



Annual Report 2015

DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

Creating Brighter Tomorrow



Let's fly high together!



Pit Cleaning Vehicle in action



A CSR initiative of Company- Project Shiksha



Members of Board and Management



DAFFPL Aviation Fuelling Station



Mock Fire Drill inside Fuel Farm



A CSR initiative of Company- Project Shiksha

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Achievement continues

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DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

(Joint Venture of IOCL, BPCL & DIAL)

Regd. Office: Aviation Fuelling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi - 110 061, India

NOTICE

Notice is hereby given that the Sixth Annual General Meeting of DELHI AVIATION FUEL FACILITY PRIVATE LIMITED ("the Company") will be held at Registered Office of the Company at Aviation Fuelling Station, Shahbad Mohammad Pur, New Delhi - 110061, India on Wednesday, 19th day of August, 2015, at 12:30 PM (IST), to transact the following business:

ORDINARY BUSINESS:

Item No. 1 – Adoption of Financial Statements

To receive, consider and adopt the audited financial statements for the financial year ended March 31, 2015 and the Reports of the Directors and the Auditors thereon, including the Comments of the Office of the Comptroller & Auditor General of India (C&AG) on the accounts of the Company, if any, for the year ended March 31, 2015.

Item No. 2 – Declaration of Dividend

To declare Final Dividend on Equity Shares for the financial year ended March 31, 2015.

Item No. 3 – Fixation of Remuneration of Statutory Auditor

To approve the payment of remuneration to the Statutory Auditor(s) of the Company appointed by the Office of the Comptroller & Auditor General of India (C&AG) for the financial year ending March 31, 2015.

SPECIAL BUSINESS:

Item No. 4 - Appointment of Mr. P.M. Mohan as a Director of the Company

To consider and if thought fit, to pass, with or without modifications, the following resolution as **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under, Mr. P.M. Mohan (DIN: 06906854), who was appointed as an Additional Director by the Board of Directors and who holds the office up to the date of this Annual General Meeting, be and is hereby appointed as a Director of the Company.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Item No. 5 - Appointment of Mr. N.V.N. Ramsai as a Director of the Company

To consider and if thought fit, to pass, with or without modifications, the following resolution as **Ordinary Resolution**:

www.daffpl.in Tel: +91 11 25654858/60/62 email: secretarial@daffpl.in CIN: U74999DL2009PTC193079

Let's fly high together!

“RESOLVED THAT pursuant to the provisions of Section 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under, Mr. N.V.N. Ramsai (DIN: 07081565), who was appointed as an Additional Director by the Board of Directors and who holds the office up to the date of this Annual General Meeting, be and is hereby appointed as a Director of the Company.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Item No. 6 - Ratification of the Remuneration of the Cost Auditors for the Financial Year ending March 31, 2016

To consider and if thought fit, to pass, with or without modifications, the following resolution as **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost Records and Audit) Rules, 2014 including any statutory modification(s) or re-enactment thereof, for the time being in force, the professional fees of Rupees Fifty Thousand only (₹ 50,000/-) plus applicable taxes and out of pocket expenses payable to the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of the cost records of various units of the Company for the financial year ending March 31, 2016, be and is hereby ratified.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Registered Office:
Aviation Fuelling Station,
Shahbad Mohammad Pur,
Indira Gandhi International Airport,
New Delhi - 110061

By Order of the Board of Directors
For **DELHI AVIATION FUEL FACILITY (P) LIMITED**

Prabin Dokania
Company Secretary

28th July, 2015

NOTES:

1. The Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special business to be transacted at the Annual General Meeting (AGM) is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/ HERSELF. SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT OF PROXY, IN ORDER TO BE VALID AND EFFECTIVE, MUST BE DELIVERED AT THE REGISTERED OFFICE OF THE COMPANY DULY FILLED, STAMPED & SIGNED NOT LATER THAN FORTY EIGHT (48) HOURS BEFORE THE COMMENCEMENT OF THE MEETING, IF ANY SUPPORTED BY APPROPRIATE RESOLUTIONS/ LETTER OF AUTHORITY AS APPLICABLE. A PROXY FORM IS ANNEXED TO THIS REPORT. PURSUANT TO SECTION 105 OF THE COMPANIES ACT, 2013, A PERSON CAN ACT AS A PROXY ON BEHALF OF NOT MORE THAN FIFTY MEMBERS HOLDING IN AGGREGATE, NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY. MEMBERS HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY MAY APPOINT A SINGLE PERSON AS PROXY, WHO SHALL NOT ACT AS A PROXY FOR ANY OTHER MEMBER.**
3. A proxy so appointed shall not have any right to speak at the meeting.
4. Members/Proxies should bring their Attendance Slip duly filled and signed for attending the meeting.
5. The Register of Directors and their shareholding, maintained under section 170 of the Companies Act, 2013 and the Register of Contracts or arrangements in which Directors are interested under Section 189 of Companies Act, 2013, will be available for inspection by the members at the AGM.
6. The Register of Members and Share Transfer Books of the Company will remain closed from 11th August, 2015 to 19th August, 2015 (both days inclusive) for the purpose of ascertaining the eligibility of members for payment of dividend.
7. Subject to the provision of the Companies Act, 2013, dividend as recommended by the Board of Directors, if declared at the meeting, will be paid within a period of 30 days from the date of declaration, to those members, whose names appears in the Register of Members as on the book closure date.
8. The Notice of AGM, Annual Report and Attendance Slip are being sent in electronic mode to Members at the e-mail IDs as registered with the Company unless the Members have registered their request for a hard copy of the same. Physical copy of the Notice of AGM, Annual Report and Attendance Slip are being sent to those Members who have not registered their e-mail IDs with the Company. Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the registration counter to attend the AGM.

Members may also note that the Notice of 6th AGM and the Annual Report, 2015 will be available on the Company's website, www.daffpl.in. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days.

EXPLANATORY STATEMENT IN PURSUANCE OF SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No. 4 - Appointment of Mr. P.M. Mohan as a Director of the Company

Mr. P.M. Mohan, a Chartered Accountant by profession and Gold Medalist in MBA from IIPM, Gurgaon, affiliated to University of Ljubljana, Slovenia, has 30 years of experience at various zones of Indian Oil Corporation in various fields like Management Accounting, Product Accounting and Corporate Planning & Economic Studies. After successful completion of his MBA from IIPM, Gurgaon, he was inducted into the International Trade Department at the Corporate Office where he was in charge of finalization of imports of products, term contracts with National Oil Companies, etc. He then moved to the Optimization Department on its formation, where he was actively involved in the building of the Optimization Models for optimization of the entire supply chain of the Corporation. He is currently posted as Executive Director (Pricing) at the Head Office of the Corporation's Marketing Division in Mumbai, where he handles issues connected with the pricing of petroleum products, including interactions with the Government and other Industry players on various matters.

Mr. P.M. Mohan is currently on the Board of Subsidiaries and JVs like Lanka IOC PLC, Colombo and Mumbai Aviation Fuel Farm Facility Pvt. Ltd. (MAFFFPL). He is a well acclaimed professional across the Industry which has helped him in fostering and supporting the positive image of Indian Oil Corporation Ltd. He believes in, and is a strong advocate of, the core values of Indian Oil, viz. Care, Innovation, Passion and Trust.

Details of Directorships in other companies	02
Membership/Chairmanship in the committees of other companies	Nil
No. of shares held in the Company	Nil
Relationship between Directors inter se	Nil

Mr. P.M. Mohan was appointed as Additional Director of the Company with effect from 24th September, 2014 by the Board of Directors and holds office up to the date of this Annual General Meeting.

The Company has received a notice from Indian Oil Corporation Limited nominating Mr. P.M. Mohan as a candidate for the office of Directors.

None of the Directors or Key Managerial Personnel or their relatives, except Mr. P.M. Mohan, are concerned or interested (financially or otherwise) in this resolution. The Board commends the Ordinary Resolution set out at Item no. 4 for approval of the members.

Item No. 5 - Appointment of Mr. N.V.N. Ramsai as a Director of the Company

Mr. N.V.N. Ramsai is a Chartered Accountant and done his Masters in Commerce and also a Bachelor of Laws. He has more than 3 decades experience in Indian Oil Corporation Ltd. in various divisions and assignments, viz. marketing, finance and taxation. He has handled Corporate Tax & Central/ State Taxes for over 21 years contributing enormously for the business by keeping the tax cost to the minimum and making tax cost as strategic cost for development of business. He has specialized in compliance / litigation management. He has handled/ facilitated in winning many litigations at various levels up to the level of Supreme Court of India. Many of his pro-active decisions in finance/ taxation have enhanced bottom line for the Corporation and helped revenue generation. At present he is positioned as Executive Director (Finance) of Indian Oil Corporation Ltd.

ANNUAL REPORT 2015

Details of Directorships in other companies	Nil
Membership/Chairmanship in the committees of other companies	Nil
No. of shares held in the Company	Nil
Relationship between Directors inter se	Nil

Mr. N.V.N. Ramsai was appointed as Additional Director of the Company with effect from 29th January, 2015 by the Board of Directors and holds office up to the date of this Annual General Meeting.

The Company has received a notice from Indian Oil Corporation Limited nominating Mr. N.V.N. Ramsai as a candidate for the office of Directors.

None of the Directors or Key Managerial Personnel or their relatives, except Mr. N.V.N. Ramsai, are concerned or interested (financially or otherwise) in this resolution. The Board commends the Ordinary Resolution set out at Item no. 5 for approval of the members.

Item No. 6 – Ratification of remuneration of the Cost Auditor for the financial year ending March 31, 2016

The Board on the recommendation of the Audit Committee, has approved the appointment of M/s. Balaji & Associates, Cost Accountants at a professional fees of ₹ 50,000/- (Rupees Fifty Thousands only) plus applicable taxes and out of pocket expenses to conduct the audit of the cost records of the various units of the Company for the financial year ending March 31, 2016.

In accordance with the provisions of section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the members of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution for ratification of the remuneration payable to the Cost Auditors for the financial year ending March 31, 2016.

None of the Directors or Key Managerial Personnel or their relatives are concerned or interested (financially or otherwise) in this resolution. The Board commends the Ordinary Resolution set out at Item no. 6 for approval of the members.

Registered Office:

Aviation Fuelling Station
Shahbad Mohammad Pur,
Indira Gandhi International Airport,
New Delhi – 110061

By Order of the Board of Directors
for **DELHI AVIATION FUEL FACILITY (P) LIMITED**

Prabin Dokania
Company Secretary

28th July, 2015

ATTENDANCE SLIP

DELHI AVIATION FUEL FACILITY (P) LIMITED

CIN: U74999DL2009PTC193079

Reg. Office: Aviation Fueling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi – 110061

Share Folio No.:

No. of Shares held:

Name:

Father's Name:

Address:

I/ We hereby record my/ our presence at the Sixth Annual General Meeting of the Company on Wednesday, 19th August, 2015 at 12:30 PM (IST) at Registered Office at Aviation Fuelling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi – 110061, India.

Signature of Shareholder/ Proxy holder

NOTES:

1. You are requested to sign and hand it over at the entrance of the meeting hall.
 2. A copy of the Annual Report of the Company will be provided to you/ your proxy for reference at the meeting.
-

PROXY FORM

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

DELHI AVIATION FUEL FACILITY (P) LIMITED

CIN: U74999DL2009PTC193079

Reg. Office: Aviation Fueling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi – 110061

Share Folio No.:		No. of Shares held:	
Name:		Father's Name:	
Registered Address:		Email ID:	

I/We, being the member(s) of shares of DELHI AVIATION FUEL FACILITY (P) LIMITED, hereby appoint:

1. Name:
Address:
E-mail Id:
Signature:, or failing him
2. Name:
Address:
E-mail Id:
Signature:, or failing him
3. Name:
Address:
E-mail Id:
Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 6th Annual General Meeting/ Extraordinary General Meeting of the company, to be held on the 19th day of August, 2015 at 12:30 p.m. at Registered Office at Aviation Fuelling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi – 110061, India and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

- 1.....
- 2.....
- 3.....
- 4.....
- 5.....
- 6.....

Signed this Day of 2015

Signature of shareholder

Signature of proxy holder

Affix Revenue Stamp Re. 1/-

NOTE: The Proxy in order to be effective must be deposited at the Registered Office of the Company duly completed, stamped and signed, not less than 48 hours before the scheduled time of the Annual General Meeting.

Message from Chairman



Mr. P. Balasubramanian, Chairman

Dear Stakeholders,

Greetings!

