)	Telephone and Other Communication Expenses		285.20		266.48
xiii)	Printing and Stationery		726.22		723.91
xiv)	Security Expenses		422.14		578.30
xv)	Vehicle Hire and Maintenance Charges		812.55		828.42
xvi)	Land License Fee		466.50		599.90
xvii)	Environment protection Expenses		638.19		154.88
xviii)	Rates & Taxes		203.75		545.56
xix)	Profit/loss on sale of Asset		44.55		8.60
xx)	Stores Consumed		1,881.23		29.34
xxi)	Expenses related to Land		10,560.46		-
xxii)	Miscellaneous Expenses		646.34		820.85
	Total		**32,044.40**		**22,102.78**
Less:-	Transferred to Expenditure during construction		9,256.89		10,670.62
	Total carried forward to Statement of Profit & Loss		**22,787.51**		**11,432.16**

NOTE NO. 28-PRIOR PERIOD EXPENSES

(₹ in Lakhs)

	Particulars	As at 31st March, 2012	As at 31st March, 2011
A	**INCOME**		
i)	Rental Income	673.61	2.53
ii)	Consultancy Revenue	(28.00)	-
iii)	External Project-Income	971.84	(2,015.17)
iv)	Misc Income	-	107.26
v)	Electricity & Water Charges	22.21	-
	SUB TOTAL	**1,639.66**	**(1,905.38)**
B	**EXPENDITURE**		
i)	Consultancy and Professional Charges	(16.78)	26.78
ii)	Interest on JICA Loan	-	590.81
iii)	Repairs and Maintenance-Others	-	31.21
iv)	Depreciation	-	1,264.92
v)	Electricity and Water Expenses	-	24.37
vi)	Vehicle Hire and Maintenance Charges	15.31	0.30
vii)	External Project Expenses	2,916.54	(1,979.91)
viii)	Advertisement Others	6.46	0.72
ix)	Repairs and Maintenance-Computers	-	3.71
x)	Printing & Stationary	2.98	-
xi)	House Keeping	11.81	0.57
xii)	Telephone and Other Communication Expenses	21.10	1.65
xiii)	Miscellaneous Expenses	11.66	5.50
xiv)	Land License Fee	67.06	22.19
xv)	Repairs and Maintenance-Building	9.56	-
xvi)	Salary & Wages	1.32	-
xvii)	Interest	0.25	-
xviii)	Security Expenses	8.35	-
xix)	Legal Expenses	0.90	-
	SUB TOTAL	**3,056.52**	**(7.18)**
Less:-	Transferred to Expenditure during construction		
	(i) Income	-	-
	(ii) Expenses	(118.05)	(182.05)
	Total carried forward to Statement of Profit & Loss	**(1,298.81)**	**(1,716.15)**

NOTE NO 29 - SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation of Financial Statements

The financial statements have been prepared on the historical cost basis in conformity with the statutory provisions of the Companies Act, 1956 and the Statements, Standards and Guidance Notes issued by The Institute of Chartered Accountants of India and in accordance with Generally Accepted Accounting Principles as adopted consistently by the company.

1.2 Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of revenues and expenses during the reported period and the reported amounts of assets, liabilities and disclosures of contingent liabilities on the date of financial statements. Actual results could differ from these estimates. Differences between actual results and estimates are recognized in the period in which the results are crystallised.

2.0 Fixed Assets

2.1 Fixed assets including intangible assets are shown at their acquisition cost / historical cost.

2.2 Deposit works / contracts are capitalised on completion on the basis of statement of account received from executing agencies and in its absence on the basis of technical assessment of the work executed.

2.3 Assets & systems common to more than one section of the project are capitalised on the basis of technical estimates / assessments.

2.4 Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular is capitalised.

2.5 Capital Expenditure on assets not owned by the company is shown as a distinct item in capital work in progress till the period of completion and thereafter in the fixed assets.

2.6 Capitalization of the assets for new section to be opened for public carriage of passengers is done after ensuring its completeness in all respect as per manuals of practice of Delhi Metro Railway, administrative formalities and compliance of requirements stipulated by Commissioner of Metro Railway Safety imperative for the opening of such section.

2.7 Assets created under Public Private Partnership (PPP) Model, are capitalised at cost incurred by company plus ₹ 1/- when such Section to be opened for public carriage of passengers after ensuring its completeness in all respects as per Manual of Practice of Delhi Metro Railway, Administrative formalities and compliance of the requirements stipulated by Commissioner of Metro Railway Safety imperative for the opening of the Section.

3.0 Land

3.1 Amount received directly by the Land and Building Department, Government of National Capital Territory of Delhi (GNCTD), from Government of India (GOI) and GNCTD for buying land for the company as part of interest-free Subordinate Loan for Land sanctioned to the Company, is treated as interest-free subordinate loan for land. The disbursement therefrom through the Land Acquisition Collector directly to the landowners for the said purpose is adjusted as land cost and the balance shown as advance with Land and Building Department.

3.2 Amount received directly by the Company from GOI and GNCTD for the above stated purpose, are also treated as interest free subordinate loan for land and included in the land cost to the extent of the amount spent for the purpose.

3.3 Payments made/adjusted provisionally towards cost or compensation related to the land including lease-hold land in possession, are treated as cost of the land or Lease-hold land.

3.4 Payment made towards land acquired on temporary basis is amortised over the possession period of the land.

3.5 Compensation, replacement etc. relating to the cost of rehabilitation of Project Affected Persons (PAPs) is booked to CWIP and on completion is added to the cost of related assets.

3.6 Land is valued on pro-rata basis with reference to the award given by Land Acquisition Collector wherever transfer value of land is not indicated.

3.7 Cost of land earmarked for property development to be leased for 60 years and above is accounted for as inventory.

4.0 Capital Work-in-Progress

4.1 Income pertaining to construction period such as interest, sale of tender documents etc. is adjusted against expenditure during construction.

4.2 Claims including price variation are accounted for on acceptance.

4.3 Liquidated Damages are accounted for on settlement of final bill.

4.4 Administrative and general overheads (net of income) directly attributed to project are allocated in the ratio of assets capitalised to the total CWIP as at the end of the month of commissioning.

5.0 Allocation of Interest During Construction

5.1 Interest During Construction (IDC) in respect of qualifying assets commissioned during the year, is allocated in the ratio which the value of commissioned assets bear to the qualifying CWIP as at the end of the month of commissioning. In other cases, IDC is allocated based on the date of capital sation of the last section.

6.0 Depreciation

6.1 Depreciation is charged on straight-line basis at the rates prescribed under Schedule XIV of the Companies Act, 1956. However, in case of following assets, depreciation is at the following rates: -

Item	Rate (%)
Rolling Stock	3.17
Escalators & Elevators	3.17
Track Work	1.63
Air Conditioners and inverters provided to the employees at residential office except Directors	25.00
Mobile Handsets costing more than ₹ 5,000/- each provided to the employees except Directors	25.00
Feeder buses	19.00

6.2 Fixed Assets costing ₹ 5,000/- or less are depreciated fully in the year of purchase.

6.3 Structures in the nature of temporary erection are fully depreciated in the year of its construction.

6.4 Capital expenditure in respect of assets not owned by the Company is amortised over a period of five years beginning after completion of related assets and commencement of its commercial operations.

