

WEL/SEC/2018

October 30, 2018

To,

BSE Limited 1 <sup>st</sup> Floor, Rotunda Bldg, Dalal Street, Fort, Mumbai - 400 001. <b>Scrip Code: 532553</b>	National Stock Exchange of India Limited Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. <b>NSE Symbol: WELENT</b>
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Dear Sir/Madam,

**Sub: Investor Presentation**

In compliance with Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements), 2015 and the Company's Code of Practices and Procedure for Fair Disclosure of Unpublished Price Sensitive Information, please find enclosed investor presentation which is being uploaded on the website of the Company.

Kindly take note of the above.

Thanking you.

For Welspun Enterprises Limited



**Priya Pakhare**  
Company Secretary  
FCS-7805

**Welspun Enterprises Limited** (Formely known as Welspun Projects Limited)

Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (West), Mumbai 400 013, India.

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E-mail : companysecretary\_wel@welspun.com Website : www.welspunenterprises.com

Registered Address: Welspun City, Village Versamedi, Taluka Anjar, District Kutch, Gujarat 370 110, India.

T : +91 2836 662222 F : +91 2836 279010

Corporate Identity Number: L45201GJ1994PLC023920

# WELSPUN ENTERPRISES LTD

## An Infra Player with a Difference

October 2018



# SAFE HARBOR

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Any reference herein to "the Company" shall mean Welspun Enterprises Limited, together with its consolidated subsidiaries.

# KEY INVESTMENT HIGHLIGHTS

## Welspun Group

comes with vast experience of

- Nurturing businesses
- Executing marquee projects
- Investing & timely value unlocking

## Sunrise Road Sector

~ Rs. 5.35 Trillion of road projects to be awarded in next 5 years

## Hybrid Annuity Model (HAM) Opportunity

- Win-win model for government & developer
- Around half of road awards happening through HAM

## Welspun Enterprises

- Focussed purely on HAM
- Order book with revenue growth visibility of 100% p.a. for 2 years
- Demonstrated operational excellence
  - Financial strength

## Asset Light Model

- Focussed on Project Management Consultancy (PMC)
- Minimal Plant & Machinery
  - Low Working Capital
- Continuous asset value unlocking
  - High RoCE, Low Leverage

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# WELSPUN GROUP OVERVIEW

## FY18 Revenue

**Rs. 152 bn**

CAGR 21% (1995-2018)

## FY18 EBITDA

**Rs. 22 bn**

Overall 15% EBITDA margin

## Asset Base

**Rs. 198 bn**

Asset creation calibrated to  
Demand & Cash flows

## Net Debt of Rs. 30 bn

Continuous focus on reducing  
high cost debt

Net Debt to Equity of 0.40 x

## 25,000+ Employees

Managing large, diverse  
workforce across geographies

## Strong Credit Rating

Welspun India: AA

Welspun Corp: AA-

Welspun Enterprises: AA-



## Global Leader in Home Textiles

Ranked #1 Home Textile Supplier  
to USA 5 Times in Last 6 Years



## Global Leader in Large Diameter Pipes

Manufacturing facilities in India,  
Saudi Arabia & USA



## Specialised HAM Infra player

Completed India's first 14 lane  
Expressway in record time of 19  
months vs scheduled 30 months

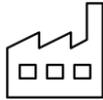
# GROUP'S RICH EXPERIENCE OF PROJECT EXECUTION

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**History of designing & building manufacturing plants & projects worth USD 3 bn+**

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**Successfully built Anjar Welspun City, spread across 2,500 acres in Gujarat**

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**Built renewable energy portfolio of 1,000+ MW worth Rs.10,000+ crores & successfully divested it**

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**Track record of delivering quality projects, on or before time**

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**Successfully built one-of-its-kind anciliarisation (captive outsourcing) model in Textiles**

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**Experience of value unlocking from assets of more than Rs. 130 bn in the past five years**

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**Group vision to be among the Top-3 HAM players in the country**