During the fiscal year 2014-15, your Company recorded a turnover of ₹ 96 Crore and the Profit after Tax for the year was ₹ 26.5 Crore. There is a slight shortfall in the annual turnover in comparison to last year due to decrease in long haul flights and increase in short haul and medium haul flights, resulting less fuel off take by airlines. Further introduction of Boeing's most fuel efficient airline, Boeing 787 Dream-liner by Air India and other airlines has added to the shortfall.

We are upbeat on future and hopeful that coming days will see growth trajectory. As we all aware that India has a vision of becoming the third largest aviation market by 2020 and is expected to be the largest by 2030. The civil aviation industry in India has ushered in a new era of expansion driven by factors such as low-cost carriers (LCC), modern airports, foreign direct investments (FDI) in domestic airlines, cutting edge information technology (IT) interventions and a growing emphasis on regional connectivity. In terms of market size, the Indian civil aviation industry is amongst the top 10 in the world with a size of around US\$ 16 billion.

There are many positive steps towards growth of aviation sector like,

- Tata Group has launched its full-service Vistara airline on January 9, 2015.
- Air Asia has stated its services from Delhi and adding new flights.
- Boeing is planning to set up an aircraft manufacturing base in India.
- Delhi International Airport Private Limited's (DIAL's) ambitious plan to make Delhi Airport as aviation hub and gateway of India.

Aircraft movements, passengers and freight at all Indian airports are expected to grow in the range of 4% to 5% per annum for the next five years, according to an estimate by Airports Authority of India (AAI).

The Government of India (GOI) envisions airport infrastructure investment in massive way by connecting tier B & C cities. The private sector is sought to be involved in a big way through different PPP models, with substantial involvement of state support in terms of financing, concessional land allotment, tax holidays and other incentives. It has also allowed 100 per cent foreign direct investment (FDI) under automatic route for Greenfield projects and 49 per cent FDI for foreign carriers. Government agencies have projected that around 500 airports in all, both Brownfield and Greenfield, would be required by 2020. The private sector is sought to be involved in a big way through different PPP models, with substantial involvement of state support in terms of financing, concessional land allotment, tax holidays and other incentives.

Your company continued to play a vital role in ensuring uninterrupted flow of aviation turbine fuel at the Indira Gandhi International Airport, New Delhi. Company has undertaken Modernization project with a goal to meet the highest environmental standards and meeting the highest safety and operation standard. Investment has been made in assets to secure uninterrupted, smooth and safe operations.

Further Techno Economic Feasibility study for extension of Hydrant Refueling System at Terminal 1 is also on progress.

As part of CSR initiative, your Company has undertaken three projects aligned with the Company's CSR policy.

Project Shiksha with a view to ensure equality of education among the students of MCD run Schools by meeting their basic needs, motivate them towards education and ensuring hygienic and pure drinking RO water benefiting around 7000 nos. of students.

Project Utthan with a focus on empowering the unemployed youths and make them self dependent and equipped with employable and livelihood skills, in collaboration with GMR Varalakshmi Foundation, basic computer course and welding training has started. Around 200 students will be benefitted from this project annually.

Project Swachhta in line with Prime Minister's Swachh Bharat Abhiyan, Company has tied up with Sulabh Sanitation Mission Foundation, a pioneer in this field to ensure availability of cleanliness and hygienic toilets in MCD run schools. In first phase, construction of Toilets in 5 nos. of schools as advised by MCD officials in the area of Shahbad Mohammad Pur, Kapashera and Mahipal Pur is in progress. Approximately over 6000 students are expected to be benefitted from this project.

In conclusion, I would like to express my deep gratitude to all our stakeholders for the continued faith reposed in your Company. As we strengthen our core, we look at the future eagerly to continue to generate shareholders value. I am grateful to our Board of Directors for their support and guidance. I would like to thank all the employees for their commitment, unstinting support and contribution towards the growth of your Company.

Let's fly high together!

Sincerely,

P. Balasubramanian
Chairman

Brief Profile of the Company

DAFFPL, a Joint Venture Company of Indian Oil Corporation Limited (IOCL), Bharat Petroleum Corporation Limited (BPCL) and Delhi International Airport Private Limited (DIAL) was awarded the right to design, develop, construct, manage, upgrade and operate the aviation fuel facility at the Indira Gandhi International (IGI) Airport in New Delhi, Terminal 2 & Terminal 3.

The Company was assigned this responsibility through the means of a Concession & Operating Agreement (“C&OA”) executed by and amongst IOCL, BPCL, IOSL and DIAL, whereby **DAFFPL** (“the Concessionaire”) was granted the right to design, develop, construct, manage, maintain, upgrade & operate the Aviation Fuelling Facility at the Fuel Farm situated at the IGI Airport on a Build, Own, Operate & Transfer (“BOOT”) basis.

DAFFPL’s aim is ensuring an uninterrupted flow of aviation turbine fuel (ATF) on Open Access model to all type of aircrafts at the IGI Airport whether on local, domestic & international flights including transiting aircraft by providing services according to international benchmarks thus making it a key contributor in guaranteeing the smooth day-to-day operational activities inside IGI Airport.

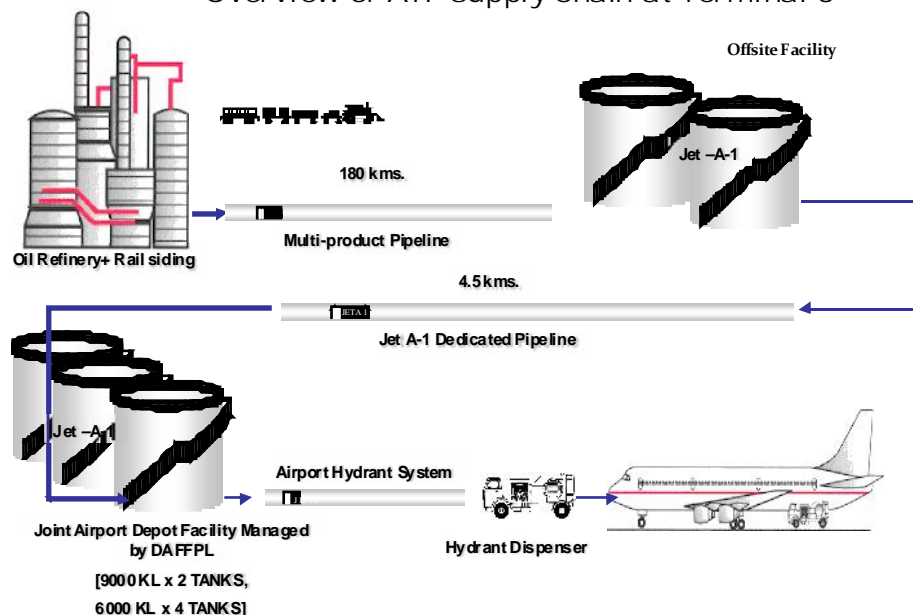
DAFFPL undertakes the development of the Aviation Fuelling Facility at the IGI Airport to meet the development plans of the airport by DIAL. This includes the development, upgrading of modern and robust existing facilities at Terminal 2 & 3 and expansion and extension by utilizing all existing assets & facilities.

OUR BUSINESS

SALIENT FEATURES OF DAFFPL's BUSINESS:

- ✓ **DAFFPL** started its commercial operations in the month of July, 2010 when Terminal 3 at IGI Airport was commissioned for the public.
- ✓ **DAFFPL** promotes open access model and increase competitiveness among fuel suppliers.
- ✓ **DAFFPL** owns the ATF Facility which includes the On-site facility at Aviation Fuelling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi & the Aviation Fuel Hydrant System (AFHS) at T 3 and T 2 at IGI Airport.
- ✓ IndianOil Skytanking Limited (IOSL) was appointed as the Operator to operate, manage & maintain the Fuel Farm facility.
- ✓ IndianOil Skytanking Limited (IOSL) & Bharat Stars Services Private Limited (BSSPL) were appointed as Into Plane Agent responsible for providing refueling / defueling activities to Air Carriers.

Overview of ATF supply chain at Terminal 3



DELHI AVIATION FUEL FACILITY (P) LIMITED

ACHIEVEMENT CONTINUES...

DAFFPL, the fuelling infrastructure provider of Delhi International Airport Private Limited (DIAL) goes hand in hand, by supporting DIAL in upgrading the Delhi Airport to meet latest requirement of ICAO (International Civil Aviation Organization). Your Company continued to play a vital role in ensuring uninterrupted flow of aviation turbine fuel at the Indira Gandhi International Airport, New Delhi. Modernization project is in progress with a goal to meet the highest environmental, safety and operational standards.

Several capital works have been undertaken and completed during the year to upgrade the fuel facility to international standard.

As part of Corporate Social Responsibility (CSR) initiative, your Company has undertaken three projects aligned with the Company's CSR policy.

Project Shiksha with a view to ensure equality of education among the students of MCD run schools by meeting their basic needs, motivate them towards education and ensuring hygienic and pure drinking RO water benefiting around 7000 nos. of students.

Project Utthan with a focus on empowering the unemployed youths and make them self dependent and equipped with employment and livelihood skills. Company, in collaboration with GMR Varalakshmi Foundation have started basic computer course and welding training. Around 200 students will be benefitted from this project annually.

Project Swachhta in line with Prime Minister's Swachh Bharat Abhiyan, Company has tied up with Sulabh Sanitation Mission Foundation, a pioneer in this field to ensure availability of cleanliness and hygienic toilets in MCD run schools. In first phase, construction of toilets in 5 nos. of schools which was advised by MCD officials in the area of Shahbad Mohammad Pur, Kapashera and Mahipal Pur is in progress. Approximately over 6000 students are expected to be benefitted from this project.

Board of Directors

Mr. P. Balasubramanian, BPCL
Chairman

Mr. P.S. Nair DIAL

Mr. P.M. Mohan IOCL
[w.e.f. 24.09.2014]

Mr. Talib S. Khwaja IOCL

Mr. N.V.N. Ramsai IOCL
[w.e.f. 29.01.2015]

Mr. M.M. Somaya BPCL

Mr. Pradeep Panicker DIAL

Mr. S.K. Agrawal BPCL

Mr. Rajiv Bahl IOCL
[Upto 24.09.2014]

Mr. S. Krishna Prasad IOCL
[Upto 08.01.2015]

**Audit, Finance & Compensation Committee
(As on 31.03.2015)**

Mr. P.M. Mohan Chairman

Mr. Pradeep Panicker Member

Mr. S.K. Agrawal Member

**Corporate Social Responsibility Committee (As
on 31.03.2015)**

Mr. M.M. Somaya Chairman

Mr. P.M. Mohan Member

Mr. Pradeep Panicker Member

Management

Mr. B.K. Singh Chief Executive Officer

Mr. Prabin Dokania CFO & Company Secretary

Bankers

Indian Bank, Delhi

ICICI Bank, Delhi

Statutory Auditor

M/s. Agarwal Anil & Co.,
Chartered Accountants,
Delhi

Internal Auditor

M/s. V. Sankar Aiyar &
Co., Chartered
Accountants, Delhi

Tax Auditor

M/s. Agarwal Anil & Co.,
Chartered Accountants,
Delhi

Cost Auditor

M/s. Balaji & Associates,
Cost Accountants, Delhi

Registered Office

Aviation Fuelling Station,
Shahbad Mohammad Pur,
IGI Airport,
New Delhi – 110061, India

YEAR AT A GLANCE

(₹ in Crores)

Financial Performance	2015	2014
Income	96.50	100.19
Profit before tax	40.51	45.17
Profit after Tax	26.58	30.10
Basic EPS (Equity Share of ₹ 10/- each)	1.62	1.84
Dividend per Share	1.25	1.25

* Figures are in Crores except per share data.

ACHIEVEMENT DURING THE YEAR

Total number of flights refuelled

- 93,369

Total volume handled

- 15,58,983 KL

Highest Throughput in a day

- 4,916 KL

Total ATF receipts

- 15,52,334 KL

Highest ATF receipt in a day

- 11,319 KL

Board of Directors



**Mr. P. Balasubramanian, Chairman, DAFFPL
Director (Finance), Bharat Petroleum Corporation Limited**

Mr. P. Balasubramanian is a graduate in Commerce from the University of Madras and a qualified Chartered Accountant. He joined BPCL in 1985 and was initially posted in the Treasury function. Since then he has had the opportunity of handling a wide range of challenging assignments across the Finance function, both at the Regional and Corporate levels. Mr. Balasubramanian took over as Director (Finance) of Bharat Petroleum Corporation Limited on April 1, 2014. Prior to that, he was the Executive Director (Corporate Finance) of BPCL. He was responsible for the entire Corporate Finance function including Corporate Treasury, Corporate Finance, Taxation, Investor Relations, and overseeing the Corporate Governance structures. Under his leadership, BPCL became the first Indian non financial corporate to tap the Swiss Francs (CHF) market, when it raised an ECB of CHF 200 million in March 2014. In addition, during the period October 2013 to March 2014, BPCL had raised another USD 800 million by way of ECBs for financing BPCL's core working capital requirements.