6.5 Intangible assets are amortised on Straight Line Method over a period of legal right to use or 5 years whichever is earlier."

6.6 Leasehold Assets except land are amortised over the lease term or its useful life (as per Companies Act, 1956) whichever is shorter.

6.7 Depreciation in respect of addition to an existing asset which form integral part of main assets capitalised earlier is charged over the remaining useful life of that asset"

7.0 Foreign Currency

7.1 Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of transaction.

7.2 Monetary items denominated in foreign currencies are translated at exchange rates as at the reporting date.

7.3 Foreign Exchange differences arising in respect of monetary item relating to acquisition of fixed asset are adjusted to the carrying cost of related fixed asset/Capital Work-in-Progress prior to capitalization. Other exchange differences are recognized as income or expense in the period in which they arise.

8.0 Impairment of Assets

An asset is treated as impaired, when carrying cost of assets exceeds its recoverable amount. An impaired loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there is a change in the estimate of the recoverable amount.

9.0 Inventories

9.1 Inventories including loose tools other than land are valued at the lower of cost, determined on weighted average basis, and net realisable value.

9.2 Land inventory is valued at the lower of cost and net realisable value.

10.0 Revenue Recognition

10.1 Income from fare collection is recognised on the basis of use of tokens, money value of the actual usage in case of Smart Cards and other direct fare collection.

10.2 Income from Feeder Bus is recognised based on yearly attributable amount of the total income as agreed in the contract.

10.3 Income from consultancy / contract services is accounted for on the basis of actual progress / technical assessment of work executed, except in cases where contracts provide otherwise.

10.4 Income from Property development/ Rental Income in respect of land is recognised in accordance with terms and conditions of the contract with licensee/lessee /concessionaire etc.

10.5 Income from lease of land for property development pursuant to lease agreement for 60 years and above is recognised as sale on handing over of land to developer since it transfers substantially risks and rewards incidental to ownership of land.

10.6 Income from sale of scrap is accounted on realisation basis.

10.7 Income arising from carbon credit is recognised on the determination of the entitled units where a sale agreement already exists or on the execution of sale of carbon credits.

10.8 Revenue from external project work is recognised as follows:

10.8.1 Cost plus contracts- revenue is recognised by including eligible contractual items of expenditure plus proportionate margin as per contract.

10.8.2 Fixed price contract-revenue represents the cost of work performed on the contact plus proportionate margin, using the percentage of completion method. Percentage of completion is determined as a proportion of cost of work performed to-date to the total estimated contract cost.

11.0 Retirement Benefits

11.1 The contribution to the Provident Fund for the period is recognized as expense and is charged to the profit & loss account. Company obligation towards post retirement benefits and baggage allowance, sick leave, earned leave, leave travel concession are actuarially determined and provided for as per AS-15 (Revised).

11.2 The company has set up a Gratuity Trust Fund with LIC of India and gratuity liability to employees is provided for on basis of actuarial valuation.

12.0 Insurance Claims

Insurance claims are accounted for in the year of lodgement and any shortfall/excess is adjusted on the settlement of claims.

13.0 **Prior Period Expenses And Income**

Individual items of Prior Period Expenses and Income over Rs. 25,000/- each are recognised.

14.0 Prepaid Items

Individual items of Prepaid Expenses over Rs. 25,000/- each are recognised.

15.0 Grants In Aid

15.1 Grants from the Government/Non-Government or other authorities towards Capital Expenditure for creation of assets are initially shown as 'Deferred Government Grants'. These are subsequently recognised as income each year over the life of the relevant assets in proportion to depreciation on those assets.

15.2 Grants from the Government/Non-Government or other authorities towards Revenue has been recognised in the profit and loss account under the head 'other income'.

16.0 Borrowing Cost

Interest cost incurred on the funds borrowed specifically for the project and identified therewith is capitalised up to the time of commissioning of the project or part thereof and thereafter charged to revenue to the extent assets are under commercial operation.

17.0 Taxation

17.1 Income tax is determined in accordance with the provisions of the Income Tax Act, 1961.

17.2 Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

18.0 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

NOTE NO. 30 - NOTES ON FINANCIAL STATEMENTS

1. **CONTINGENT LIABILITIES :** (₹ in Lakhs)

	Particulars	2011-12	2010-11
a)	Claims against the company not acknowledged as debts including foreign currency claim towards:		
	- Capital Works	1,61,160.20	90,869.51
	- Land compensation cases (*)	24,648.21	19,762.13
	- Others	41,590.09	35,426.37
b)	Disputed Income Tax Demand	6,202.56	6,202.56
c)	Demand raised by Employees State Insurance Corporation towards liability of contractor.	499.71	499.71
d)	Disputed Service Tax Demand	2,224.08	2,224.08
e)	Disputed Central Excise Demand	94.94	94.94
f)	Demand raised by BSES Rajdhani Power Ltd, BSES Yamuna Power Ltd & North Delhi Power Ltd (Discoms) towards Electricity Tax.	2,839.57	1923.69
g)	Amount deposited with DDA/MCD/L&DO under protest on account of ground rent, shown as recoverable.	621.44	621.44
	Total	2,39,880.80	1,57,624.43

(*) includes **₹ 14,096.64 Lakhs** (P.Y. ₹ 14,041.59 Lakhs) deposited under protest with Hon'ble Delhi High Court/District Courts. In addition to the above:

i) Some landowners have filed suit against the Company for alternate land, which cannot be quantified. Liabilities, if any, in respect of these cases pending with the courts shall be provided after completion of legal proceedings.

ii) Municipal Corporation of Delhi (MCD) objected to display of advertisements by DMRC on civil structure on the ground that prior approval of the Commissioner as well as sharing of its revenue is required in respect of such display. DMRC filed Special Leave Petition with Hon'ble Supreme Court and got stay. In the stay order Hon'ble Supreme Court allowed DMRC to erect fresh hoardings or to enter any new contracts subject to the provisions of Advertisement Policy as approved by the Hon'able Supreme Court. Further, the Hon'ble Supreme Court held that in case MCD raised any demand against DMRC for revenue sharing or gives any notice for removal of any advertisement (s), it will always be open to the DMRC to seek its remedies before an appropriate forum in accordance with law.

In the meantime, MCD has served various notices to DMRC for removal of advertisements on the ground that it is not in conformity of MCD advertisement policy. Against these notices DMRC filed Civil Writ Petition before Hon'able High Court of Delhi challenging the above action of MCD claiming that DMRC will continue to maintain its right to advertisement on piers, viaduct and other civil structure. The Hon'able High Court granted interim stay against the action of MCD and the case is pending before the Hon'ble High Court.

iii) Karnataka Sales Tax Department has issued demand for ₹13,605.27 lakhs (P.Y. ₹ 11,135.21 lakhs) for the Financial Years 2003-04 to 2007-08 including interest, relating to MRM, a consortium comprising of three members i.e. Mitsubishi Corporation (Japan)-Rotem (Korea)-Mitsubishi Electric Corporation (Japan), on account of non-payment of Central Sales Tax in respect of 55 train sets indigenously manufactured/assembled at Bengaluru and supplied to DMRC. MRM has informed DMRC that they will claim reimbursement in case called upon to pay this liability. DMRC however, has clarified that MRM is solely responsible under the contract.

