

May 30, 2018

To

BSE Limited

1st Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001, Maharashtra

**SUBJECT: SUBMISSION OF ANNUAL FINANCIAL RESULTS ALONG WITH AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2018**

Dear Sir/ Madam,

In terms of Regulation 52 of Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("LODR"), we wish to submit the following documents for the financial year ended on March 31, 2018.

1. Financial Results in the format prescribed by SEBI, along with the information as prescribed under Sub-regulation 4 of Regulation 52 of LODR, duly approved by the Board of Directors of the Company at its meeting held on May 30, 2018;
2. Audit Report as provided by the Statutory Auditors of the Company;
3. Declaration pursuant to the proviso to clause "a" of Sub-regulation 3 of Regulation 52 of LODR;
4. Certificate received from the Debenture Trustee (IDBI Trusteeship Services Limited) in terms of Sub-regulation 5 of Regulation 52 of LODR.

Request you to please take the above documents on record and do the needful.

In case of any further requirement/ assistance you are requested to please write to the undersigned.

Thanking you,

Yours Sincerely,

For **East-North Interconnection Company Limited**

Ravisha

Company Secretary

Copy to:

IDBI Trusteeship Services Limited
Asian Building, G.F. 17, R. Kamani Marg,
Ballard Estate, Mumbai - 400 001, Maharashtra

EAST-NORTH INTERCONNECTION COMPANY LIMITED
CIN: L40102DL2007PLC158625
FINANCIAL RESULTS FOR THE HALF YEAR & YEAR ENDED MARCH 31, 2018
(All amounts in Rs. Million unless otherwise stated)

Particulars	6 months ended	6 months ended	Year ended March 31,	Year ended March
	March 31, 2018	March 31, 2017	2018	31, 2017
	(Unaudited) - Refer note 2	(Unaudited) - Refer note 2	(Audited)	(Audited)
INCOME				
Revenue from operations (refer note 10)	932.44	725.22	1,608.00	1,397.23
Other income	15.95	-	15.95	-
Total income (I)	948.40	725.22	1,623.95	1,397.23
Employee benefits expense	-	2.39	-	4.47
Other expenses	28.63	60.16	82.89	93.54
Total expenses (II)	28.63	62.55	82.89	98.01
Earning before interest, tax, depreciation and amortisation (EBITDA) (I) - (II)	919.77	662.67	1,541.06	1,299.22
Depreciation and amortisation expense	254.89	223.38	508.05	468.51
Finance costs	404.08	413.41	810.78	836.21
Finance income	(8.06)	(12.40)	(18.92)	(22.66)
Profit/(loss) before tax	268.86	38.28	241.15	17.16
Tax expense:				
- Current tax	43.01	1.55	43.01	1.55
- Deferred tax	99.10	(0.71)	93.01	(8.03)
- Income tax for earlier years	2.75	-	2.75	-
	144.87	0.83	138.77	(6.48)
Profit/(loss) for the period	124.00	37.45	102.38	23.64
Other comprehensive income				
- Items that will not be reclassified to profit and loss	-	-	-	-
- Items that will be reclassified to profit and loss	-	-	-	-
Total comprehensive income	124.00	37.45	102.38	23.64
Paid-up Equity Share Capital (face value Rs 10 per share)	0.50	0.50	0.50	0.50
Paid-up Preference Share Capital (face value Rs 10 per share)	9.50	9.50	9.50	9.50
Paid-up Debt Capital [Refer Note 3(a)]	9,350.30	9,729.75	9,350.30	9,729.75
Earnings per share (basic and diluted) (Rs) [Refer Note 6]	118.09	35.67	97.50	22.51
Credit rating [Refer Note 11]			AAA (SO) by CRISIL and India Ratings	AAA (SO) by CRISIL and India Ratings
Debt equity ratio [Refer Note 3(b)]	7.11	8.02	7.11	8.02
Debt service coverage ratio [Refer Note 3(c)]	1.56	0.90	1.33	1.02
Interest coverage ratio ([Refer Note 3(d)]	2.36	1.17	1.97	1.62
Asset cover ratio [Refer Note 3(e)]	1.17	1.15	1.17	1.15
Debenture redemption reserve [Refer Note 4]	23.64	23.64	23.64	23.64
Net worth	1,315.51	1,213.13	1,315.51	1,213.13
Previous due date for interest payment and principal repayment [Refer Note 5]		March 31, 2017	March 30, 2018	March 31, 2017
Next due date for interest payment and principal repayment [Refer Note 7]		June 30, 2017	June 29, 2018	June 30, 2017