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# ROAD SECTOR WITH STRONG THRUST FROM GOVERNMENT

Road Infrastructure a vital ingredient for country's GDP growth



**Only ~5%**

of Indian Roads are national / state highways

**8.1% of GDP**

As per IMF, required spend on Infra in India

**8x Multiplier effect**

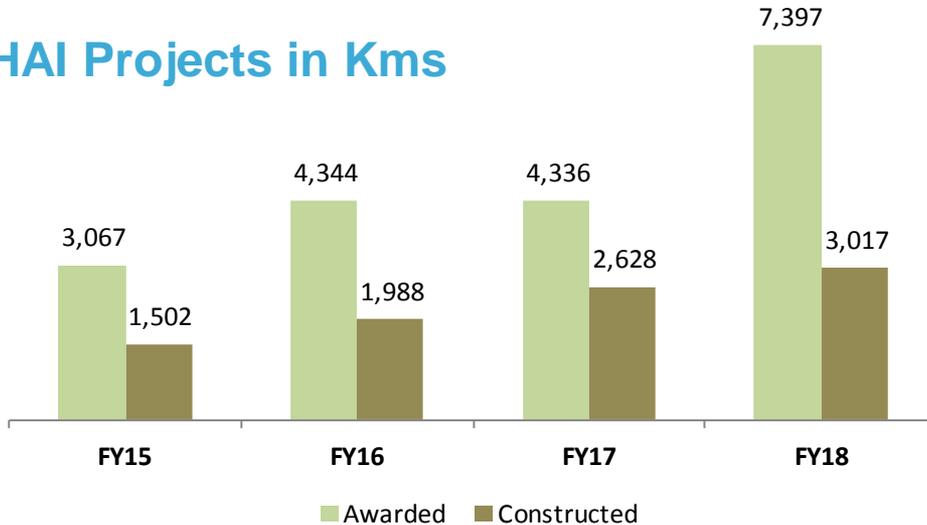


Investment in roads has multiplier impact on GDP growth

**Employment**

Local employment generation

## NHAI Projects in Kms



## Increasing Road Projects Awarding & Spending

Budget 2018 earmarked Rs. 1.2 Trillion for Road Infrastructure

# FUTURE POTENTIAL PROVIDES HUGE BIDDING OPPORTUNITY

**~Rs. 5.35 Trillion**

Road projects expected to be awarded in next 5 years

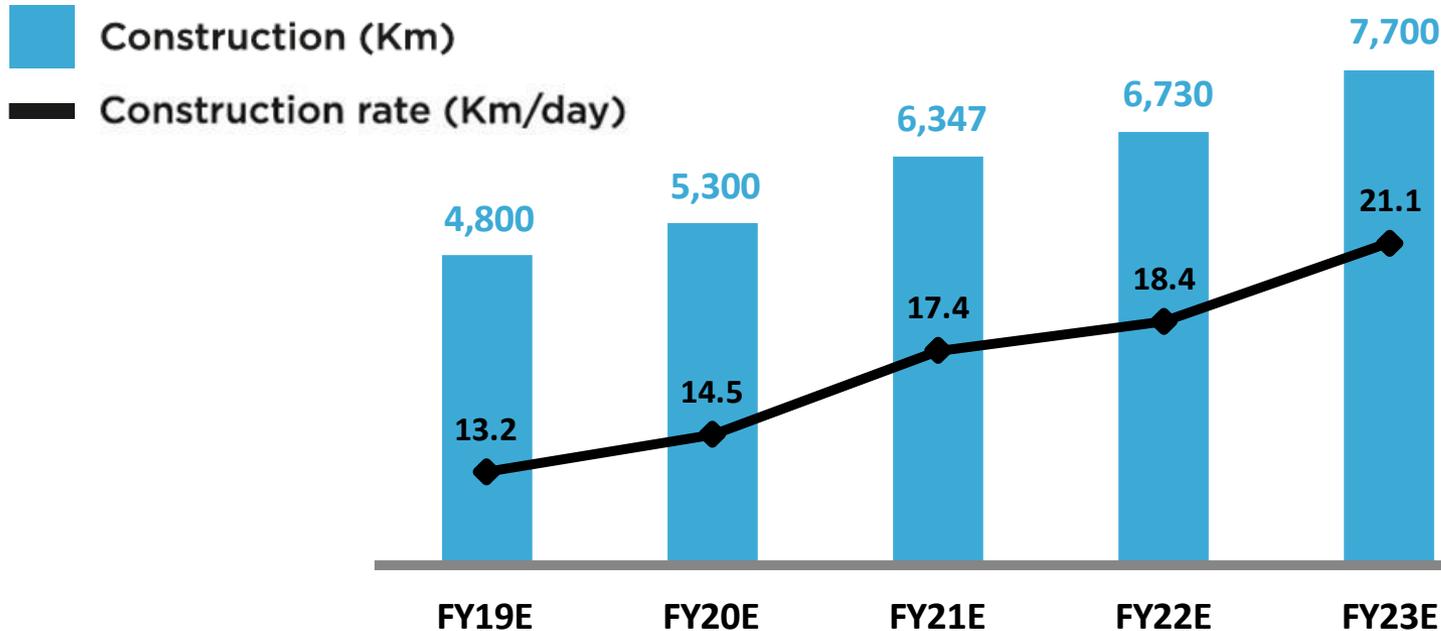
**India Ranks 66 / 137**

India's infrastructure rank, while improved from Rank#87 in 2015, still has a long way to go

**34,800 kms**

Bharatmala project total construction target by 2022

## NHAI: Planned construction of the Bharatmala programme



**~1.6x growth expected in annual road construction in next 5 years**

## POTENTIAL UNDER BUY & TURNAROUND STRATEGY

Several HAM projects awarded to various infra players with weaker balance sheet are not financially closed...