During his tenure in Bharat Petroleum Corporation Limited, Mr. Balasubramanian was involved in and responsible for various activities like, BPCL's Merger and Acquisition activities like the acquisition and merger of the erstwhile Kochi Refineries Limited, acquisition of Exploration assets in Brazil and Mozambique, finalization of Annual Plans, Budgets and the financial targets of the Memorandum of Understanding with the Ministry of Petroleum & Natural Gas, introduction of the Mega Risk policy for meeting the Insurance needs of the entire group, the syndicated loan facility, for meeting the project finance requirements of the new Bina Refinery involving an amount of Rs 6400 Crores, SAP implementation etc. Mr. Balasubramanian was also the Chief Risk Officer responsible for effective risk identification, mitigation and review.

Mr. Balasubramanian has attended professional training programmes at Euro money Training Centre in the United Kingdom, and at the Indian Institute of Management, Ahmedabad. Mr. Balasubramanian is currently on the Board of Delhi Aviation Fuel Facility Private Limited, Bharat Oman Refineries Limited, and Bharat PetroResources Limited.

**Mr. P.S. Nair, Ex- Chairman, Director, DAFFPL
CEO – Corporate (Airport Sector), GMR Group**



A Master of Arts in Political Science/Public Administration with a Post Graduate Diploma in Public Sector Management from Leeds University (UK), Mr P.S. Nair has over 38 years of diverse experience in the airport sector - both in the public and private domains.

He has held several senior positions such as Airport Director of Trivandrum, Mumbai and Delhi Airports, Executive Director of Cargo, Commercial and Key Infrastructure Development departments overseeing the respective functions on a pan-India basis with the Airports Authority of India, which owns and operates over 120 Airports in India. His last position in the Airports Authority of India was as fulltime Board Member (No. 2 position) - an appointment by the 'Appointments Committee of the Cabinet' where he was responsible for Personnel, Administration, Legal, Commercial and Land Management functions.

He has been an ex-Officio Director on the Board of Directors of Hotel Leela Venture, Radisson Hotel and a host of other JV Companies of GMR. Mr. Nair has also served in several High Level Task Forces, Committees, Working Groups and Advisory Committees formed by the Government of India on various facets of Civil Aviation. He had also served as the First Chairman of the Airport Fuel Farm Joint Venture Company.

At GMR Group, he has held the position of Chief Executive Officer of GMR Hyderabad International Airport, India's first Greenfield airport built under the Public-Private Partnership (PPP) initiative. He played an instrumental role in successful commissioning of the Hyderabad international airport ahead of schedule, under the dynamic leadership of Mr. Kiran Grandhi – Business Chairman, Airports. He then moved on as CEO of Delhi International Airport (P) Ltd. where he was responsible for the operation, overall management, as well as for operational readiness, integration and successful commissioning of the state-of-the-art, Terminal 3.

He is currently the CEO of the GMR Airports Ltd., - the holding company that oversees the functioning of the three Airports in the GMR's Airport portfolio viz, Delhi & Hyderabad International Airports in India and Cebu Airport in Philippines.

Mr. Nair has been nominated on the World Governing Board of Airport Council International (ACI) World, Montreal. He is also the Second Vice President from amongst the 18 Directors of the Hong Kong headquartered ACI-Asia Pacific Regional Board. Mr Nair is also an elected Vice President of the Aeronautical Society of India (AeSI), a professional body, devoted to advancement of aeronautical sciences and engineering in India.



**Mr. N.V.N. Ramsai, Director, DAFFPL
ED (Finance), Indian Oil Corporation Limited**

Mr. N.V.N. Ramsai, a Chartered Accountant done his Masters in Commerce and also a Bachelor of Laws. He has more than 3 decades experience in Indian Oil Corporation Ltd. in various divisions and assignments, viz. marketing, finance and taxation. He has handled Corporate Tax & Central/ State Taxes for over 21 years contributing enormously for the business by keeping the tax cost to the minimum and making tax cost as strategic cost for development of business. He has specialized in compliance / litigation management. He has handled/ facilitated in winning many litigations at various levels up to the level of Supreme Court of India. Many of his pro-active decisions in finance/ taxation have enhanced bottom line for the Corporation and helped revenue generation. At present he is positioned as Executive Director (Finance) of Indian Oil Corporation Ltd.



**Mr. P.M. Mohan, Director, DAFFPL
ED (Pricing), Indian Oil Corporation Limited**

Mr. P.M. Mohan, a Chartered Accountant by profession and Gold Medalist in MBA from IIPM, Gurgaon, affiliated to University of Ljubljana, Slovenia, has 30 years of experience at various zones of Indian Oil Corporation in various fields like Management Accounting, Product Accounting and Corporate Planning & Economic Studies. After successful completion of his MBA from IIPM, Gurgaon, he was inducted into the International Trade Department at the Corporate Office where he was in charge of finalization of imports of products, term contracts with National Oil Companies, etc. He then moved to the Optimization Department on its formation, where he was actively involved in the building of the Optimization Models for optimization of the entire supply chain of the Corporation. He is currently posted as Executive Director (Pricing) at the Head Office of the Corporation's Marketing Division in Mumbai, where he handles issues connected with the pricing of petroleum products, including interactions with the Government and other Industry players on various matters.

Mr. P.M. Mohan is currently on the Board of Subsidiaries and JVs like Lanka IOC PLC, Colombo and Mumbai Aviation Fuel Farm Facility Pvt. Ltd. (MAFFFPL). He is a well acclaimed professional across the Industry which has helped him in fostering and supporting the positive image of Indian Oil Corporation Ltd. He believes in, and is a strong advocate of, the core values of Indian Oil, viz. Care, Innovation, Passion and Trust.



**Mr. M.M. Somaya, Director, DAFFPL
ED (Aviation), Bharat Petroleum Corporation Limited**

Mr. M.M. Somaya, Executive Director is heading the Aviation Business of Bharat Petroleum Corporation Limited. Since joining the organization in 1987, he has served in the Marketing function for over two decades. As Senior Divisional Manager, Bangalore, he spearheaded the marketing activity for the company in the State of Karnataka. He later headed the Corporate Communications setup and was closely involved with the image enhancing activities across the country. Mr. Somaya served for a long period in the Retail function that oversees the marketing of Petrol, Diesel and Kerosene. As Territory Manager (Mumbai), he was closely involved with the implementation of the Pure For Sure, PetroCard and IN & OUT initiatives in the Mumbai market that transformed the buying experience of motorists. He was part of the team that conceptualized and introduced branded fuels for the first time into the Indian market. Mr. Somaya was later the State Level Coordinator for the Oil Industry in Maharashtra wherein he closely coordinated with the State Government on behalf of the Oil companies. As Deputy General Manager (West), he was responsible for Retail sales in Maharashtra, Gujarat, MP, Goa and Chhattisgarh. Prior to his current assignment in Aviation, he headed the Corporate Brand team and was closely involved with reputation and brand building activities.

Mr. Somaya, a Science graduate from Mumbai University, represented India in hockey between 1980 and 1988. A three time Olympian, he is an Olympic Gold medalist and has captained an Olympic team.



**Mr. Talib S. Khwaja, Director, DAFFPL
ED (Aviation), Indian Oil Corporation Limited**

Mr. T.S. Khwaja, in the last 33 years of his career, has handled various key positions at various levels at Indian Oil Corporation Limited. He joined Indian Oil in the year 1981 as Officer Trainee, after completing his BE (Mechanical) and began his career with Aviation Dept from North East India and then continued for almost 13 years in different locations. After successful completion of MBA from MDI, Gurgaon, in 1994 he was inducted into HRD Group to propagate the learning to other employees of the Corporation and headed HRD in Eastern Region, Kolkata. He subsequently handled HRD in HO, Mumbai and contributed in developing case studies, appraisal form for workmen and also as a key member of restructuring of Indian Oil Corporation, which resulted into creation of State Offices across the country. Further, he moved to HO in Consumer Sales in 2006 and then to Aviation Group in 2008. During Aviation assignment he was instrumental in first ever implementation of Platt's based pricing for international customers. As recognition of his business acumen and leadership style, he was posted as State head of Delhi State office in 2012, which is the most sensitive, competitive & demanding state office in the country with over 1300 employees under this State office. Mr. Khwaja is currently heading the Aviation Group of Marketing Division of Indian Oil and responsible for all the operations / marketing activities of Indian Oil Aviation business, which is handled through 97 Aviation Fuel Stations across the country. He is also on the Board of JVs like AVI-OIL, DAFFPL and Indian Oil Mauritius Ltd. He believes in empowerment, support and learning which help him in, constantly updating the knowledge in all fields of marketing and business development.



Mr. Pradeep Panicker, Director, DAFFPL
CCO – Delhi International Airport Private Limited

Mr. Pradeep Panicker is a Chartered Accountant, Cost and Works Accountant, Diploma in Merchant Banking and Financial Services from ICFAI. He has over 24 years of experience working with various organisations like Price Waterhouse Coopers, IDBI, L&T, Feedback Ventures (P.) Ltd., Mumbai SEZ Development Company, etc., prior to joining GMR Group in 2004. He was part of the successful team that won the bid for modernization of Indira Gandhi International Airport (IGIA), New Delhi and a key member of IGIA takeover and transition team. He had set-up and headed the Strategic Process Group (SPG) for 2 years and is presently the Vice-President (VP) & Chief Commercial Officer at Delhi International Airport Private Limited.



Mr. Shekhar Kumar Agrawal, Director, DAFFPL
ED (Corporate Affairs), Bharat Petroleum Corporation Limited

Mr. Shekhar Kumar Agrawal started his career with M/s Usha International Ltd and joined M/s Bharat Petroleum Corporation Limited in 1983. He has worked in Accounts, Audit and Legal Departments prior to current position as Executive Director (Corporate Affairs). Mr. Agrawal did B.Com (Hons) from St. Xavier's College, Calcutta and LLB from Agra University. He is also professionally qualified and a Member of Institute of Company Secretaries of India as well as Cost Accountants of India. Besides holding Directorship in M/s. Delhi Aviation Fuel Facilities Pvt. Ltd., he is also Director on the Board of M/s. Petronet CCK Ltd & M/s Bharat Renewable Energy Ltd.

Directors' Report

To the Members,

Your Company's Directors are delighted to present the 6th Annual Report of the Company, along with Audited Accounts for the financial year ended March 31, 2015.

FINANCIAL PERFORMANCE

The Financial Results of your Company for the Financial Year ended March 31, 2015 are as under:

PARTICULARS	F.Y. Ended as on 31st March 2015 (₹ in Crores)	F.Y. Ended as on 31st March 2014 (₹ in Crores)
Revenue including other Income	96.50	100.19
Profit before Depreciation	62.58	59.99
Depreciation	22.07	14.82
Profit before Tax	40.51	45.17
Provision for Income Tax	13.26	11.76
Profit after Tax	26.58	30.10

STATE OF COMPANY'S AFFAIRS

There is a marginal shortfall in the annual turnover in comparison to last year due to decrease in long haul flights and increase in short haul and medium haul flights, resulting less fuel off take by airlines. Further introduction of Boeing's most fuel efficient airline, Boeing 787 Dream-liner by Air India and other airlines has added to the shortfall.

Your Company continued to play a vital role in ensuring uninterrupted flow of aviation turbine fuel at the Indira Gandhi International Airport, New Delhi. Company has undertaken Modernization project with a goal to meet the highest environmental standards and meeting the highest safety and operation standard. Investment has been made in assets to secure uninterrupted, smooth and safe operations. Further Techno Economic Feasibility study for extension of Hydrant Refueling System at Terminal 1 is also on progress.

DIVIDEND

Your Directors are pleased to recommend a Final Dividend at the rate of ₹ 1.25/- per equity share of face value of ₹ 10/- each for the year ended March 31, 2015 (12.5% on the amount paid up on the equity capital of the Company) amounting to Rupees Twenty Crore Fifty Lac only, subject to the approval of Shareholders at the ensuing Annual General Meeting. The dividend will be paid in compliance with applicable regulations.

DEPOSITS

During the year under review, your Company has not accepted any deposits from the public as defined under Section 73 of the Companies Act, 2013 and rules made there under.

CHANGES IN NATURE OF BUSINESS OR ACTIVITIES OF YOUR COMPANY

During the financial year, your Company has not undergone any change in the nature of its business nor has there been any change in the classes of business in which your Company has an interest.