CIN: L40102DL2007PLC158625
FINANCIAL RESULTS FOR THE HALF YEAR & YEAR ENDED MARCH 31, 2018
STATEMENT OF ASSETS AND LIABILITIES
(All amounts in Rs. Million unless otherwise stated)

Particulars	As at March 31, 2018 (Audited)	As at March 31, 2017 (Audited)
ASSETS		
I. Non-current assets		
(a) Property, plant & equipment	9,808.00	10,044.22
(b) Capital work-in-progress	-	135.73
(c) Other financial assets	-	1.71
(d) Deferred tax assets (net)	88.59	181.60
(e) Other non-current assets	-	0.56
Total non-current assets	9,896.59	10,363.82
II. Current assets		
(a) Financial assets		
(i) Investments	180.21	455.09
(ii) Trade receivables	197.02	139.27
(iii) Cash and cash equivalents	55.51	22.09
(iv) Other financial assets	484.65	460.28
(b) Other current assets	87.68	86.85
Total current assets	1,005.07	1,163.58
Total assets	10,901.66	11,527.40
EQUITY AND LIABILITIES		
Equity		
Equity share capital	0.50	0.50
Other equity	1,315.01	1,212.63
Total equity	1,315.51	1,213.13
Liabilities		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	8,312.70	7,856.73
	8,312.70	7,856.73
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	686.09	718.01
(ii) Trade payables	21.28	25.97
(iii) Other financial liabilities	563.32	1,709.27
(b) Other current liabilities	1.61	3.16
(c) Liabilities for current tax (net)	1.15	1.13
	1,273.45	2,457.54
Total liabilities	9,586.15	10,314.27
Total equity & liabilities	10,901.66	11,527.40