MRM filed an appeal before the Karnataka Sales Tax Tribunal, which was dismissed. Hon'able Karnataka High Court vide order dated 29.09.2011 has confirmed the Central Sales Tax liability. Against this order, MRM have filed a Special Leave Petition (SLP) before the Hon'ble Supreme Court which is pending.

iv) For various properties of the Company falling under the jurisdiction of MCD, a joint meeting with the MCD authorities was held on 23.03.2011 and as per decision taken in the meeting, an amount of ₹ 451.43 lakhs has been paid as service charges in lieu of property tax on provisional basis till 31.03.2012. Final settlement of service charges shall be made after necessary reconciliation of the built-up area. In regard to areas falling in the NDMC jurisdiction, the matter is yet to be finalised with the NDMC authorities, pending reconciliation a lumpsum provision of ₹ 320 lakhs has been made towards service charges till 31.03.2012. For the areas falling under States of Haryana and Uttar Pradesh necessary provision, if any, shall be made on the receipt of demand from the respective State Authorities.

2. Estimated amount of contracts including foreign currency contracts net of advances, external projects, remaining to be executed on capital account and not provided for is ₹ 6,21,540.81 lakhs (P.Y. ₹ 3,51,857.66 lakhs).

3. DMRC's claim for exemption from Income Tax u/s 10(20-A) of Income Tax Act, 1961 and also allowance of certain expenses has not been accepted by the Income Tax Authorities. All demands raised have been paid by DMRC under protest. DMRC's claims for refund of ₹ 10,652.69 Lakhs (P.Y. ₹ 10,652.69 Lakhs), have been rejected by the Income Tax Commissioner (Appeals). DMRC has filed appeals before Hon'ble Income Tax Appellate Tribunal (ITAT). The Hon'ble Tribunal has dismissed the appeals and directed to take prior approval of Committee on Disputes (COD) and to file an application for revival of the appeals after clearance of the COD is obtained. COD vide its letter No. COD/19/2010 dated 20.05.2010 permitted to pursue appeals on all these cases before ITAT. Company has filed appeals before ITAT which are pending.

4. Execution of lease deed is pending in respect of office space of 4,634.04 sq. mtr. {3965.00 sq.mtr. acquired from M/s National Building Construction Corporation Ltd. (NBCC) and 669.04 sq. mtr. from Credit Rating Information Services of India Limited (CRISIL)} (P.Y. 4,634.04 sq. mtr.) for aggregate consideration of ₹ 2,575.74 Lakhs (P.Y. ₹ 2,575.74 Lakhs). In respect of office space acquired from CRISIL, lease terms from NBCC to CRISIL and from CRISIL to DMRC are still pending. However, CRISIL has substantiated their property right by producing no Objection Certificate from NBCC. Further, provision for registration charges for above properties have not been made, as the same is exempt/lease period is not determined as execution of lease deed between Ministry of Urban Development (MOUD) and NBCC is also pending.

5.1 In case of Land transferred from Govt. Dept., Ground Rent demanded by various authorities has not been provided because as per fixation of price orders issued by MOUD, ground rent is not leviable.

5.2 Pending resolution of the issue with land owning department provision for Ground Rent up to 31.03.2012 amounting to ₹ 330.14 Lakhs (P.Y. ₹ 297.13 Lakhs) has been made in respect of Staff Quarters at Pushp Vihar.

6. MOUD vide letter No. K-14011/8/2000-MRTS dated 30.03.2009, has communicated that raising resources through

property development is one of the ways of mobilising resources for the project as well as sustainable operations and the word "project" would also include "property development".

7. Land is received by DMRC from various land owning agencies for the construction of MRTS project. Out of this, certain portion of land is identified for the property development after taking into consideration basic requirements of project implementation and is shown as fixed asset in terms of Accounting Policy No 3.7 of DMRC.

8. Payment to the Statutory Auditors: -

(₹ in Lakhs)

Particulars	2011-12	2010-11
Audit Fees	9.00	9.00
Tax Audit Fees	6.00	6.00
Certification fees	3.00	3.50
Reimbursements:		
-Travailing expenses	NIL	NIL
-Service Tax	2.16	1.91

9. Details of foreign currency exposure not hedged by a derivative instrument or otherwise:

(₹ In lakhs)

S. No.	Particulars	Currency	Amount equivalent in INR	
			31.03.2012	31.03.2011
a)	Borrowings, including interest accrued but not due thereon		NIL	NIL
b)	Sundry creditors/deposits and retention monies	Euro	5,545.33	12,904.75
		JPY	2,137.66	2,088.29
		SEK	5,986.44	3,322.10
		USD	22,355.09	2,621.21
		Others	207.03	573.83
c)	Sundry debtors and bank balances	USD	NIL	130.96
d)	Unexecuted amount of contracts remaining to be executed	Euro	59,431.21	69,060.73
		JPY	39,752.16	24,481.61
		SEK	3,738.25	14,956.29
		USD	9,356.19	8,299.53
		Others	57.17	327.34

10. Additional information pursuant to Schedule VI of the companies act, 1956:

(₹ in Lakhs)

No.	Particulars	2011-12	2010-11
A	**Value of imports calculated on CIF basis:**	1,023.86	3,221.98
B	**Expenditure in Foreign currency on:**		
	(I) Professional and consultancy fee	659.85	1,036.17
	(ii) Tours and Travels	36.40	28.15
	(iii) Contracts*	74,686.60	1,05,212.75
	(iv) Others	72.55	153.10
C	**Earnings in Foreign Exchange:**		
	(i) Consultancy	NIL	NIL
	(ii) Interest	NIL	NIL
	(iii) Others	11.19	357.96
D	**Value of Components, spare parts & store consumed:**		
	(I) Imported	235.61	271.71
	(ii) Indigenous	1900.86	1,442.65

*The values are calculated based on composite milestone payments (net cash payment), which includes expenditure on Design, Erection, Testing, Commissioning etc.

11. During the year ended 31st March 2012, the Revised Schedule-VI notified under the Companies Act, 1956 has become applicable to the company. Though the implication of revised schedule VI does not impact recognition and measurement principles followed for preparation of financial statements, but it has an impact on presentation and disclosures made in the financial statements. Consequently, the company has reclassified previous year figures to conform to this year's classification.

12. DMRC has taken-up construction of Metro project on behalf of Kerala State Government. Kerala State Government released ₹ 4566.67 lakhs (P.Y. ₹ 3066.67 Lakhs) for taking up preliminary and preparatory works, against which, expenses incurred ₹ 3,234.51 Lakhs (P.Y. ₹ 193.05 lakhs) up to 31.03.2012. Pending signing of agreement with Kerala State Government, the same has been shown as external project expenditure as well as revenue.