CHANGE IN AUTHORISED AND PAID-UP CAPITAL OF YOUR COMPANY

There is no change in the Authorized or Paid up capital of the Company during the financial year under review. The Authorized capital of your Company is Rupees One Hundred Seventy Crore only comprising of 170,000,000 equity shares of ₹ 10/- each (fully paid up) and the paid-up Capital of your Company stands at Rupees One Hundred Sixty Four Crore only comprising of 164,000,000 equity shares of ₹ 10/- each (fully paid up).

CREDIT RATING

The Company's financial discipline and prudence is reflected in the strong credit ratings ascribed by rating agency of the Company, ICRA Limited which has upgraded and improved the rating from 'A -' to 'A (stable)' based on the Company's performance.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

During the year under review, Company does not have any subsidiary, joint venture or associate company.

BOARD OF DIRECTORS

The present Board comprises of the following 8 Directors as on March 31, 2015:

S.N.	NAME OF DIRECTOR	DESIGNATION	DATE OF APPOINTMENT OF DIRECTORS	REPRESENTING
1.	Mr. P. Balasubramanian	Chairman	16.06.2012	BPCL
2.	Mr. P.S. Nair	Director	11.08.2009	DIAL
3.	Mr. P.M. Mohan	Director	24.09.2014	IOCL
4.	Mr. T. S. Khwaja	Director	28.05.2014	IOCL
5.	Mr. N.V.N. Ramsai	Director	29.01.2015	IOCL
6.	Mr. M.M. Somaya	Director	26.05.2014	BPCL
7.	Mr. Pradeep Panicker	Director	14.09.2009	DIAL
8.	Mr. S.K. Agrawal	Director	25.06.2014	BPCL

Mr. Rajiv Bahl and Mr. S. Krishna Prasad, Nominee Directors of Indian Oil Corporation Limited (IOCL) resigned from the Board of Directors with effect from 24th September, 2014 and 8th January, 2015 respectively.

IOCL has nominated Mr. P.M. Mohan, ED (Pricing) and Mr. N.V.N. Ramsai, ED (Finance) as the Directors of the Company with effect from 24th September, 2014 and 29th January, 2015 in place of retiring Directors.

Your Board of Directors places on record its appreciation for the contribution of Mr. Rajiv Bahl and Mr. S. Krishna Prasad.

None of the Directors are disqualified under Section 164 of the Companies Act, 2013 as on March 31, 2015 and all the Directors have submitted their Declaration in Form DIR-8 pursuant to Section 164(2) of the Companies Act, 2013 and Disclosure of Interest in Form MBP-1 of the Companies Act, 2013 for the financial year 2015-16 disclosing the nature of interests, if any, in any other body corporate with which your Company has entered into any agreement in the financial year under review.

In accordance with the provisions of the Articles of Association of your Company, the Directors shall not be liable to retire by rotation.

COMMITTEES OF THE BOARD

The Company has constituted Committees for best corporate governance practices and are in compliance with the requirements of the relevant provisions of applicable laws and statutes. The performance of the Board is gauged by accomplishment of various roles and this can be enhanced by delegating certain functions to specialists committees, including Financial Reporting and Internal Controls. The Board has at present two (02) Board Level Committees in your Company namely – Audit Committee and Corporate Social Responsibility Committee. The functions of the other two (02) Board Level Committees, i.e. Compensation Committee & Finance Committee are also being carried out by the Audit Committee.

The Composition of the Audit Committee as constituted in your Company is as follows:

S.NO.	NAME OF DIRECTOR	DESIGNATION	REPRESENTING
1.	Mr. P.M. Mohan	Chairman	IOCL
2.	Mr. Shekhar Kumar Agrawal	Member	BPCL
3.	Mr. Pradeep Panicker	Member	DIAL

The Composition of the Corporate Social Responsibility Committee as constituted in your Company is as follows:

S.NO.	NAME OF DIRECTOR	DESIGNATION	REPRESENTING
1.	Mr. M.M. Somaya	Chairman	BPCL
2.	Mr. P.M. Mohan	Member	IOCL
3.	Mr. Pradeep Panicker	Member	DIAL

KEY MANAGERIAL PERSONNEL

The Company does not fall under the purview of Section 203 of the Companies Act, 2013, hence does not have any Key Managerial Personnel. However, Company has appointed a Whole Time Company Secretary w.e.f. May 1st, 2012.

VIGIL MECHANISM

In accordance with Section 177 of the Companies Act, 2013 and Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, Company has established a Vigil Mechanism for its directors and employees to report their genuine concerns or grievances. The same has also been placed in the website of the Company www.daffpl.in.

PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

During the year, no complaint with allegations of sexual harassment has been reported.




CORPORATE SOCIAL RESPONSIBILITY

The Corporate Social Responsibility Committee (CSR Committee) has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board. The CSR Policy may be accessed on the Company's website at www.daffpl.in.

Based on Schedule VII of the Companies Act, 2013, the Company has identified core areas of engagement as under:

- Promotion of education
- Promoting sanitation and safe drinking water
- Construction of toilets in MCD run schools
- Promoting employment enhancing vocational skills and livelihood enhancement project
- Contribution to Prime Ministers National Relief Fund.

In view of the above, Company has undertaken three projects aligned with the Company's CSR policy, viz,

-  **Project Shiksha** with a view to ensure equality of education among the students of MCD run schools by meeting their basic needs, motivate them towards education and ensuring hygienic and pure drinking RO water.
-  **Project Utthan** with a focus on empowering the unemployed youths and make them self dependent and equipped with employment and livelihood skills. Company in collaboration with GMR Varalakshmi Foundation have started basic computer course and welding training centre.
-  **Project Swachhta** in line with Prime Minister's Swachh Bharat Abhiyaan, Company has tied up with Sulabh Sanitation Mission Foundation, a pioneer in this field to ensure availability of clean and hygienic toilets in MCD run schools. In first phase, construction of toilets in 5 schools which was advised by MCD officials in the area of Shahbad Mohammad Pur, Samalka, Kapashera and Mahipal Pur is in progress.

During the year, the Company has spent ₹ 95.9 Lacs on CSR activities. The Report on CSR activities is annexed herewith marked as Annexure I.

EXTRACT OF ANNUAL RETURN

Pursuant to sub-section 3(a) of Section 134 and sub-section (3) of Section 92 of the Companies Act 2013, read with Rule 12 of the Companies (Management and Administration) Rules, 2014 the extracts of the Annual Return as at March 31, 2015 forms part of this report as Annexure II.

AUDITORS

(i) STATUTORY AUDITOR

The Statutory Auditor of your Company is appointed by the Comptroller & Auditor General of India (C&AG) under Section 139 of the Companies Act, 2013. M/s Agarwal Anil & Co., Chartered Accountants, New Delhi was appointed as the Statutory Auditor of your Company for the financial year 2014-15 to hold office up to the conclusion of the ensuing Annual General Meeting.

The remuneration of the Statutory Auditor of your Company for the annual audit assignment was fixed at ₹ 2,50,000/- (Rupees Two Lac Fifty Thousand only) as consolidated Audit Fees by your Board and ratified by the members of the Company. The above fee is exclusive of Service Tax and reimbursement of reasonable travelling and out-of-pocket expenses actually incurred.

The review and comments on the Annual Accounts of your Company for the financial year 2014-15 by C&AG forms part of the Annual Report. Notes on Accounts referred in the Auditors' Report are self – explanatory and therefore do not call for any further comments.

The Statutory Auditor of your Company for the financial year 2015-16 and onwards will be appointed by the office of the Comptroller & Auditor General of India (C&AG). The remuneration of the Statutory Auditor for F.Y. 2015-16 shall be fixed by the Shareholders in the ensuing Annual General Meeting.

(ii) INTERNAL AUDITOR

As a part of good corporate governance, your company appointed M/s. V. Sankar Aiyar & Co., Chartered Accounts as Internal Auditor for F.Y. 2014-15 which would result in better control and better monitoring, as well as testing the efficacy of the various internal processes, systems and maintaining internal checks and streamlining the activities of the Company towards the desired goal of profitability.

(iii) TAX AUDITOR

The Board of Directors in its meeting held on 1st May, 2015, has appointed M/s. Agarwal Anil & Co., Chartered Accountants, New Delhi, the C&AG appointed Statutory Auditor of the Company as Tax Auditors under Section 44AB of the Income Tax Act, 1961 for the financial year 2014-15.

(iv) COST AUDITOR

The Board has appointed M/s. Balaji & Associates, Cost Accountants, as cost auditors for conducting the audit of cost records of the Company for various segments for the financial year 2014-15.

SAFETY, HEALTH AND ENVIRONMENT

Your Company is committed to conduct business with a strong environment conscience for sustainable development, safe workplaces and operations aimed at enriching life of employers, consumers and the community at large.

MEETINGS OF THE BOARD

Five meetings of the Board of Directors were held during the year under review.

Date of Meeting	Serial Number of Meeting	Directors present	Leave of Absence granted
Wednesday, 7 th May, 2014	25 th	7	--
Tuesday, 22 nd July, 2014	26 th	7	1
Thursday, 30 th October, 2014	27 th	7	1
Thursday, 22 nd January, 2015	28 th	6	1
Tuesday, 3 rd March, 2015	29 th	7	1

AUDITORS' REPORT

The Notes to Accounts forming part of the financial statements of your Company are self-explanatory. There are no qualifications or adverse remarks in the Independent Auditors' Report or Report on Other Legal and Regulatory Requirements under Companies (Auditor's Report) Order, 2015 which require any clarification / explanation.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

As per the Companies (Accounts) Rules, 2014, your Directors are pleased to make the following declaration to its Shareholders:

1. Conservation of Energy:

Your Company continues to pursue the energy conservation efficiency by closely monitoring of the power consumption and maintenance to minimize the wastage, thereby facilitating optimum utilization of energy. Regular maintenance and repair of all equipments and machines are being carried out to ensure optimum efficiency.

2. Technology absorption:

Company endeavours to create superior value by harnessing internal research and development skills and competencies and by innovating in emerging technology domains related to Company's various projects.

3. Foreign Exchange earnings and outgo:

The Company has incurred expenditure in foreign exchange to the extent ₹ 17.13 Lac during the year on account of purchase of capital assets. However, there were no foreign exchange earnings during the year under review in your Company.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract / arrangement / transaction with related parties which could be considered material related party transactions. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) (h) of the Companies Act, 2013 in Form AOC 2 has been given in Annexure III.

Your Directors draw attention of the members to Note 26 to the financial statement which sets out the details of related party transaction.

PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED

Particulars of loans, investments, guarantees and securities provided along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in the standalone financial statement (Please refer to Note 12, 13 and 16 to the standalone financial statement).

PARTICULARS OF EMPLOYEES

Information in terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report.

In your Company there is/are no employee(s) who was in receipt of remuneration in excess of the limits specified under Rules 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Section 197(12) of the Companies Act, 2013 nor there any employee who is a relative of any director or manager in your Company.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the provision of Section 134 (1) (c) of The Companies Act, 2013, the Board hereby certifies and confirms that:

- (i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- (iii) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the Directors had prepared the annual accounts on a going concern basis; and
- (v) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

OTHER DISCLOSURE

- There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.
- There are no material changes and commitments affecting the financial position of the company which have occurred between 31st March, 2015 and the date of this report.
- Particulars of loans given and investments made along with the purpose for which the loan is proposed to be utilized by the recipient are provided in the Standalone Financial Statements.
- The Company's accounts are examined by Internal Auditor on quarterly basis and any potential risks associated with the Company are reviewed and steps to be taken by the Management to mitigate the same is discussed. The report thereof is placed before the Board of Directors periodically. Further the Company has implemented a vigil mechanism.

FUTURE OUTLOOK OF THE BUSINESS OF YOUR COMPANY

Your company continued to play a vital role in ensuring uninterrupted flow of aviation turbine fuel at the Indira Gandhi International Airport, New Delhi. Company has undertaken modernization project with a goal to meet the highest environmental standards and meeting the highest safety and operation standard. Investment has been made in assets to secure uninterrupted, smooth and safe operations. Further Techno Economic Feasibility study for extension of Hydrant Refueling System at Terminal 1 is also in progress.

ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation and gratitude for the assistance and co-operation received from the customers, shareholders, bankers, vendors, auditors and various Government regulatory authorities, especially Airport Economic Regulatory Authority (AERA) and Comptroller and Auditor General of India (C&AG).

Your Directors also wish to thank all the stakeholders of the Company for reposing their faith, trust and confidence in the Company. Your Directors would like to place on record their deep sense of appreciation for the committed services by the Company's employees at all levels for their continuing support and unstinted efforts in ensuring an excellent all-around performance.