....Welspun Enterprises with its strong banking relationship backed with strong balance sheet sees this as an opportunity to be a Turnaround Specialist

### Welspun Enterprises' Turnaround Record – 3 projects till date

1) Gagalheri-Saharanpur-Yamunanagar (GSY)

2) Chutmalpur-Ganeshpur & Roorkee-Chutmalpur-Gagalheri (CGRG)

**Concessionaire**

Concessionaire not in a position to achieve financial closure



**Along with Welspun Enterprises**

Financially closed **within 2 months**

3) Chikhali-Tarsod (Package-IIA)

**Concessionaire**

Concessionaire not in a position to achieve financial closure



**Along with Welspun Enterprises**

Financially closed **within 1 month**

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# HYBRID ANNUITY MODEL (HAM) INTRODUCED IN 2016....

....to overcome BOT issues including

Land Acquisition

Change of scope

Traffic changes

Toll Risk

Financing

....thus, now NHA awarding projects under HAM and pure EPC.

## HAM advantageous to both Developer & Authority

**NHA** as a partner providing **40% funding**

**12-15%** of project cost  
Minimal Equity requirement

At least **80% land** provided by the authority on appointed date. COD given based on land provided

**All Clearances** provided by the authority before appointed date

**No Toll Collection Risk**  
No traffic risk

**O&M covered** by separate payments from authority

During construction, **Better Credit Rating than BOT** on account of lower risk

Once constructed, **AAA (SO) Credit Rating** as semi-annual assured payments from NHA

**Public Private Partnership** to build world class infrastructure

**Lesser Cash Outflow** as compared to EPC model

**Revenue Generation** from toll collection which funds the annuity

**Quality Assured** due to maintenance obligation of 15 years by concessionaire

For Developer

For Authority

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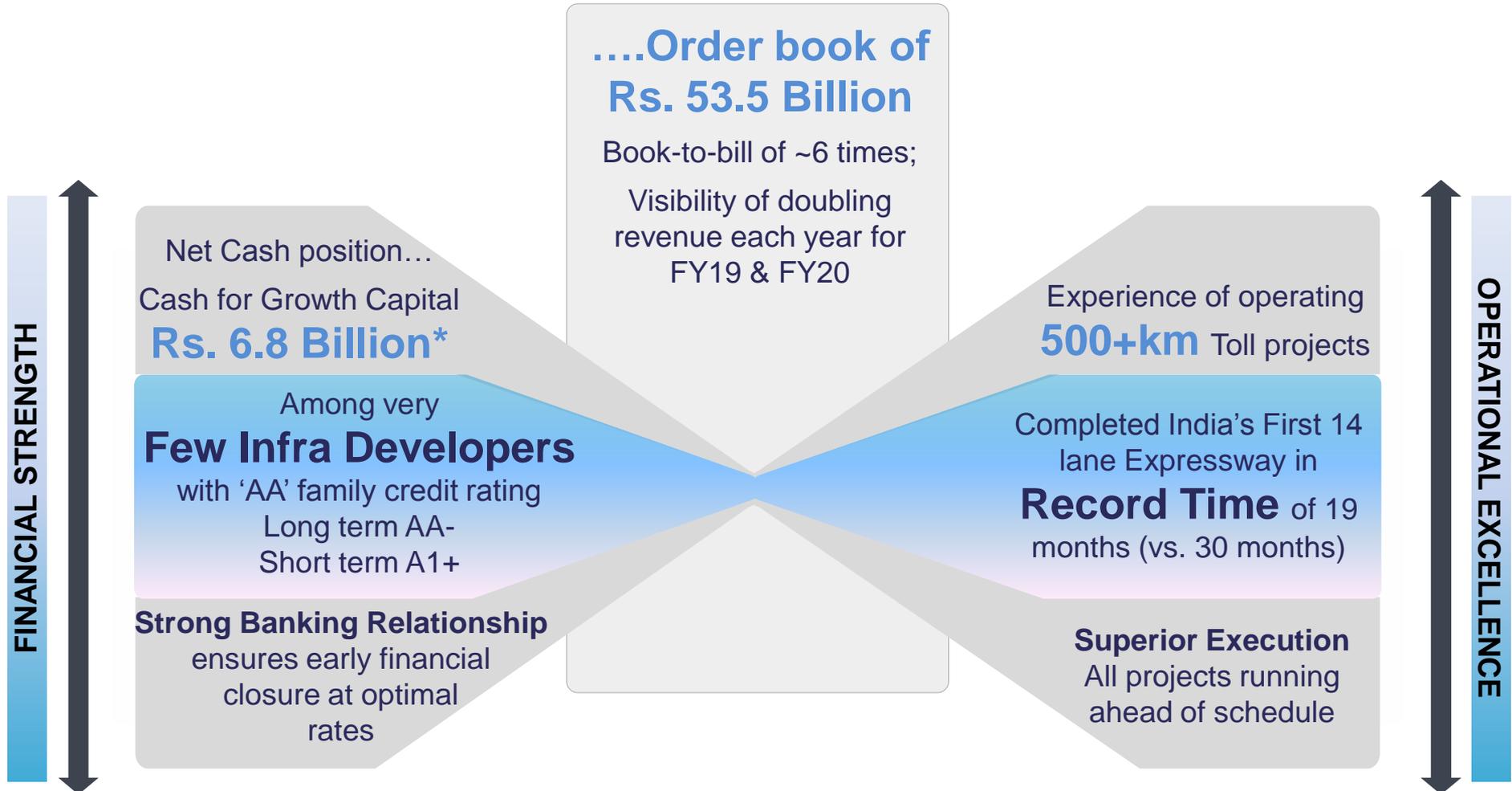
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# WEL ROBUST HAM PORTFOLIO OF Rs. 70+ BILLION WITH....