13. The concession fees on account of use of additional area over and above contractually allotted area has been taken-up with the concessionaire M/s Delhi Airport Metro Express Pvt. Ltd. Necessary accounting treatment on account of additional concession fees will be made in the books of accounts on reconciliation of the use of additional area.
14. Hon'ble District Court vide order dated 14.7.2011 has directed DMRC to pay enhanced compensation of ₹ 17518.10 lakhs to some Land Owners. The company has deposited the aforesaid amount with LAC (North)/Secretary Land & Building with a request to file an appeal against the order of Hon'ble District Court. As per established accounting practices and prudent accounting measures, the company has capitalised a sum of **₹ 7,038.37 Lakhs** in respect of land portion owned by the company and balance **₹ 10,479.73 lakhs** has been charged to revenue for the land piece which has been sold during the year 2008-09 and sale proceeds considered as income of that year.
15. As per Public Notice No. 67/2009 dated 25.05.2010 issued by Directorate General of Foreign Trade (Ministry of Commerce), yen credit channelized through Japan International Cooperation Agency (JICA) is eligible for Deemed Export Benefit. Accordingly, DMRC has lodged the claim for **₹ 11,623 lakhs** during the Financial Year 2011-12. Directorate General of Foreign Trade (Ministry of Commerce) has admitted the claim for **₹ 7,786 lakhs** and to that extent cost of project has been reduced. An amount of **₹ 283 lakhs** has been received during the Financial Year 2011-12 and ₹ 7,503 lakhs (**₹ 7,786 lakhs - ₹ 283 lakhs)** has been shown as amount recoverable. Balance claim of **₹ 3,837 lakhs** is under process.
16. DMRC is not a Manufacturing Undertaking, hence the provisions for disclosure of licensed and installed capacity are not applicable.
17. Environmental protection expenditure relating to utilities diversions, tree cutting and plantation etc. as and when accrued is accounted for in the normal course of events during execution of the project in terms of contractual provisions of the contract.
18. In respect of supply, installation, testing and commissioning contracts, expenditure is booked to capital work in progress as per contractual milestones.
19. Some debit/credit balances of parties are subject to confirmation and reconciliation, consequential impact thereof, if any, remains unascertained.

20. Information in respect of Micro, Small And Medium Enterprises as at 31st march 2012:

(₹ in Lakhs)

Sl.	Particulars	2011-12	2010-11
1	Amount remaining unpaid to any supplier: a) Principal Amount b) Interest due thereon	 **44.16** **NIL**	 NIL NIL
2	Amount of interest paid in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount paid to the supplier beyond the appointed day;	**NIL**	NIL
3	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 the Micro, Small and Medium Enterprises Development Act, 2006;	**NIL**	NIL
4	Amount of interest accrued and remaining unpaid	**NIL**	NIL
5	Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	**NIL**	NIL

Disclosure requirements of Accounting Standards

21. Disclosure in respect of Accounting Standard (as)-7 (revised) "Construction Contracts":

(₹ in Lakhs)

Sl.	Particulars	As on 31.03.2012	As on 31.03.2011
(a)	Revenue recognised during the year	**58,523.33**	38,443.01
(b)	Cost incurred during the year	**55,196.09**	33,282.88
(c)	Advance from clients	**54,952.29**	26,137.49
(d)	Retentions by client	**NIL**	NIL
(e)	Amount due from client	**18.82**	1,896.42

22. Disclosure in respect of Accounting Standard (AS)-11 (Revised) "The Effects of changes in Foreign Exchange Rates":

The amount of exchange differences (net) debited to the Profit & Loss Account ₹ 18.09 Lakhs (P.Y. ₹ 154.54 Lakhs)

23. Disclosure in respect of Accounting Standard (AS)-15 (Revised) "Employee Benefits":

General description of various defined employees benefits schemes are as under:

i) Provident Fund:

DMRC's Provident Fund is managed by Regional Provident Fund Commissioner. DMRC pays fixed contribution to provident fund at pre-determined rate. The liability is recognised on accrual basis.

ii) **Gratuity:**

DMRC has a defined benefit gratuity plan. Every employee who has rendered continues service of five years or more is entitled to get gratuity at 15 days salary (15/26 x last drawn basic pay, dearness pay plus dearness allowance) for each completed year of service on superannuation, resignation, termination, and disablement or on death. A trust has been formed for this purpose. This scheme is being managed by the Life Insurance Corporation of India (LIC) for which DMRC has taken a Master Policy.

The scheme is funded by DMRC and the liability is recognized on the basis of contribution payable to the insurer, i.e., the Life Insurance Corporation, however, the disclosure of information as required under AS-15 (R) have been made in accordance with the actuarial valuation.

iii) **Pension:**

Employee's Group Superannuation Pension Scheme is managed by LIC of India. This scheme is optional and DMRC's obligation is limited to pay 2.5% of Basic Pay of the enrolled employee.

The contribution to the scheme for the period is grouped under Employee Cost on accrual basis. In respect of deputationists employees, pension contribution is calculated as per Govt. of India Rules and is accounted for on accrual basis.

iv) **Post Retirement Medical Facility:**

DMRC has Post Retirement Medical Facility (PRMF), under which retired employee and the spouse are provided medical facility for indoor treatment at the same rate as applicable to regular employee.

The liability on this account is recognized on the basis of actuarial valuation.

v) **Terminal Benefits:**

Terminal benefits include settlement at home-town or to the place where he or his family intends to settle in India including Baggage Allowance. Further DMRC has deputationists staff from other organisations for which DMRC is liable to pay exit benefits.

The liability on this account is recognized on the basis of actuarial valuation.

vi) **Leave:**

DMRC provides for earned leave benefits (included compensated absence) and half-pay leave to the employees of DMRC, which accrue annually at 30 days & 20 days respectively. Only the leave in the encashable leave account is encashable once in a calendar year while in service and a maximum of 300 days on superannuation. Half pay leave is en-cashable up to the extent of half of such accumulated leave lying at the credit of the employee on his superannuation or on death while in service,

The liability on this account is recognized on the basis of actuarial valuation.

In respect of deputationists employees, Leave salary contribution is payable to their parent departments @ 11% of pay drawn (Basic Pay including Dearness Pay & Special Pay) and is accounted for on accrual basis.

vii) **LTC:**

DMRC provides financial assistance to the employees in meeting the expenses of travel involved while availing of rest & recreation with their family away from the headquarters at the home town or elsewhere periodically as per DMRC's policy.