**For and on behalf of the Board of
Delhi Aviation Fuel Facility Private Limited**

Date : 24th July, 2015
Place : Mumbai

P. Balasubramanian
(Chairman)

Annexure - I**Corporate Social Responsibility (CSR)**

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

- 1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.**

Delhi Aviation Fuel Facility Private Limited (DAFFPL) is committed to conduct its business in a socially responsible, ethical and environmentally friendly manner and to continuously work towards improving quality of life of the communities in its operational area. The CSR policy covers CSR activities and sustainability development as well and it may be termed as CSR and Sustainability Policy. In the initial year, Company proposed to undertake three projects, i.e. Project **Shiksha** with a view to ensure equality of education among the students of MCD run schools by meeting their basic needs, providing clean and hygienic RO drinking water, Project **Utthan** with a focus on empowering the unemployed youths and make them self dependent and equipped with employment and livelihood skills and Project **Swachhta** in line with Prime Minister's Swachh Bharat Abhiyan to ensure availability of clean and hygienic toilets in MCD run schools.

Web link for CSR policy: <http://daffpl.in/images/policy/CSR-Policy-DAFFPL.pdf>

Web link for CSR project: <http://daffpl.in/images/CSR-Update.pdf>

- 2. The Composition of the CSR Committee.**

Mr. M.M. Somaya, Chairman

Mr. P.M. Mohan, Member

Mr. Pradeep Panicker, Member

- 3. Average net profit of the company for last three financial years**

CSR Expenditure:	For 2014-15
Profit Before Tax for 3 completed F.Y.	₹ in Lacs
2011-12	5429
2012-13	4416
2013-14	4517
Average Net Profits	4787

4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above)

CSR Expenditure:	For 2014-15
Average Net Profits (₹ In Lacs)	4787
Mandatory CSR % to be allocated	2%
CSR amount (₹ In Lacs)	95.75

5. Details of CSR spent during the financial year.**(a) Total amount to be spent for the financial year;**

₹ 95.75 Lacs

(b) Amount unspent, if any;

Not Applicable

(c) Manner in which the amount spent during the financial year is detailed below.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. No	CSR project or activity identified	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub – heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto to the reporting period	Amount spent : Direct or through implementing agency*
1	Contribution to PMNRF	Contribution to PMNRF for relief		10 Lac	10 Lac	10 Lac	Direct
2	Project Shiksha	Promoting education among children, Promoting sanitation and making available safe drinking water	Local area Shahbad Mohammad Pur, New Delhi	16.8 Lac	16.8 Lac	26.8 Lac	Direct

3	Project Utthan	Promoting education and employment enhancing vocational skills and livelihood enhancement project	Local area Shahbad Mohammad Pur, New Delhi	64.6 Lac	64.6 Lac	91.4 Lac	Through GMR Varalakshmi Foundation
4	Project Swachhta	Promoting preventive health care and sanitation	Local area Shahbad Mohammad Pur, Samalka, Mahipal Pur, Kapashera, New Delhi	4.56 Lac	4.56 Lac	95.96 Lac	Through Sulabh Sanitation Mission Foundation
	TOTAL					95.96 Lac	

*Give details of implementing agency.

GMR Varalakshmi Foundation is the CSR wing of GMR Group. Its objectives are to develop social infrastructure and enhance the quality of life of communities around the locations that has the group's presence. This non-profit (Section 8) company has its own professional staff selected from top academic and social work institutions, and is governed by Group Chairman, GMR Group.

Sulabh Sanitation Mission Foundation, an arm of Sulabh International Social Service Organization, registered in 2006 has been established with objectives of prevention of environmental pollution, river pollution, and improvement of health, hygiene and ecology, restore human rights and dignity, promote job-oriented education and primary healthcare. Help persons especially from weaker section of society by giving scholarships, fee and book, grants, medical charges etc.

6. In case the Company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

Not Applicable

7. A responsibility statement of the CSR Committee is reproduced below:

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

(Director)

(Chairman CSR Committee)

Annexure – II**Form No. MGT-9****EXTRACT OF ANNUAL RETURN****as on the financial year ended on 31st March, 2015**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN	U74999DL2009PTC193079
Registration Date	11.08.2009
Name of the Company	Delhi Aviation Fuel Facility Private Limited
Category / Sub-Category of the Company	Private Limited
Address of the Registered office and contact details	Aviation Fuelling Station, Shahbad Mohammad Pur, IGI Airport, New Delhi - 110061
Whether listed company	No
Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Fuelling infrastructure		99.5%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)*i) Category-wise Share Holding*

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF									
b) Central Govt									
c) State Govts									
d) Bodies Corp.		16,40,00,000	16,40,00,000	100%		16,40,00,000	16,40,00,000	100%	NIL
e) Banks / FI									
f) Any Other....									
Sub-total(A) (1):-		16,40,00,000	16,40,00,000	100%		16,40,00,000	16,40,00,000	100%	

[illegible]

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C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Grand Total (A+B+C)	--	16,40,00,000	16,40,00,000	100%		16,40,00,000	16,40,00,000	100%

(ii) Shareholding of Promoters

S l N	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Indian Oil Corporation Limited	6,06,80,000	37%	Nil	6,06,80,000	37%	--	Nil
2	Bharat Petroleum Corporation Limited	6,06,80,000	37%	Nil	6,06,80,000	37%	--	Nil
3	Delhi International Airport Private Limited	4,26,40,000	26%	Nil	4,26,40,000	26%	--	Nil
	Total	16,40,00,000	100%	Nil	16,40,00,000	100%	--	Nil

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	No Change	No Change	No Change	No Change

	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/sweat equity	No Change	No Change	No Change	No Change
	At the End of the year	No Change	No Change	No Change	No Change

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Not applicable

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Top 10 Shareholders	No. of shares	% of total shares of the company	No. of shares	% of total shares of the Company
	At the beginning of the year	Not applicable	Not applicable	Not applicable	Not applicable
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	Not applicable	Not applicable	Not applicable	Not applicable
	At the End of the year (or on the date of separation, if separated during the year)	Not applicable	Not applicable	Not applicable	Not applicable

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Directors and KMP	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company

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	At the beginning of the year	Not applicable	Not applicable	Not applicable	Not applicable
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Not applicable	Not applicable	Not applicable	Not applicable
	At the End of the year	Not applicable	Not applicable	Not applicable	Not applicable

V. INDEBTEDNESS**Indebtedness of the Company including interest outstanding/accrued but not due for payment**

	Secured Loans excluding deposits (₹ In Lac)	Unsecured Loans (₹ In Lac)	Deposits (₹ In Lac)	Total Indebtedness (₹ In Lac)
Indebtedness at the beginning of the financial year				
i) Principal Amount	14,633.67	436.85	Nil	15,070.52
ii) Interest due but not paid	--	--		--
iii) Interest accrued but not due	--	--		--
Total (i+ii+iii)	14,633.67	436.85	Nil	15,070.52
Change in Indebtedness during the financial year				
· Addition	465.69	11,619.83	Nil	12,085.52
· Reduction	(2,051.45)	(12,060.30)		(14,111.75)
Net Change	(1,585.76)	(440.47)	Nil	(2,026.23)
Indebtedness at the end of the financial year				
i) Principal Amount	13,047.91	(3.61)	Nil	13,044.30
ii) Interest due but not paid	--	--		--
iii) Interest accrued but not due	--	--		--
Total (i+ii+iii)	13,047.91	(3.61)	Nil	13,044.30

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
Not Applicable

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

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		----	---	---	----	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961					
2.	Stock Option					
3.	Sweat Equity					
4.	Commission - as % of profit - others, specify...					
5.	Others, please specify					
	Total (A)					
	Ceiling as per the Act					

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors				Total Amount
		-----	----	----	---	

	3. Independent Directors · Fee for attending board committee meetings · Commission · Others, please specify					
	Total (1)					
	4. Other Non-Executive Directors · Fee for attending board committee meetings · Commission · Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

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

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2.	Stock Option				
3.	Sweat Equity				

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4.	Commission - as % of profit - others, specify...				
5.	Others, please specify				
	Total				

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Co Act	Brief Description	Details of penalty/punishment/compounding fees imposed	Authority [RD/NCLT/Court]	Appeal made, if any
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Annexure III**FORM NO. AOC -2**

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms-length transaction under third proviso thereto.

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

SL. No.	Particulars	Details
1.	Name (s) of the related party & nature of relationship	N.A
	Nature of contracts/arrangements/transaction	N.A
3.	Duration of the contracts/arrangements/transaction	N.A
4.	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A
5.	Justification for entering into such contracts or arrangements or transactions'	N.A
6.	Date of approval by the Board	N.A
7.	Amount paid as advances, if any	N.A
8.	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	N.A

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
1	Name(s) of the related party & nature of relationship	Delhi International Airport Private Limited (Joint Venture Entities)
2	Nature of contracts/arrangements/transaction	1. Licenses fees 2. Rent & other charges 3. Insurance Expenses 4. Security Deposit paid
3	Duration of the contracts/arrangements/transaction	As per the Agreement
4	Salient terms of the contracts or arrangements or transaction including the value (annual payout), if any	1. Licenses fees – Expenses ₹ 1666.87 Lacs 2. Rent & other charges – Expenses ₹ 13.67 Lacs 3. Insurance Expenses ₹ 0.18 Lacs 4. Security Deposit paid ₹ 227.63 Lacs
5	Date of approval by the Board	N.A.
6	Amount paid as advances, if any	N.A.

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SL. No.	Particulars	Details
1	Name(s) of the related party & nature of relationship	Indian Oil Corporation Limited (Joint Venture Entities)
2	Nature of contracts/arrangements /transaction	1. Rental Income
3	Duration of the contracts/arrangements /transaction	As per the Agreement
4	Salient terms of the contracts or arrangements or transaction including the value (annual payout), if any	1. Rental Income ₹ 1.20 Lacs
5	Date of approval by the Board	N.A.
6	Amount paid as advances, if any	N.A.

SL. No.	Particulars	Details
1	Name(s) of the related party & nature of relationship	Bharat Petroleum Corporation Limited (Joint Venture Entities)
2	Nature of contracts/arrangements /transaction	1. Rental Income 2. Staff deputation cost
3	Duration of the contracts/arrangements/ transaction	As per the Agreement
4	Salient terms of the contracts or arrangements or transaction including the value (annual payout), if any	1. Rental Income ₹ 6.92 Lacs 2. Staff deputation cost – Expenses ₹ 23.44 Lacs
5	Date of approval by the Board	N.A.
6	Amount paid as advances, if any	N.A.

AGARWAL ANIL & CO.

CHARTERED ACCOUNTANTS

L-2, SOUTH EXTN. II, NEW DELHI-110049

Telefax : 11-26259607, 11-26259608, E-mail : aac.anil@gmail.com

INDEPENDENT AUDITORS' REPORT

To the Members of Delhi Aviation Fuel Facility Private Limited

Report on the Financial Statements

We have audited the accompanying financials statements of Delhi Aviation Fuel Facility Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's



preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit/loss and its cash flows for the year ended on that date.

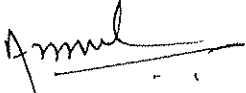
Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2015, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Reports are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a. the Company did not have any pending litigations which would impact its financial position;
 - b. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;



- c. there has been no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **AGARWAL ANIL & COMPANY**
Chartered Accountants
ICAI Firm Registration Number: 003222N


Anil Agrawal
Partner
Membership Number: 082103



Place: New Delhi

Date: 11/7/15

Annexure to Independent Auditors' Report

Annexure referred to in clause 1 of paragraph on the report on other legal and regulatory requirements of our report of even date

Re: Delhi Aviation Fuel Facility Private Limited ("the Company")

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) Fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- ii. As per information and explanation given to us, the Company is not dealing or trading in inventories. Accordingly, paragraphs 3(ii) (a) to (c) of the order are not applicable.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly, the provisions of clause 3(iii) (a) to (b) of the Order are not applicable to the Company and hence not commented upon.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system and procedure commensurate with the size of the company and the nature of its business with regard to purchase of fixed assets and payment for expenses & for rendering of services. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.
- v. The Company has not accepted any deposits from the public.
- vi. Cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, are being made and maintained by the company. However, we have not made a detailed examination of the same.
- vii. (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including income-tax, service tax, cess and other material statutory dues applicable to it. According to the information and explanation given to us, no undisputed amounts payable in respect of aforesaid dues were in arrears as at March 31,2015 for a period of more than six months from the date they became payable.