NOTES:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2018.
2. The figures for the half year ended March 31, 2018 and March 31, 2017 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2018 and March 31, 2017 and unaudited published year to date figures up to September 30, 2017 and September 30, 2016 respectively which were subject to limited review.
3. Definition for coverage ratios:
 - (a) Paid up debt capital represents : Long-term borrowings + current maturities of long-term borrowings + short term borrowings. (Debt includes promoter debt in the form of loan and non convertible debentures after adjustment of Rs.82.29 millions (net of deferred tax of Rs.43.56 millions) which has been reclassified to equity under Ind-AS)
 - (b) Debt equity ratio = (Total long term and short term borrowings including current maturities) / Shareholders' funds.
Shareholders' fund = Equity share capital + Other equity.
Debt includes promoter debt in the form of loan and non convertible debentures after adjustment of Rs.82.29 million (net of deferred tax of Rs.43.56 million) which has been reclassified to equity under Ind-AS. Debt also includes debt from parent i.e. Sterlite Power Grid Ventures Limited in the form of loan amounting to Rs 686.09 million as at March 31, 2018 (March 31, 2017: Rs 718.01 million).
 - (c) Debt service coverage ratio = Earnings before interest, tax, depreciation and amortisation (EBITDA) / (Interest expense + Principal term loan repayment during the period). Interest payments and principal repayments of debt from the parent i.e. Sterlite Power Grid Ventures Limited has not been considered in calculating this ratio.
 - (d) Interest service coverage ratio = Earnings before interest, tax, depreciation and amortisation (EBITDA) / Interest expense. Interest payment on promoter debt has not been considered in calculating this ratio.
 - (e) Asset cover ratio = Net book value of property, plant and equipment under Ind-AS / Liability in respect of Secured Non-convertible debentures at amortised cost under Ind-AS as at balance sheet date.
4. The Company has not created debenture redemption reserve during the year as required under section 71 of the Companies Act, 2013 and the rules made thereunder since Company has accumulated losses as at March 31, 2018.
5. Principal Redemption amount and interest pertaining to non-convertible debentures have been paid on due date.
6. The weighted average number of equity shares outstanding during the period has been considered for calculating the basic and diluted earnings per share in accordance with Ind AS - 33 "Earnings per share".
7. Amount of interest - Rs 189.49 million and principle redemption amount - Rs 75 million is due on June 29, 2018 on NCDs of the Company.
8. Following security has been created and maintained in respect of the Non convertible debentures issued by the Company:
 - 1) First and exclusive charge on all movable assets and immovable assets of issuers including but not limited to movable plant and machinery, spares, tools and accessories, furniture, fixtures, vehicles and all other movable assets, intangible, goodwill, uncalled capital, right of way/land, civil structures, tower and cables, office buildings, present and future if any for the project.
 - 2) First charge by way of:
 - a) Assignment/hypothecation or creation of security interest present and future of all rights, titles, interest, benefits, claims and demands whatsoever of the company in the project, documents including but not limited to transmission supply agreements, transmission licenses, package/construction contracts, O&M related agreements if any, land lease agreements, service contracts etc. duly acknowledged, consented by relevant counter parties to such project documents all as amended, varied or supplemented from time to time;
 - b) All rights, title, interest, benefits, claims and demands whatsoever of the company in the permits, approvals and clearances pertaining to the projects, in the letter of credit, guarantee, performance bond, corporate guarantee, bank guarantees provided by any party to the project document;
 - c) All insurances proceeds (debenture trustee to be the loss payee in the insurance policy).
 - 3) A First charge on letter of credit, Escrow account, debt service reserve account and other reserve and any other bank account of the issuer wherever maintained, present and future.
 - 4) First charge on all book debts, operating cash flow, receivables, commissions, revenues of whatsoever nature and wherever arising, of the company, present and future.
 - 5) Pledge of 51% of the equity share capital of the Company.
9. On August 23, 2016, the Purnia – Biharsharif transmission line ('PB Line') of the Company was rendered inoperable due to flooding in the Ganga river which damaged certain towers of the transmission line. The line was restored on July 21, 2017. The Company has claimed this event as a force majeure event under the Transmission Services Agreement ('TSA'). The Eastern Regional Power Committee ('ERPC') has accepted the event as force majeure and accordingly company has received availability certificates considering deemed availability of PB line which recognise the incident as force majeure. Further, the company is receiving the transmission charges post the incident based on the availability certificates considering deemed availability of PB Line.

The carrying amount of assets destroyed has been derecognised and the normal cost of construction of new assets has been capitalised to property, plant and equipment. The Company has a valid insurance policy which covers the reinstatement cost for the above loss and it has filed an insurance claim with the insurer which is in the final stage of clearance. Accordingly, a net gain of Rs. 6.06 million (after considering the expected recovery from the insurer) has been recognised in the statement of profit and loss.
10. CERC vide order dated September 13, 2017 approved an increase in non-escalable transmission charges of 3.76% per annum on the quoted non-escalable tariff from the commercial operation dates of the respective transmission lines on account of changes in law. Accordingly revenue of Rs. 186.25 million has been recognised during the year in respect of the incremental tariff arising from CERC Order from the respective commercial operation dates.
11. Credit rating was obtained from Crisil on August 08, 2017 and from India Ratings on April 30, 2018.
12. The Company's activities comprise transmission of electricity in certain states in India. This constitutes a single operating segment as per the requirements of Indian Accounting Standard 108 - Operating Segments.
13. Material deviations in the use of proceeds of issue of NCDs from the object specified in the offer document : Not Applicable
14. Revenue from operations for the half years ended March 31, 2018 and March 31, 2017 include incentive on transmission charges for whole year which is calculated based on the annual availability of transmission infrastructure. Such incentive is recognised at year end based on actual availability figures and the provisions of Transmission Service Agreement.