The liability on this account is recognized on the basis of actuarial valuation.

viii) **The summarized position of various defined benefits recognized in the profit & loss account and balance sheet is as under:**

(a) Expenses recognized in profit & loss account:

(₹ in Lakhs)

Particulars		Gratuity	PRMF	LTC	Leave	Terminal Benefits
Current Service Cost	C.Y.	444.89	347.89	67.89	419.58	10.65
	P.Y.	334.97	205.75	(42.09)	318.44	7.93
Interest cost on benefit obligation	C.Y.	126.05	109.34	-	156.52	3.65
	P.Y.	93.31	82.27	-	108.45	4.20
Expected return of plan assets	C.Y.	(125.90)	-	-	-	-
	P.Y.	83.31	-	-	-	-
Net actuarial (gain)/loss recognized during the year	C.Y.	(29.01)	(252.41)	-	107.02	(8.54)
	P.Y.	(11.46)	40.08	-	279.70	(15.18)
Expenses recognized in the Profit & Loss A/c	C.Y.	416.03*	204.82	67.89	683.12	5.76
	P.Y.	333.51	328.10	(42.09)	706.59	(3.05)

(b) The amount recognized in the Balance Sheet:

(₹in Lakhs)

Particulars		Gratuity	PRMF	LTC	Leave	Terminal Benefits
Present value of obligation as at	C.Y.	**2,062.19**	**1,530.13**	**207.27**	**2,504.35**	**46.84**
31.03.2012 - (I)	P.Y.	1545.13	1325.31	139.38	1,973.13	47.39
Fair value of plan assets as at	C.Y.	**1,646.16**	**-**	**-**	**-**	**-**
31.03.2012 (ii)	P.Y.	1,211.62	-	-	-	-
Difference (ii)– (i)	C.Y.	**(416.03)**	**(1,530.13)**	**(207.27)**	**(2,504.35)**	**(46.84)**
	P.Y.	(333.51)	(1,325.31)	(139.38)	(1,973.13)	(47.39)
Net asset/(liability) recognized in the	C.Y.	**(416.03)***	**(1,530.13)**	**(207.27)**	**(2,504.35)**	**(46.84)**
Balance Sheet	P.Y.	(333.51)	(1,325.31)	(139.38)	(1,973.13)	(47.39)

(c) Changes in the present value of the defined benefit obligations:

(₹ in Lakhs)

Particulars		Gratuity	PRMF	LTC	Leave	Terminal Benefits
Present value of obligation as at	C.Y.	**1,545.13**	**1,325.31**	**139.38**	**1,973.13**	**47.39**
01.04.2011	P.Y.	1,146.11	997.21	181.47	1,362.54	51.42
Interest cost	C.Y.	**126.05**	**109.34**	**-**	**156.52**	**3.65**
	P.Y.	93.31	82.27	-	108.45	4.20
Current Service Cost	C.Y.	**444.89**	**347.89**	**67.89**	**419.58**	**10.65**
	P.Y.	334.97	205.75	(42.09)	318.44	7.93
Benefits paid	C.Y.	**(34.48)**	**-**	**-**	**(151.90)**	**(6.31)**
	P.Y.	(30.20)	-	-	(96.00)	(0.98)
Acquisition Cost/ Credit)	C.Y.	**1.30**	**-**	**-**	**-**	**-**
	P.Y.	1.37	-	-	-	-
Net actuarial (gain)/loss on obligation	C.Y.	**(20.70)**	**(252.41)**	**-**	**107.02**	**(8.54)**
	P.Y.	(0.43)	40.08	-	279.70	(15.18)
Present value of the defined benefit	C.Y.	**2,062.19**	**1,530.13**	**207.27**	**2,504.35**	**46.84**
obligation as at 31.03.2012	P.Y.	1,545.13	1,325.31	139.38	1,973.13	47.39

(d) Changes in the fair value of plan assets :

(₹ in Lakhs)

Particulars		Gratuity	PRMF	LTC	Leave	Terminal Benefits
Opening balance of Fair Value of plan asset	C.Y.	**1,211.62**	-	-	-	-
	P.Y.	685.35				
Expected return on plan assets	C.Y.	**125.90**	-	-	-	-
	P.Y.	83.31	-	-	-	-
Acquisition adjustment	C.Y.	**1.30**	-	-	-	-
	P.Y.	1.37	-	-	-	-
Contributions by employer	C.Y.	**333.51**	-	-	-	-
	P.Y.	460.76				
Benefit paid	C.Y.	**(34.48)**	-	-	-	-
	P.Y.	(30.20)				
Actuarial gain/(loss)	C.Y.	**8.31**	-	-	-	-
	P.Y.	11.03				
Closing balance of Fair value of plan assets	C.Y.	**1,646.16**	-	-	-	-
	P.Y.	1,211.62				

(e) During the year, DMRC has provided liability towards contribution to:

(₹ in Lakhs)

Particulars	2011-12	2010-11
Gratuity	**416.03***	333.51
PRMF	**204.82**	328.10
LTC	**67.89**	(42.09)
Leave	**683.12**	706.59
Terminal benefits	**5.76**	(3.05)

(C.Y.) Current Year, (P.Y.) Previous Year

* The scheme is funded by DMRC and the liability is recognized on the basis of contribution payable to the insurer, i.e., the Life Insurance Corporation, however, the disclosure of information as required under AS-15 (Revised) have been made in accordance with the actuarial valuation.

ix) **Actuarial Assumptions:**

Principal assumptions used for actuarial valuation are:

i	Method used	Projected Unit Credit Method
ii	Discount Rate	8.80%
iii	Expected rate of return on plan asset-Gratuity	9.25%
iv	Future salary increase	5.50%

The estimates of future salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The effect of one percentage change (+/-) in the medical cost will impact the PRMF liability as under:

•	Cost increased by 1%	₹ 2,081.72 Lakhs
•	Cost decreased by 1%	₹ 1,144.20 Lakhs

24. Disclosure in respect of Accounting Standard (AS)-17:"Segment Reporting":

a) **Business segment:**

DMRC's principal business segments are Metro Operations, Real Estate, External Projects and Consultancy.

b) **Segment Revenue and Expense:**

Metro operations - Revenue directly attributable to the segment including income from train operation, feeder bus earnings, rental income of space for kiosks, parking, Shops, Restaurant, Malls and advertisement, sale of tender forms and sale of carbon credit are considered.

Real Estate - Revenue directly attributable to the segment including rental from leasing of Land, Property and sale of tender forms etc. are considered.

External Projects - Revenue is recognised by including eligible contractual items of expenditure plus proportionate departmental charges.

Consultancy - Revenue directly attributable to the segment including income from consultancy and sale of tender forms are considered.

Expenses directly attributable to the each segment and common expenses allocated on systematic basis are considered as segment expenses.

c) **Segment Assets and Liabilities:**

Segment assets include all operating assets in respective segments comprising of net fixed assets and current assets, loans and advances and capital work in progress, construction stores & advances. Assets relating to corporate and construction are included in unallocated segments. Segment liabilities include liabilities and provisions directly attributable to respective segment.