(b) According to the information and explanations given and the records of the company examined by us, there are no dues of sales tax, custom duty, wealth tax, income tax, service tax and cess as at March 31,2015 which have not been deposited on account of any disputes.

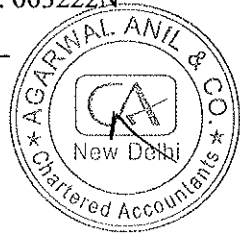
(c) There were no amounts which were required to be transferred to investor education and protection fund by the company in accordance with the relevant provisions of the Companies Act, 1956 and rules made there under.
- viii. The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.



- ix. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any bank.
- x. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xi. Based on information and explanations given to us, term loans were applied for the purpose for which the loans were obtained.
- xii. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For **AGARWAL ANIL & COMPANY**
Chartered Accountants
ICAI Firm Registration Number: 003222N


Anil Agrawal
Partner
Membership Number: 082103



Place: New Delhi

Date: 11/11/15

Delhi Aviation Fuel Facility Private Limited

Balance Sheet as at 31st March, 2015

Particulars	Note No.	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2	16,400.00	16,400.00
(b) Reserves and surplus	3	<u>3,749.21</u>	<u>3,565.05</u>
		20,149.21	19,965.05
(2) Non - current liabilities			
(a) Long term borrowings	4	11,407.03	13,292.51
(b) Deferred tax liabilities (Net)	5	2,806.90	2,740.13
(c) Long term provisions	6	<u>7.86</u>	<u>5.70</u>
		14,221.80	16,038.34
(3) Current liabilities			
(a) Short Term Borrowings	7	-	436.85
(b) Other current liabilities	8	1,704.25	1,650.19
(c) Short term provisions	9	<u>2,470.02</u>	<u>2,400.48</u>
		4,174.27	4,487.52
Total		<u>38,545.28</u>	<u>40,490.91</u>
II. ASSETS			
(1) Non - current assets			
(a) Fixed assets			
(i) Tangible assets	10	21,890.26	24,107.97
(ii) Intangible assets	10A	0.09	0.89
(iii) Capital work-in-progress	11	<u>21.59</u>	<u>22.61</u>
		21,911.94	24,131.46
(b) Long term loans and advances	12	15,865.73	15,638.10
(c) Other non-current assets	13	31.26	31.25
(2) Current assets			
(a) Trade receivables	14	250.60	476.97
(b) Cash and bank balances	15	383.31	1.09
(c) Short term loans and advances	16	94.75	204.71
(d) Other current assets	17	<u>7.70</u>	<u>7.34</u>
		736.35	690.10
Total		<u>38,545.28</u>	<u>40,490.91</u>

Summary of significant accounting policies 1

The accompanying note 1 to 36 are integral part of financial statements

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

For Agarwal Anil & Co.

Firm Reg. No. 003222N
Chartered Accountants

Anil Agarwal
Partner

Membership No. 082103



For and on behalf of the Board

Pradeep Panicker
Director

Rajesh Kumar
Director

[Signature]
Chief Executive Officer

[Signature]
Chief Financial Officer
& Company Secretary

Place: New Delhi

Date: 17/05/15



Delhi Aviation Fuel Facility Private Limited
Statement of Profit and Loss for the year ended 31st March, 2015

Particulars	Note No.	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
I. Revenue from operations	18	9,604.38	9,900.96
II Other income	19	45.73	118.26
III Total revenue	[I + II]	<u>9,650.11</u>	<u>10,019.22</u>
IV Expenses			
Employee benefits expense	20	110.40	88.78
Finance cost	21	1,511.91	2,064.72
Depreciation and amortization expense	22	2,206.75	1,482.55
Other expenses	23	286.56	486.46
License fees		1,483.51	1,379.77
Total Expenses	[IV]	<u>5,599.14</u>	<u>5,502.28</u>
V Profit before prior period, exceptional and extraordinary items and tax	[III - IV]	4,050.97	4,516.94
VI Prior period items (Net)		-	-
VII Profit before exceptional and extraordinary items and tax	[V - VI]	4,050.97	4,516.94
VIII Exceptional items		-	-
IX Profit before extraordinary items and tax	[VII - VIII]	4,050.97	4,516.94
X Extraordinary items		-	-
XI Profit before tax	[IX - X]	4,050.97	4,516.94
XII Tax expense:			
Current tax		1,325.95	1,175.76
MAT credit entitlement		-	(25.23)
Deferred tax		66.78	356.79
		<u>1,392.73</u>	<u>1,507.32</u>
XIII Profit for the year	[XI - XII]	<u>2,658.24</u>	<u>3,009.62</u>
XIV Earning per equity share of Rs 10/- each	24		
Basic		1.62	1.84
Diluted		1.62	1.84

Summary of significant accounting policies

1

The accompanying note 1 to 36 are integral part of financial statements

This is the Statement of Profit & Loss referred to in our report of even date

For Agarwal Anil & Co.

Firm Reg. No. 003222N

Chartered Accountants

Anil Agarwal
Partner

Membership No. 082103

Place: New Delhi

Date: 15/7/15



For and on behalf of the Board

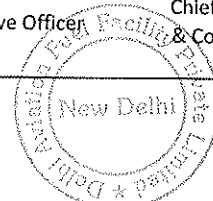
Pradeep Pannu, Director

Director

Director

Chief Executive Officer

Chief Financial Officer
& Company Secretary



Delhi Aviation Fuel Facility Private Limited
Cash Flow Statement for the year ended 31st March, 2015

Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
A. Cash flows from operating activities		
Profit before tax and extraordinary items	4,050.97	4,516.94
Adjustments for:		
Depreciation and amortization expense	2,206.75	1,482.55
Interest income	(22.72)	(82.42)
Interest expense	1,511.91	2,064.72
Loss on fixed asset	92.64	388.22
	7,839.55	8,370.01
(Increase)/ decrease in trade receivables	226.37	513.28
(Increase)/ decrease in short term loans and advances	14.10	(19.58)
(Increase)/ decrease in long term loans and advances	(227.63)	-
(Increase)/decrease in other non-current assets	(0.00)	(30.03)
(Increase)/decrease in other current assets	3.94	(6.53)
Increase/ (decrease) in long term provisions	2.16	2.02
Increase/ (decrease) in short term provisions	(1.80)	1.29
Increase/ (decrease) in other current liabilities	(164.13)	(133.78)
	7,692.56	8,696.68
<u>Add:</u> Income Tax Refund received	-	903.80
<u>Less:</u> Income taxes paid	1,230.09	984.48
Net cash from operating activities	6,462.47	8,616.01
Adjustment for extraordinary items	-	-
Net cash from operating activities after extraordinary items	6,462.47	8,616.01
B. Cash flows from investing activities		
Purchase of fixed assets	(84.77)	(522.26)
Interest received	18.97	81.66
Net cash from investing activities	(65.80)	(440.60)
C. Cash flows from financing activities		
Proceeds from long term borrowings	465.69	97.24
Repayment of long term borrowings	(2,051.44)	(1,788.21)
Proceeds from short term borrowings (net)	(436.85)	(2,197.92)
Interest paid	(1,593.43)	(1,984.33)
Dividend paid	(2,050.00)	(1,968.00)
Tax on dividend paid	(348.40)	(334.46)
Net cash from financing activities	(6,014.44)	(8,175.68)
Net increase/(decrease) in cash and cash equivalents	382.22	(0.27)
Cash and cash equivalents at the beginning of year	1.09	1.37
Cash and cash equivalents at the end of year	383.31	1.09
Cash & Cash equivalents:		
Bank balances	383.31	1.09
Cash and cash equivalents as reported	383.31	1.09

This is the Cash Flow Statement referred to in our report of even date

For Agarwal Anil & Co.
Firm Reg. No. 003222N
Chartered Accountants

Anil Agrawal
Partner
Membership No. 082103

Place: New Delhi
Date: 11/7/15



For and on behalf of the Board

Pradeep Panich

Director

Raunak

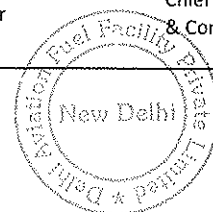
Director

[Signature]

Chief Executive Officer

[Signature]

Chief Financial Officer
& Company Secretary



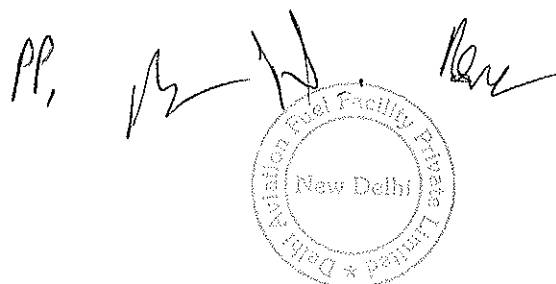
Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

2 Share Capital

Particulars	As at 31st March, 2015		As at 31st March, 2014	
	Number	(Rs. in Lacs)	Number	(Rs. in Lacs)
Authorized				
Equity shares of Rs. 10 /- each	170,000,000	17,000.00	170,000,000	17,000.00
	<u>170,000,000</u>	<u>17,000.00</u>	<u>170,000,000</u>	<u>17,000.00</u>
Issued, subscribed and fully paid up				
Equity shares of Rs. 10 /- each	164,000,000	16,400.00	164,000,000	16,400.00
	<u>164,000,000</u>	<u>16,400.00</u>	<u>164,000,000</u>	<u>16,400.00</u>
<u>Additional information</u>				
1 Reconciliation of the number of shares outstanding at the beginning & at the end of year				
<u>Equity shares of Rs. 10 /- each</u>				
At the beginning of the year	164,000,000	16,400.00	164,000,000	16,400.00
Issued during the year	-	-	-	-
At the end of the year	<u>164,000,000</u>	<u>16,400.00</u>	<u>164,000,000</u>	<u>16,400.00</u>
2 Particulars of equity share holders holding more than 5% of the total number of equity share capital				
a) Indian Oil Corporation Limited (37%)	60,680,000	6,068.00	60,680,000	6,068.00
b) Bharat Petroleum Corporation Limited (37%)	60,680,000	6,068.00	60,680,000	6,068.00
c) Delhi International Airport Pvt. Ltd. (26%)	42,640,000	4,264.00	42,640,000	4,264.00
	<u>164,000,000</u>	<u>16,400.00</u>	<u>164,000,000</u>	<u>16,400.00</u>

3 Right, restriction attached to above equity shares

The company has only one class of equity shares having a par value of Rs 10 per share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of shareholders except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholding.



Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

3 Reserves and Surplus

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Surplus in Statement of profit & loss		
As per last balance sheet	2,709.88	2,173.89
<u>Add:</u> Profit for the year as per statement of profit & loss	2,658.24	3,009.62
<u>Less: Appropriations</u>		
Transfer to general reserve	-	75.24
Proposed dividend	2,050.00	2,050.00
Tax on proposed dividend	419.74	348.40
Balance at the end of the year Total (A)	<u><u>2,898.38</u></u>	<u><u>2,709.88</u></u>
General Reserve		
As per last balance sheet	855.17	779.93
<u>Add:</u> Transfer from surplus in statement of profit & loss	-	75.24
<u>Less:</u> Adjustment on account of depreciation *	4.35	-
Balance at the end of the year Total (B)	<u><u>850.83</u></u>	<u><u>855.17</u></u>
Total (A+B)	<u><u>3,749.21</u></u>	<u><u>3,565.05</u></u>

* Refer Note No. 25

4 Long Term Borrowings

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Secured Loans		
a. Term loans		
- from bank	11,407.03	13,292.51
	<u><u>11,407.03</u></u>	<u><u>13,292.51</u></u>

Additional information

a. Details of security

Charge on receivables/ cash flows/ revenue under escrow account (present & future) after statutory dues and DIAL's license fee.

b. Terms of repayment

Term Loan I

Term loan from Indian Bank, carrying Interest rate at Base rate + 0.05% i.e. 10.30% p.a. as on balance sheet date, is repayable in 48 quarterly installments starting from July 01, 2011. The current quaterly installment is Rs 447.05 lakh.

Term Loan II

Term loan from Indian Bank, carrying Interest rate at Base rate + 0.30% i.e. 10.55% p.a. as on balance sheet date, is repayable in 20 quarterly installments, calculated based on actual disbursements. The current quaterly installment is Rs 87.73 lakh.