**For and on behalf of the Board of Directors
of East-North Interconnection Company Limited**

**Place: Mumbai
Date: May 30, 2018**

**Director: Vithal Acharya
DIN: 07680009**

SRBC & CO LLP
Chartered Accountants
C-401, Fourth Floor
Panchshil Tech Park, Yerwada
Pune-411 006

KNPS & Associates
Chartered Accountants
5th Floor, Mawandia Tower
463, Phase V, Udyog Vihar
Gurgaon- 122 016

**Independent Auditor's Report On Standalone Financial Results Pursuant to the Regulation 52
of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To
The Board of Directors
East-North Interconnection Company Limited

1. We have audited the accompanying statement of financial results of East-North Interconnection Company Limited ("the Company") for the year ended March 31, 2018 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016. This Statement has been prepared on the basis of the audited financial statements for year ended March 31, 2018, which is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to express an opinion on the Statement based on our audit of the financial statements as at and for the year ended March 31, 2018, prepared in accordance with Indian Accounting Standards ("Ind AS") specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and the relevant requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016.
2. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India. Those standards requires that we plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatement(s).
3. An audit involves performing procedures to obtain sufficient audit evidences about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgement including the assessment of material misstatement of the Statement, whether due to fraud or error. In making those risk assessment, the auditor considers internal controls relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - i. is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016; and
 - ii. gives a true and fair view of the total comprehensive income (comprising of net profit and other comprehensive income) and other financial information of the Company for the year ended March 31, 2018.



SRBC & CO LLP
Chartered Accountants
C-401, Fourth Floor
Panchshil Tech Park, Yerwada
Pune-411 006

KNPS & Associates
Chartered Accountants
5th Floor, Mawandia Tower
463, Phase V, Udyog Vihar
Gurgaon- 122 016

5. Further, we report that the figures for the half year ended March 31, 2018 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2018 and the published figures for the half year ended September 30, 2017, which were subjected to a limited review, as required under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016.

For **SRBC & CO LLP**
Chartered Accountants
ICAI Firm Registration No: 324982E/E300003

per **Paul Alvares**
Partner
Membership Number: 105754
Place of Signature: *Bangko*
Date: *May 30, 2018*



For **KNPS & Associates**
Chartered Accountants
ICAI Firm Registration No: 024073N

per **Kumar Nagmani**
Partner
Membership Number: 506310
Place of Signature: *Gurgaon*
Date: *May 30, 2018*



Date- May 30, 2018

To

BSE Limited

1st Floor, Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001, Maharashtra

Sub: Declaration pursuant to the proviso to clause “a” of Sub-regulation ‘3’ of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/ Madam,

Pursuant to proviso to clause “a” of Sub-regulation ‘3’ of Regulation 52 of Securities and Exchange Board of India (“SEBI”) (Listing Obligations and Disclosure Requirements) Regulations, 2015, (“LODR”), read with circular issued thereunder from time to time, we hereby declare that the Statutory Auditors of the Company i.e. S R B C & Co LLP, Chartered Accountants (ICAI Firm Registration No. 324982E/ E300003) and Joint Statutory Auditor of the Company i.e. KNPS & Associates, Chartered Accountants (ICAI Firm Registration No. 024073N) have issued an audit report with an unmodified opinion on the Audited Financial Statements of the Company for the financial year ended March 31, 2018.

This is for your information and record please.

Thanking you,

Yours Sincerely,

For **East-North Interconnection Company Limited**

Rajani Kumar Chinnari

Chief Financial Officer

Copy to-

IDBI Trusteeship Services Limited

Asian Building, Ground Floor
17. R. Kamani Marg Ballard Estate
Mumbai Maharashtra – 400 001
India

Ref./ITSL/OPR/18-19

May 30, 2018

The Company Secretary,
East-North Interconnection Company Limited

F-1, The Mira Corporate Suites,

1 & 2, Ishwar Nagar,
Mathura Road, New Delhi - 110 065

Subject: Certificate u/r 52(5) of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015, for Debenture issued by East-North Interconnection Company Limited.

Dear Sir,

We are acting as Debenture Trustee for the Secured, Redeemable Non-Convertible Debentures issued by East-North Interconnection Company Limited, ("The Company").

In terms of the provisions of Regulation 52(5) of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015, (Regulations), we inform you that we have received the disclosures made by the Company in the letter enclosed hereto, under Regulation 52(4) for the Year ended March 31, 2018.

Thanking you.

Yours faithfully,

For IDBI Trusteeship Services Limited



AUTHORISED SIGNATORY

Encl: As above.