(₹ in Lakhs)

	PARTICULARS	OPERATIONS		REAL ESTATE		EXTERNAL PROJECTS		CONSULTANCY		TOTAL	
		2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
A	**Segment Revenue**										
	Operating Income	128,157.32	93,865.22	5,725.99	9,837.52	58,523.33	38,443.01	2,550.25	2,145.37	194,956.89	144,291.12
	Other Income	18,231.23	7,799.46	6,982.44	6,575.90	3,089.15	1,408.36	1,517.76	727.98	29,820.58	16,511.71
Less	Interest from Fixed Deposit	5,312.81	994.47	6,817.62	3,484.40	2,925.64	1,326.98	1,506.39	727.11	16,562.46	6,532.95
	Unallocated income	-	-	-	-	-	-	-	-	-	-
	Total Revenue	**141,075.74**	**100,670.22**	**5,890.81**	**12,929.02**	**58,686.84**	**38,524.40**	**2,561.62**	**2,146.24**	**208,215.01**	**154,269.87**
Less	Employee benefit expenses	(25,826.71)	(21,573.83)	(190.49)	(0.13)	(496.90)	(109.59)	(239.52)	(198.29)	(26,753.62)	(21,881.84)
	Operating & other exp	(36,771.91)	(27,479.95)	(11,651.43)	(1,166.62)	(54,699.19)	(33,173.32)	(267.31)	(489.91)	(103,389.84)	(62,309.80)
B	**Segments Results (EBDT)**	**78,477.12**	**51,616.44**	**(5,951.11)**	**11,762.27**	**3,490.75**	**5,241.49**	**2,054.79**	**1,458.04**	**78,071.55**	**70,078.23**
Less	Depreciation	78,957.08	57,439.23	1,117.39	795.84	4.02	1.03	8.73	7.29	80,087.22	58,243.39
	Unallocated expenses	-	-	-	-	-	-	-	-	20,057.86	17,921.93
C	**Profit Before Tax (PBT)**	**(479.96)**	**(5,822.79)**	**(7,068.50)**	**10,966.43**	**3,486.73**	**5,240.46**	**2,046.06**	**1,450.75**	**(22,073.53)**	**(6,087.09)**
Add	Interest from Fixed Deposit	-	-	-	-	-	-	-	-	16,562.46	6,532.95
Less	Provision for Taxes	-	-	-	-	-	-	-	-	(11,705.08)	(40,115.25)
	Prior Period Adjustments	-	-	-	-	-	-	-	-	(1,298.81)	(1,716.15)
	Net Profit	-	-	-	-	-	-	-	-	(18,514.96)	(41,385.53)
D	**Other Information**										
D.01	**Segment Assets**										
	Assets	2,723,372.66	2,583,689.87	68,944.46	60,111.36	15,446.59	12,556.23	1,483.57	1,705.15	2,809,247.28	2,658,062.61
	Unallocated assets	-	-	-	-	-	-	-	-	716,998.40	586,846.96
	Total Assets	**2,723,372.66**	**2,583,689.87**	**68,944.46**	**60,111.36**	**15,446.59**	**12,556.23**	**1,483.57**	**1,705.15**	**3,526,245.68**	**3,244,909.57**
D.02	**Segment Liabilities**										
	Liabilities	24,484.57	17,680.79	26,729.70	23,191.68	65,971.47	37,700.97	2,464.72	4,159.58	119,650.46	82,733.02
	Unallocated liabilities	-	-	-	-	-	-	-	-	1,949,922.37	1,877,681.72
	Total Liabilities	**24,484.57**	**17,680.79**	**26,729.70**	**23,191.68**	**65,971.47**	**37,700.97**	**2,464.72**	**4,159.58**	**2,069,572.83**	**1,960,414.74**
D.03	**Capital Expenditure**										
	Net Addition to Fixed Assets	214,228.80	1,403,248.90	15,540.12	15,999.34	19.10	3.74	10.89	3.94	229,798.91	1,419,255.92
	Net Addition to Fixed Assets-unallocated	-	-	-	-	-	-	-	-	19,637.12	4,261.08
	Total additions	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**249,436.03**	**1,423,517.00**

25. Disclosure in respect of Accounting Standard (AS)-18 "Related Parties Disclosures":

a) Key Management Persons:

Shri E. Sreedharan, Managing Director (upto 31.12.2011)	Shri Raj Kumar Director (Operations)
Shri Mangu Singh, Managing Director (w.e.f 01.01.2012)	Shri H. S. Anand, Director (Rolling Stock)
Shri Mangu Singh, Director (Works) (upto 31.12.2011)	Shri Kumar Keshav, Director (Project)
Shri Satish Kumar, Director (Electrical)	Shri Jitender Tyagi, Director (Works) (w.e.f. 01.02.2012)
Shri R.N. Joshi, Director (Finance)	

b) Disclosure of transactions of DMRC with related parties:

(₹ in Lakhs)

Particulars	2011-12	2010-11
Salaries & Allowances	**189.52**	158.52
Contribution to Provident Fund and other Funds, Gratuity & Group Insurance	**14.40**	16.06
Other Benefits	**13.51**	24.00
Total (included in Employees Cost)	**217.43**	**198.58**

In addition to the above remuneration:

a) The whole time Directors have been allowed to use the staff car (including for private journeys) subject to recovery as per DMRC's rules.

b) The provisions for contribution to gratuity, leave encashment, post retirement medical benefits and terminal benefits as ascertained on actuarial valuation, amounted to ₹ 111.62 lakhs (P.Y. ₹ 124.97 lakhs).

26. Disclosure in respect of Accounting Standard (AS)-19 "Leases":

26.1 DMRC has taken on lease/rent premises for employees. These lease arrangements are usually renewable on mutually agreed terms but are cancellable. During the year DMRC has paid lease rent (net of recoveries) amounting to ₹ 303.93 Lakhs (P.Y. ₹ 319.55 Lakhs) and included under the head Expenditure-Salaries & Wages/ Expenditure During Construction (EDC).

26.2 DMRC has leased out its various assets to parties on operating lease basis. Future minimum lease rent receivables are computed based on the rentals prevailing as on balance sheet date. The details are as under:

(₹ in Lakhs)

Operating Lease	Not later than one year	Later than one year and up to five years	Beyond five years
Current Year (2011-12)	**27,249.46**	**80,466.93**	**2,38,839.26**
Previous Year (2010-11)	26,419.08	91,630.99	2,91,497.85

27. Disclosure in respect of Accounting Standard (AS)- 20: Earning per Share:

(₹ in Lakhs)

Particulars	2011-12	2010-11
Profit after taxation, prior period adjustments & tax Adjustments for the earlier years as per Profit and Loss account (₹ in Lakhs)	**(18,514.96)**	(41,385.53)
Weighted average number of equity shares outstanding:-		
Basic	**109,569,500**	91,568,329
Diluted	**115,649,044**	93,894,243
Basic Earning Per Share (in rupees) (Face value of Rs. 1,000/- per share)	**(16.90)**	(45.20)
Diluted Earning Per Share (in rupees) (Face value of ₹ 1,000/- per share)	**(16.90)**	(45.20)

28. Disclosure in respect of Accounting Standard (AS)-29 "Provisions, Contingent Liabilities and Contingent Assets":

(₹ in Lakhs)

Particulars	Opening balance as on 01.04.2011	Additions/ Transfers during the year	Utilisation during the year	Adjustment during the year	Written-back during the year	Closing balance as on 31.03.2012
Retirement Benefits	3,820.09	2,079.02	158.21	334.88	-	5,406.02
Wealth Tax	24.56	24.20	24.56			24.20
Expenses	1,786.00	1,669.18	1,786.00			1,669.18
FBT	140.42	-	-	-	-	140.42
Income Tax	1,564.70	-	-	265.15	-	1,299.55
Total	**7,335.77**	**3,772.40**	**1,968.77**	**600.03**	**-**	**8,539.37**

29. Previous year's figures have been regrouped/rearranged/reclassified, wherever necessary, to make them comparable to the current year's presentation.
30. Figures have been rounded to the nearest lakhs of rupees.