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Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

5 Deferred tax liabilities (Net)

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
<u>Deferred tax liability</u>		
Difference between book and tax depreciation	2,809.67	2,781.13
Total (A)	2,809.67	2,781.13
<u>Deferred tax asset</u>		
Preliminary expenses	-	38.36
Expenses deductible on payment basis	2.77	2.64
Total (B)	2.77	41.01
Net deferred tax liability (A - B)	2,806.90	2,740.13

6 Long Term Provisions

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Provisions for employee benefits	7.86	5.70
	7.86	5.70

7 Short Term Borrowings

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
<u>Repayable on demand</u>		
Working capital loan from bank *	-	436.85
	-	436.85

*** Details of security**

Charge on receivables/ cash flows/ revenue under escrow account (present & future) after statutory dues and DIAL's license fee.

Other terms

Working capital loan from Indian Bank, carrying Interest rate at Base rate + 0.05% i.e. 10.30% p.a. as on balance sheet date



Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

8 Other Current Liabilities

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
a) Current maturity of long term borrowing *	1,640.88	1,341.16
b) Statutory dues payable	2.01	2.62
c) Expenses payable	15.89	19.23
d) Interest payable	-	81.52
e) On account of capital expenditure	45.47	205.65
	<u>1,704.25</u>	<u>1,650.19</u>

* For security details and other terms & conditions, Refer Note No. 4

9 Short Term Provisions

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
a) Provision for employee benefits	0.28	2.08
b) Proposed dividend #	2,050.00	2,050.00
c) Tax on proposed dividend	419.74	348.40
	<u>2,470.02</u>	<u>2,400.48</u>

Dividend on Equity shares proposed Rs 1.25/- per share (previous year Rs 1.25/- per share)



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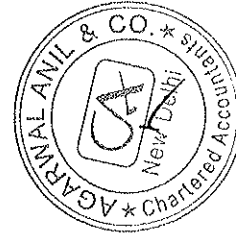
Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

Fixed Assets

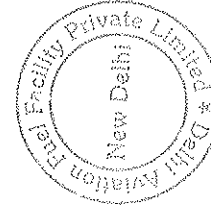
(Rs. in lacs)

	Particulars	GROSS BLOCK (AT COST)			DEPRECIATION / AMORTIZATION *					NET BLOCK		
		As at 1st April, 2014	Additions during the year	Deductions during the year	As at 31st March, 2015	Upto 31st March, 2014	For the year	Adjustment	Deductions	Upto 31st March, 2015	As at 31st March, 2015	As at 31st March, 2014
10	<u>Tangible assets</u>											
	Buildings	752.11	-	-	752.11	111.77	30.06	-	-	141.84	610.27	640.34
	Plant & machinery	27,743.55	79.49	118.22	27,704.83	4,658.69	2,013.38	-	25.12	6,646.95	21,057.88	23,084.86
	Motor vehicles	25.09	-	-	25.09	9.05	3.82	-	-	12.87	12.22	16.03
	Furniture & fittings	7.08	4.92	-	11.99	1.46	1.09	-	-	2.55	9.44	5.61
	Computers & Data Processing units	903.16	1.37	0.16	904.38	542.04	157.61	4.35	0.06	703.93	200.44	361.12
		29,430.98	85.78	118.37	29,398.39	5,323.01	2,205.96	4.35	25.18	7,508.13	21,890.26	24,107.97
	Previous year	28,903.12	989.99	462.12	29,430.98	3,913.01	1,481.75	-	71.74	5,323.01	24,107.97	
10A	<u>Intangible assets</u>											
	Computer software	3.98	-	-	3.98	3.09	0.80	-	-	3.89	0.09	0.89
		3.98	-	-	3.98	3.09	0.80	-	-	3.89	0.09	0.89
	Previous year	3.98	-	-	3.98	2.30	0.80	-	-	3.09	0.89	

* Refer Note No. 25



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Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

11 Capital Work-In-Progress

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Plant and machinery	21.59	22.61
	<u>21.59</u>	<u>22.61</u>

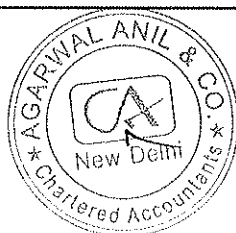
12 Long Term Loans and Advances

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Security deposit		
a) To related party (Delhi International Airport (P) Ltd.)	15,865.72	15,638.09
b) To others	0.01	0.01
	<u>15,865.73</u>	<u>15,638.10</u>

Additional information

Breakup of above:

a) Secured, considered good	-	-
b) Unsecured, considered good	15,865.73	15,638.10
c) Doubtful	-	-
	<u>15,865.73</u>	<u>15,638.10</u>



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Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

13 Other Non-Current Assets

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Fixed deposit with bank (as margin against issuance of Bank Gurantees)	31.26	31.25
	<u>31.26</u>	<u>31.25</u>

14 Trade Receivables

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Outstanding for a period		
a) Exceeding six months	-	-
b) Others	250.60	476.97
	<u>250.60</u>	<u>476.97</u>

Additional information

Breakup of above:

i) Secured, considered good	-	-
ii) Unsecured, considered good	250.60	476.97
iii) Doubtful	-	-
	<u>250.60</u>	<u>476.97</u>

15 Cash and Bank Balance

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
Cash & Cash Equivalent		
Balances with banks *	383.31	1.09
	<u>383.31</u>	<u>1.09</u>

* Above balance includes balance in Current account and Fixed Deposits with less than 45 days maturity.



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Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

16 Short Term Loans and Advances

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
a) Advances against services	-	0.25
b) Pre paid expenses	15.65	16.55
c) Service tax receivable	14.44	7.70
d) CENVAT receivable	0.12	19.80
e) MAT credit entitlement	-	110.90
Total (A)	30.20	155.20
Advance payment of income tax		
Income tax paid	3,114.15	1,884.06
<u>Less: Provision for tax</u>	3,421.92	2,063.53
<u>Add: MAT credit entitlement - set off</u>	372.31	228.98
Total (B)	64.54	49.50
Grand Total (A + B)	94.75	204.71

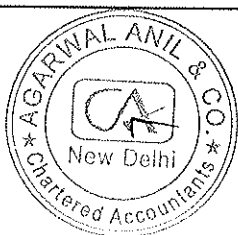
Additional Information

Breakup of above:

i) Secured, considered good	-	-
ii) Unsecured, considered good	94.75	204.71
iii) Doubtful	-	-
	94.75	204.71

17 Other Current Assets

Particulars	As at 31st March, 2015 (Rs. in Lacs)	As at 31st March, 2014 (Rs. in Lacs)
a) Asset held for disposal	2.70	2.15
b) Interest accrued on fixed deposits	4.51	0.76
c) Other recoverable	0.49	4.43
	7.70	7.34



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Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

18 Revenue from Operations

Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
Sale of services:		
Infrastructure charges	9,604.38	9,900.96
	<u>9,604.38</u>	<u>9,900.96</u>

19 Other Income

Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
a) Interest income	22.72	82.42
b) Rental income *	18.97	17.25
c) Net gain on foreign exchange fluctuations	-	0.78
d) Other income	-	16.30
e) Excess provision / expenses written back	4.03	1.50
	<u>45.73</u>	<u>118.26</u>

* Refer Note No. 30

20 Employee Benefits Expense

Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
a) Salaries & bonus	109.67	88.16
b) Staff welfare	0.73	0.62
	<u>110.40</u>	<u>88.78</u>

21 Finance Cost

Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
Interest expense		
- to banks	1,511.91	1,792.16
- to others	-	272.56
	<u>1,511.91</u>	<u>2,064.72</u>



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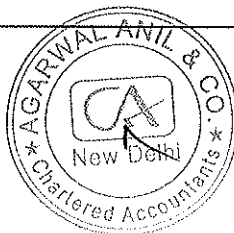
Delhi Aviation Fuel Facility Private Limited
Notes to Financial Statements

22 Depreciation and Amortization Expense

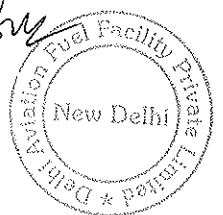
Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
a) Depreciation	2,205.96	1,481.75
b) Amortization cost	0.80	0.80
	<u>2,206.75</u>	<u>1,482.55</u>

23 Other Expenses

Particulars	For the year ended 31st March, 2015 (Rs. in Lacs)	For the year ended 31st March, 2014 (Rs. in Lacs)
a) Advertising charges	0.80	2.95
b) Bank charges	1.71	0.75
c) Communication expenses	2.36	2.90
d) Conveyance	5.31	5.53
e) CSR expenses	95.98	-
f) Donation	-	5.00
g) Foreign exchange loss	0.54	-
h) Insurance charges	43.33	38.55
i) Legal, professional & consultancy charges	13.64	16.77
j) Loss on sale/discard of fixed assets	92.64	388.22
k) Meeting expenses	1.28	1.68
l) Membership fees	0.80	0.85
m) Miscellaneous expenses	4.30	2.49
n) Office expenses	1.23	0.93
o) Payment to the auditors		
- as auditor	2.50	2.00
- for taxation matters	0.50	0.60
- for other services	0.60	-
- for reimbursement of expenses	0.38	-
p) Rates and taxes	6.02	5.79
q) Rent	9.88	10.70
r) Tour & travels expenses	2.27	0.60
s) Training & capacity building expenses	0.51	0.15
	<u>286.56</u>	<u>486.46</u>



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DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

Company Overview

Delhi Aviation Fuel Facility Private Limited was incorporated on 11 August 2009 as private limited company under the Companies Act 1956 with the object to design, develop, construct, manage, maintain, upgrade and operate the aviation fuel facility at Indira Gandhi International Airport New Delhi, for 25 years in terms of Concession and Operating Agreement entered with Delhi International Airport Private Limited ('DIAL') on 22nd September'2009 and has started operation in July 2010.

The shareholding structure as at March 31, 2015 is summarized below:

Shareholders	No of Shares	% holding
Indian oil Corporation Limited	60,680,000	37%
Bharat Petroleum Corporation Limited	60,680,000	37%
Delhi International Airport private Limited	42,640,000	26%
Total	164,000,000	100%

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. Basis of preparation

The financial statements have been prepared under historical cost conversion in accordance with the mandatory accounting standards notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956 (to the extent applicable) and provisions of Companies Act, 2013 (to the extent notified / applicable).

1.2. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

1.3. Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.



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DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

1.4. Depreciation

Depreciation on fixed assets is provided in accordance with the useful lives as specified in Schedule II to The Companies Act 2013, using the Straight Line Method ('SLM') on full value of the assets; except building where depreciation is charged over useful life of 25 years as provided in Concession and Operating Agreement.

1.5. Intangible assets

Software is amortised using straight-line method over a period of five years.

1.6. Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

1.7. Borrowing cost

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

1.8. Investments

Investments that are readily realizable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and realisable value. Long term investments are carried at cost. However provision for diminution is made to recognize a decline, other than temporary in the value of the investments, such reduction being determined and made for each investment individually.

1.9. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Income from services

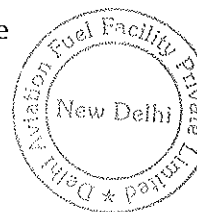
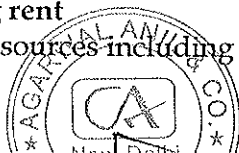
Revenue from services is recognized as and when services are rendered.

Interest

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Other Income including rent

Revenue from any other sources including rent is recognized on accrual basis.



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DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

1.10. Foreign currency transaction

- i. Transactions denominated in foreign currencies are recorded at exchange rate prevailing at the date of transaction.
- ii. Foreign currency monetary items (including forward contracts) are translated at year end rates. Exchange differences arising on settlement of transactions and translation of monetary items (including forward contracts) are recognised as income or expense in the year in which they arise.
- iii. The premium or discount on forward exchange contracts not relating to firm commitments or highly probable forecast transactions and not intended for trading or speculative purpose is amortised as expense or income over the life of the contract.

1.11. Retirement and other employment benefits

Gratuity and Leave Encashment are defined benefit obligations. The liability is provided for on the basis of actuarial valuation made at the end of each financial year. The actuarial valuation is made on Projected Unit Credit method.

1.12. Taxes on Income

- i) Current tax on Income is determined on the basis of taxable income computed in accordance with the applicable provisions of Income tax Act 1961.
- ii) Deferred tax is recognised for all timing difference between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.
- iii) Deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised, except in the case of unabsorbed depreciation or carry forward of losses under Income tax Act, 1961, deferred tax asset is recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised.
- iv) Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will be in a position to avail of such credit under the provision of The Income tax Act 1961.

1.13. Earnings / (loss) per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of shares outstanding during the period are adjusted for bonus issue.



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DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

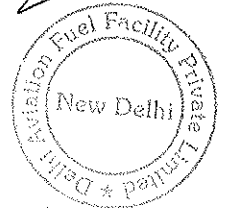
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.14. Provisions

A provision is recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.