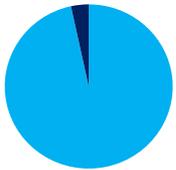
High value creation with focus on HAM Projects

\* Incl. temporary funding of Rs. 800 mn made in lieu of drawing debt at the subsidiary/JV level in order to minimise the interest cost

# STRONG PLATFORM SET FOR FUTURE GROWTH

Continuously building HAM portfolio through bid / buy strategy for profitable growth  
Current order book at ~Rs. 53.5 Billion

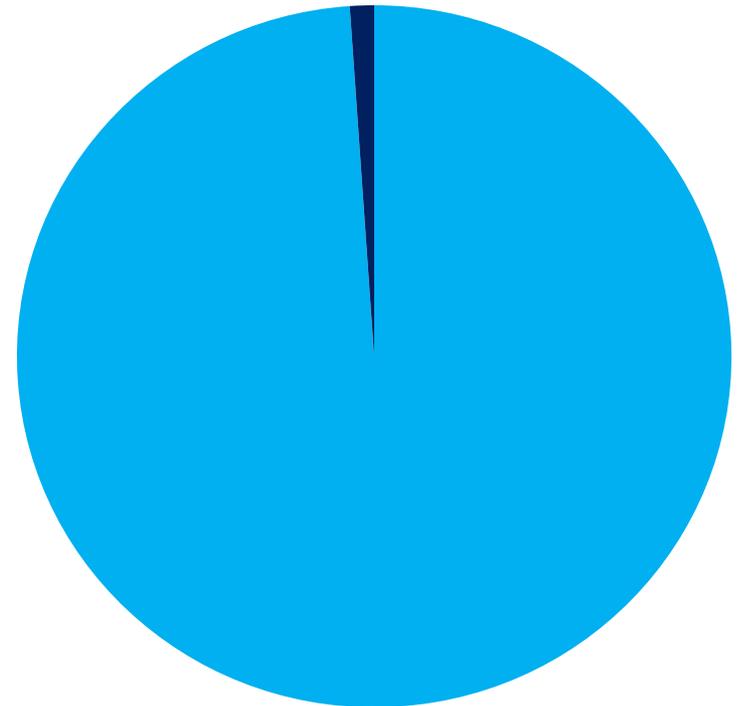
As on Mar-17



EPC of HAM: 5.2 bn  