As per our report of even date annexed

For Suresh Chandra & Associates
Chartered Accountants

(Suresh Chand Gupta)	**S.K SAKHUJA**	**R.N JOSHI**	**MANGU SINGH**
Partner	**Company Secretary**	**Director Finance**	**Managing Director**
Membership No: 16534			

Date: 27.06.2012
Place: New Delhi

Delhi Metro Rail Corporation Limited

Cash Flow Statement For The Year Ended 31.03.2012

(₹ in Lakhs)

Particulars	For the year ended 31.3.2012	For the year ended 31.3.2011
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/Loss after tax	(18,514.96)	(41,385.53)
Adjustment for:-		
Loss on Sale of Assets	44.55	8.60
Depreciation	80,087.22	58,243.39
Prior Period Expenses Adjustment	-	1,264.92
Deferred Tax Liability	11,680.88	40,090.69
Interest & Finance Charges	20,057.86	18,076.48
Deferred Government Grant	(5,169.83)	(4,890.98)
Exchange rate variation	18.09	154.54
Operating Profit before Working Capital Changes	**88,203.81**	**71,562.11**
Adjustment for:-		
Inventories	(1,653.62)	(1,026.34)
Trade Receivables	8,697.92	(888.73)
Other Current Assets	(50,887.12)	61,369.00
Loans and Advances	(6,331.20)	(16,101.81)
Provisions	749.16	1,633.44
Current Liabilities	(59,161.35)	47,187.14
Net Cash From Operating Activities	**(20,382.40)**	**163,734.81**
B. CASH FLOW FROM INVESTING ACTIVITIES		
Fixed Assets	(250,329.02)	(1,424,000.33)
Capital Work In Progress	61,643.23	977,144.51
Net Cash From Investing Activities	**(188,685.79)**	**(446,855.82)**
C. CASH FLOW FROM FINANCING ACTIVITIES		
Share Capital & Share Application Money	145,524.50	257,834.00
Grants received during the year	50,338.31	1,700.60
Loans raised during the year	155,871.31	177,605.65
Interest & Finance Charges	(20,057.86)	(17,921.93)
Net Cash From Financing Activities	**331,676.26**	**419,218.32**
D. Net changes in cash & Cash equivalents (A+B+C)	122,608.07	136,097.31
E. Cash & Cash Equivalents (Opening Balance)	291,957.10	155,859.79
F. Cash & Cash Equivalents (Closing Balance)*	**414,565.17**	**291,957.10**

* (a) includes ₹ 48,034.50 Lakhs (P.Y.₹ 54,334.00 Lakhs) as unutilized equity contribution and includes ₹ 25,000.00 Lakhs (P.Y.₹ 15,000.00 Lakhs) earmarked out of the O & M Fund towards Investment for Asset Replacement.

(b) includes ₹ 499.71 Lakhs (P.Y. ₹ 499.71 Lakhs) which as per the directive of Hon'ble Delhi High Court is kept in fixed deposit by Employees State Insurance Corporation.

(c) includes FDR for ₹ 0.50 Lakhs (P.Y. ₹ Nil) under Bank Lien for LC & Others.

For Suresh Chandra & Associates
Chartered Accountants

(Suresh Chand Gupta)	**S.K SAKHUJA**	**R.N JOSHI**	**MANGU SINGH**
Partner	**Company Secretary**	**Director Finance**	**Managing Director**
Membership No: 16534			

Date: 27.06.2012
Place: New Delhi

Suresh Chandra & Associates
Chartered Accountants
610, New Delhi House, 27, Barakhamba Road, New Delhi - 110001
Phone: 66142200-07 Fax: 66142208 E-mail: sca_ca_co@yahoo.com

Auditor's Report

To
The Members
Delhi Metro Rail Corporation Ltd.

We have audited the attached Balance Sheet of **Delhi Metro Rail Corporation Limited** (the company) as at 31st March 2012, and also the Profit & Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

1. As required by the Companies (Auditor's Report) order, 2003 and the Companies (Auditor's Report) (Amendment) Order, 2004 issued by the Govt. of India in terms of Sub Section (4A) of Section 227 of Companies Act 1956, and on the basis of such checks of the books and records of the company as are considered appropriate and according to information and explanations given to us we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.
2. Attention is drawn to Note No. 30.14 regarding compensation of ₹ 175.18 Crores paid to land owners, of which, ₹ 104.79 Crores charged to revenue during the year.
3. Further to our comments in para 1 and 2 above, we report that:
   a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
   b) In our opinion, proper books of accounts as required by law have been kept by the company so far as it appears from our examination of those books.
   c) The Balance Sheet, Profit and Loss account and the Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
   d) In our opinion the Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report comply with the applicable accounting standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956.
   e) According to the information and explanations given to us, the Company is a Government Company; therefore, provisions of Section 274(1) (g) of the Companies Act, 1956 are not applicable pursuant to the Gazette notification no. GSR 829 (E) dated 21.10.2003 issued by the Government of India.
   f) In our opinion and to the best of our information and according of the explanations given to us, the said accounts read together with the significant accounting policies and notes thereon give the information required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
      i) In the case of the Balance Sheet, of the state of affairs of the company as at 31st March , 2012 and
      ii) In the case of the Profit and Loss Account, of the Loss of the company for the year ended on the date.
      iii) In the case of the Cash Flow Statement, of the Cash Flows for the year ended on that date.

For Suresh Chandra & Associates
Chartered Accountants
FRN - 001359N

Suresh Chand Gupta
Partner
M.No. 016534

Date : 27th June 2012
Place : New Delhi

Annexure To The Auditor's Report (referred to in paragraph 1 of our Report of even Date)

(i) (a) Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.

(b) Fixed Assets of the company are physically verified by the external agencies appointed for this purpose. As per the reports submitted, no material discrepancies were observed during such verifications.

(c) During the year, the company has not disposed off substantial part of its fixed assets.

(ii) (a) Physical verification of inventory is reported to have been made at reasonable intervals.

(b) The procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and nature of its business.

(c) The Company maintains proper records of inventory. No discrepancies were reported on verification between the physical balance and book balance.