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DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

24. Earnings Per Share

Particulars	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Net Profit after Tax as per statement of profit and loss (Rs in lacs)	2,658.24	3,009.62
Weighted average number of shares outstanding of Rs 10 each	16,40,00,000	16,40,00,000
Basic Earnings Per Share (Rs)	1.62	1.84
Diluted Earnings Per Share (Rs)	1.62	1.84

25. Fixed Assets

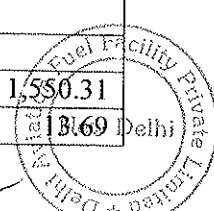
- In accordance with the provisions of Schedule II of the Companies Act, 2013, the Company has revised the estimated useful lives of its fixed assets with effect from April 01, 2014. Accordingly, the net book value of the fixed assets as at April 01, 2014, is depreciated on a prospective basis over the remaining useful life, wherever applicable. This change in accounting estimate has resulted in increase in depreciation and amortisation expenses for the year ended March 31, 2015 by Rs 706.31 lacs. Further, in case of fixed assets whose useful life on such reassessment had expired as of April 01, 2014, net book value of assets of Rs 4.35 lacs is adjusted against the balance of Reserves and Surplus as of April 01, 2014 (Note No. 3).
- Company has replaced the old edition Hydrant pit valves in Terminal – 2 & Cargo with the latest edition valves in FY 2013-14. Out of total replaced 54 valves, loss pertains to 43 valves were accounted in FY 2013-14 with an assumption that remaining 11 valves can be made as good as latest edition valves by some addition and modification. Subsequently, it has been emerged that conversion of these 11 valves is not commercially viable.

In line with the Accounting Standard (AS) – 10, anticipated loss of Rs 92.54 lacs arising due to the above replacement of 11 old valves are recognised in Statement of Profit & Loss (Note No. 23). The Asset Held for Disposal is shown at lower of net book value and net realizable value in Note No.17. Actual loss will be arrived only after conducting the actual sale of old addition vales.

26. Related Party

Joint Venture Entities: Delhi International Airport Private Limited (DIAL)
Indian Oil Corporation Limited (IOCL)
Bharat Petroleum Corporation Limited (BPCL)

Details of transactions entered into with related parties along with balances as took place during the period are as given below (including service tax)		
	For the year ended 31 st March 2015	For the year ended 31 st March 2014
A. Transactions during the year		
<i>Delhi International Airport Private Limited</i>		
License fees – Expense	1,666.87	1,550.31
Rent and Other charges – Expense	13.67	13.69



DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

Interest paid / provided – Expense	-	272.04
Insurance expenses	0.18	0.21
Security deposit paid	227.63	-
Indian Oil Corporation Limited		
Rental income	1.20	1.11
Bharat Petroleum Corporation Limited		
Rental income	6.92	6.43
Staff deputation cost – Expenses	23.44	-
B. Balances outstanding as at period end		
Receivable		
Security Deposit- Delhi International Airport Private Limited	15,865.72	15,638.09
Payable		
Delhi International Airport Private Limited	15.08	96.53

27. Based on the information received by the company from its suppliers regarding their status under the 'The Micro, Small and Medium Enterprises Development Act, 2006, the relevant information is provided below

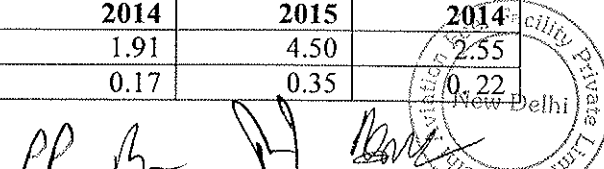
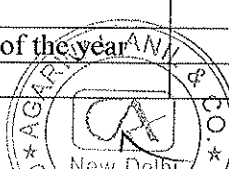
Rs in lacs			
Sl No	Particulars	For the year ended 31 st March 2015	For the year ended 31 st March 2014
1	Amount due to Micro and small Enterprises on		
	i) Principal amount	Nil	Nil
	ii) Interest due on above	Nil	Nil
2	i) Principal amount paid after due date or appointed date during the year	Nil	Nil
	ii) Interest paid during the year on (i) above	Nil	Nil
3	Interest due & Payable (but not paid) on principal amounts paid during the year after the due date or appointed date	Nil	Nil
4	Total interest accrued and remaining unpaid as on	Nil	Nil
5	Further interest in respect of defaults of earlier year due and payable in current year up to the date when actually paid	Nil	Nil

28. Employee Benefits

Disclosure as per Accounting Standard (AS) -15 Employee Benefits:

(i) Reconciliation of Defined Benefit Obligation

Rs in Lacs				
	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	For the year ended 31 st March 2015	For the year ended 31 st March 2014	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Defined obligation at beginning of the year	3.28	1.91	4.50	2.55
Interest Cost	0.25	0.17	0.35	0.22



DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

Current service cost	0.83	1.27	1.05	1.73
Actuarial (gain)/loss	(0.79)	(0.07)	(1.33)	(0.01)
Defined obligation at the end of the year	3.58	3.28	4.56	4.50

(ii) Amount recognized in the Statement of Profit and Loss

Rs in lacs

	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	For the year ended 31 st March 2015	For the year ended 31 st March 2014	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Interest cost	0.25	0.17	0.35	0.22
Current service cost	0.83	1.27	1.05	1.73
Net Actuarial (gain)/loss recognised in the period	(0.78)	(0.07)	(1.33)	(0.01)
Expenses for the year	0.30	1.37	0.07	1.94

(iii) Experience adjustment

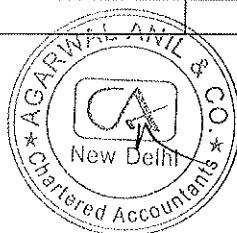
Rs in lacs

	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	For the year ended 31 st March 2015	For the year ended 31 st March 2014	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Experience adjustment (gain)/loss for plan liabilities	(1.24)	0.05	(1.92)	0.16
Experience adjustment (gain)/loss for plan asset	-	-	-	-

(iv) Major actuarial Assumption

Rs in lacs

	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	For the year ended 31 st March 2015	For the year ended 31 st March 2014	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Discount rate	7.75%	9.00 %	7.75%	9.00 %
Salary escalation	6.25%	6.00 %	6.25%	6.00 %
Mortality	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate	IALM 2006-08 Ultimate
Withdrawal rate (Per Annum)	5.00%	5.00%	5.00%	5.00%



PP, B, H



DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

(v) Amount recognised in the Balance Sheet

Rs in lacs

	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	For the year ended 31 st March 2015	For the year ended 31 st March 2014	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Current Liability	0.01	0.01	0.27	2.07
Non-Current Liability	3.57	3.27	4.29	2.43
Total Liability	3.58	3.28	4.56	4.50

29. Segment Information

The Company is primarily engaged in a single segment i.e. providing infrastructure for receipt, storage & distribution of ATF, which is a mineral oil, at Airport. The risk and returns of the Company are predominantly determined by its principal activity and the Company's activities fall within a single business and geographical segment. Accordingly no further disclosures are required as per the Accounting Standard (AS)-17 Segment Reporting.

30. Accounting Standard (AS) 19

a. The rental paid during the year as per agreement are as follows:

Rs in lacs

Particulars	For the year ended 31 st March 2015	For the year ended 31 st March 2014
Lease rentals under cancellable leases	9.88	10.70
Lease rentals under non-cancellable leases	-	-

b. The company charges rent from occupants of administrative building at Fuel farm. The gross carrying amount, accumulated depreciation and depreciation recognised in respect of occupied portion of the building is Rs 154.85 lacs, Rs 23.01 lacs and Rs 6.19 lacs respectively.

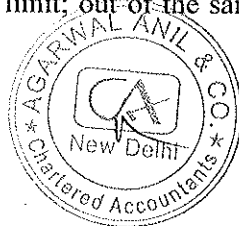
31. Commitments

a. Capital Commitments

Estimated amount of contracts remaining to be executed on capital account as on March 31, 2015 is Rs 89.62 lacs (previous year Rs 18.72 lacs)

b. Other Commitments

- In accordance with the concession agreement, the company is required to pay annual license fee to DIAL for the use of onsite facility area, an amount of Rs 1,483.51 lacs has been accounted for in respect of current year. The license fee is to be increased by 7.5% per annum over the concession period.
- Company has given counter guarantee to Indian Bank, New Delhi for Rs 500.00 lacs against the sanction limit; out of the same Rs 300.31 lacs of bank guarantees is issued to various parties.



PP, B, H, R



DELHI AVIATION FUEL FACILITY PRIVATE LIMITED

32. Value of Imports on CIF Basis

		Rs in lacs	
		For the year ended 31 st March 2015	For the year ended 31 st March 2014
1.	Purchase of Capital Assets	-	145.25

33. Expenditure in Foreign Currency

		Rs in lacs	
		For the year ended 31 st March 2015	For the year ended 31 st March 2014
1.	Purchase of Capital Assets	17.13	126.80

34. Pending Litigations

Company does not have any pending litigations which would impact its financial position.

35. Foreseeable losses


Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

36. Previous year figures have been reclassified to conform to the current year's classification.

For Agarwal Anil & Co.

Firm Reg. No. 003222N

Chartered Accountants



Anil Agrawal
Partner
Membership No. 082103



For and on behalf of the Board



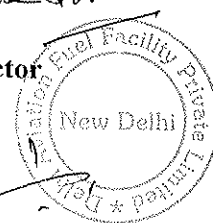
Director


**Chief Executive
Officer**



Director


**Chief Financial Officer
& Company Secretary**



Place: New Delhi

Date: 11/7/15



संख्या / No. : RAP/106/CS/DAFFAL/2015-16/50
भारतीय लेखा तथा लेखापरीक्षा विभाग
कार्यालय प्रधान निदेशक वाणिज्यिक लेखापरीक्षा
एवं पदेन सदस्य लेखा परीक्षा बोर्ड-II
नई दिल्ली

INDIAN AUDIT & ACCOUNTS DEPARTMENT
OFFICE OF THE PRINCIPAL DIRECTOR OF
COMMERCIAL AUDIT & EX-OFFICIO MEMBER,
AUDIT BOARD-II, NEW DELHI

दिनांक / DATE 2-6-15

सेवा में,

निदेशक
दिल्ली एविएशन फ्यूल फेसिलिटी (प्रा0) लिमिटेड
निगम कार्यालय प्रथम मंजिल
ए विंग टी-III, प्रोजेक्ट ऑफिस
आई.जी. आई. एयरपोर्ट
नई दिल्ली - 110037

विषय :- कम्पनी अधिनियम 2013 की धारा 143(6)(b) के अधीन 31 मार्च 2015 को समाप्त वर्ष के लिए दिल्ली एविएशन फ्यूल फेसिलिटी (प्रा0) लिमिटेड के वार्षिक लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

मैं कम्पनी अधिनियम 2013 की धारा 143 (6)(b) के अधीन 31 मार्च 2015 को समाप्त वर्ष के लिए दिल्ली एविएशन फ्यूल फेसिलिटी (प्रा0) लिमिटेड के वार्षिक लेखों पर भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ अग्रेषित करती हूँ। इन टिप्पणियों को कम्पनी की वार्षिक रिपोर्ट में प्रकाशित किया जाए।

भवदीया,


26/6/15
(सुपर्णा देव)

प्रधान निदेशक वाणिज्यिक लेखा परीक्षा
एवं पदेन सदस्य, लेखा परीक्षा बोर्ड - II
नई दिल्ली

संलग्नक :- यथोपरि

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE
FINANCIAL STATEMENTS OF DELHI AVIATION FUEL FACILITY PRIVATE
LIMITED FOR THE YEAR ENDED 31 MARCH 2015.**

The preparation of consolidated financial statements of Delhi Aviation Fuel Facility Private Limited, for the year ended 31 March 2015 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 1 May 2015.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Delhi Aviation Fuel Facility Private Limited for the year ended 31 March 2015 and as such have no comments to make under section 143(6)(b) of the Act.

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



(Suparna Deb)

**Principal Director of Commercial Audit &
Ex-officio Member, Audit Board - II
New Delhi**

**Place: New Delhi
Date: 02.06.2015**



Mock Fire Drill inside Fuel Farm



DAFFPL Cricket Match - 2015



Tree Plantation by Chairman, Mr. P. Balasubramanian



Ensuring clean dry fuel



A CSR initiative of Company- Project Shiksha



A CSR initiative of Company- Project Utthan



Let's fly high together!

Registered Office & Facility

Aviation Fuelling Station,
Shahbad Mohammad Pur,
IGI Airport, New Delhi – 110061
www.daffpl.in

A Joint Venture of



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DELHI

INDIRA GANDHI
INTERNATIONAL AIRPORT