(iii) According to the information and explanation given and records produced before us, the company has not granted or taken any loans, secured or unsecured to / from companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956. Hence no comments are required under para 4(iii)(b) to (g) of the Companies (Auditors' Report) order, 2003.

(iv) In our opinion and according to the information and explanations given to us there are adequate internal control procedures commensurate with the size of the company and nature of the business for the purchase of inventory and fixed assets, sale/ lease of land / building and sale of services. However, we observed that internal control in the area of Property Development and Lease out operations requires further strengthening with regard to monitoring and supervision.

(v) According to the information & explanation given and records produced before us, there are no contracts or arrangements, which are required to be entered in the register maintained under section 301 of the Companies Act, 1956.

vi) According to the information & explanation given and records produced before us, the company has not accepted any deposits from the public within the meaning of section 58A and 58AA of the Companies Act, 1956 and the rules framed there under.

vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business. However, the internal audit needs to be further strengthened.

(viii) The Central Govt. has not prescribed maintenance of cost records under section 209 (1) (d) of the Companies Act 1956 for the company.

(ix) (a) According to information and explanations given to us and the records produced before us, in our opinion, the company is regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Wealth Tax, Service Tax, Custom Duty, Sales Tax, Excise Duty, Cess and other Statutory dues to the extent applicable to it with the appropriate authorities. As per records produced before us there are no dues which were outstanding as on 31st March 2012 for a period over six months from the date the same is payable.

(b) According to information and explanations given to us, the company has no undisputed dues.

(x) The accumulated losses of the company are less than 50% of its net worth. The company has not incurred cash losses in the current financial year or in immediate preceding financial year.

(xi) In our opinion and according to the information and explanations given to us, during the year the company has not availed any loan from Financial Institutions or Bank or debenture holders attracting the provisions of this paragraph.

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

(xiii) In our opinion and according to the information and explanations given to us, the provisions of any special statute applicable to chit funds, nidhi mutual benefit fund / society are not applicable to the company.

(xiv) In our opinion and according to the information and explanations given to us, the company is not a dealer or trader in shares, securities, debentures and other investments.

(xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company.

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

(xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the company, in our opinion, the company has not raised any short term funds. Hence its usage for long term investments is not applicable.

(xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Companies Act, 1956.

(xix) According to the information and explanations given to us, the company has not issued any debentures.

(xx) The company has not raised any money by issue of shares to public during the year.

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

For Suresh Chandra & Associates
Chartered Accountants
FRN - 001359N

Suresh ChandGupta
Partner
M. No. 016534

Date : 27th June 2012
Place : New Delhi

Comments of the Comptroller and Auditor General of India

संख्या /No. PDC..1_I/ND/CHD/29.4/2012-13/181
भारतीय लेखा लेखापरीक्षा विभाग,
कार्यालय प्रधान निदेशक वाणिज्यक लेखापरीक्षा
एवं पदेन सदस्य, लेखापरीक्षा बोर्ड–1
INDIAN AUDIT & ACCOUNTS DEPARTMENT,
OFFICE OF THE PRINCIPAL DIRECTOR OF COMMERCIAL
AUDIT & EX-OFFICIO MEMBER, AUDIT BOARD-1

गोपनीय

दिनांक 16.08.2012

सेवा में,

अध्यक्ष,
दिल्ली मेट्रो रेल कॉर्पोरेशन लिमिटेड
नई दिल्ली

विषयः– कम्पनी अधिनियम 1956 की धारा 619 (4) के आधीन 31 मार्च 2012 को समाप्त वर्ष के लिए दिल्ली मेट्रो रेल कॉर्पोरेशन लिमिटेड के लेखाओं पर भारत के नियंत्रक महालेखा परीक्षक की टिप्पणियां।

महोदय,

कम्पनी अधिनियम 1956 की धारा 619 (4) के आधीन 31 मार्च 2012 को समाप्त हुए वर्ष के लिए दिल्ली मेट्रो रेल कॉर्पोरेशन लिमिटेड के लेखाओं पर भारत के नियंत्रक महालेखा परीक्षक की शून्य टिप्पणियां अग्रषित की जाती हैं। इन शून्य टिप्पणियों अग्रेषित को कम्पनी की वार्षिक रिपोर्ट में प्रकाशित किया जाए और कम्पनी की महासभा में उसी समय व उसी प्रकार रखा जाए जिस प्रकार सांविधिक लेखा परीक्षकों की लेखा परीक्षा रिपोर्ट रखी जाती है।

भवदीया,

(इला सिंह)
प्रधान निदेशक

संलग्नः शून्य टिप्पणियाँ

तृतीय तल, ए– स्कन्ध, इन्द्रप्रस्थ भवन, इन्द्रप्रस्थ एस्टेट, नई दिल्ली – 110002
3rd Floor, A-Wing, Indraprastha Bhawan, New Delhi - 110002
दूरभाष / Tele.: 011-2337873 फैक्स/Fax 011-2337873
ईमेल E-mail : mabnewdelhi11@cag.gov.in

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619(4) OF THE COMPANIES ACT, 1956, ON THE ACCOUNTS OF DELHI METRO RAIL CORPORATION LIMITED FOR THE YEAR ENDED 31st MARCH 2012

The preparation of financial statements of Delhi Metro Rail Corporation Limited for the year ended 31st March 2012 in accordance with the financial reporting framework prescribed under the Companies Act, 1956, is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under section 619(2) of the Companies Act, 1956, are responsible for expressing opinion on these financial statements under Section 227 of the Companies Act, 1956, based on independent audit in accordance with the Auditing and Assurance Standards prescribed by their professional body, the Institute of Chartered Accountants of India. This is stated to have been done by them vide their Audit Report dated 27 June 2012.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 619(3) (b) of the Companies Act, 1956 of the financial statements of Delhi Metro Rail Corporation Limited for the year ended 31 March 2012. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records. On the basis of my audit, nothing significant has come to my knowledge, which would give rise to any comment upon or supplement to Statutory Auditors' report under section 619(4) of the Companies Act, 1956.

For and on behalf of the
Comptroller and Auditor General of India

(ILA Singh)
Principal Director of Commercial Audit &
Ex-Officio Member, Audit Board-I,
New Delhi.

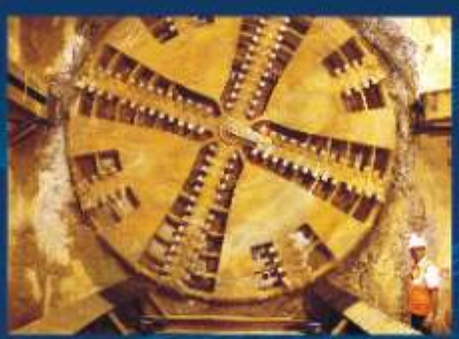
Place: New Delhi.
Date: 16 August 2012


Yamuna Bank
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Delhi Metro Rail Corporation Ltd.

Metro Bhawan, Fire Brigade Lane, Barakhamba Road
New Delhi-110 001, India. Ph. : 91-11-23417910
Fax : 91-11-23418416. website : www.delhimetrorail.com