Other EPC: 0.2 bn



As on Sept-18



EPC of HAM: 53.1 bn  
Other EPC: 0.4 bn

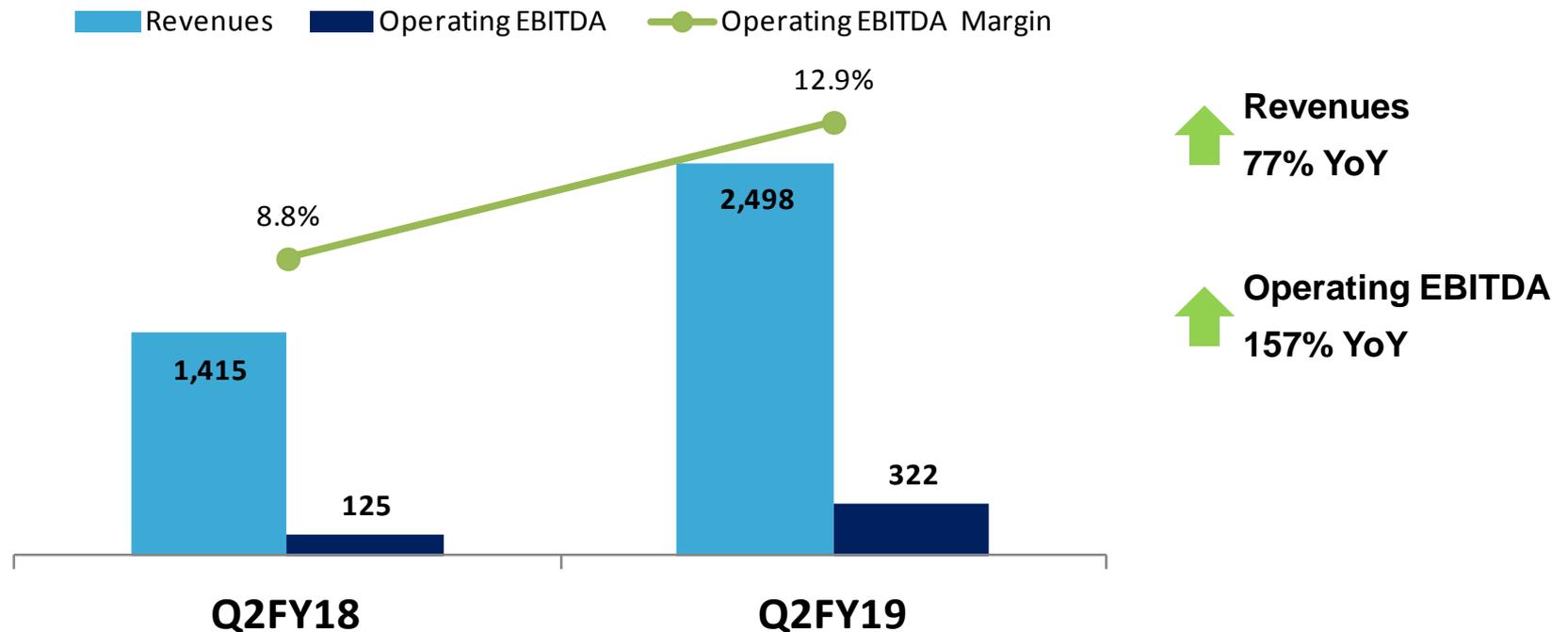
 EPC of HAM Projects  
 Other EPC

# OPERATING LEVERAGE TO IMPROVE MARGINS

Q2FY19 revenue contributed by 3 HAM projects as against one in last year

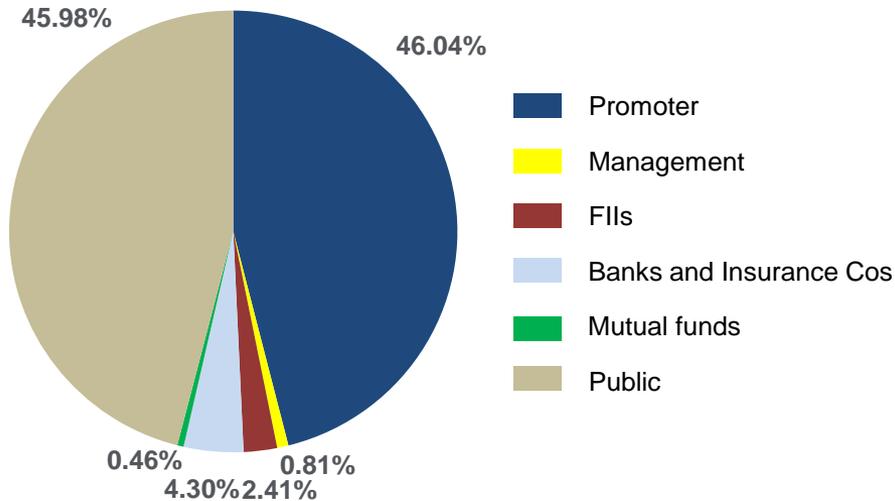
Margin improvement as fixed cost absorption increased with higher execution on multiple projects

## Revenues and Operating EBITDA (Rs. Million)

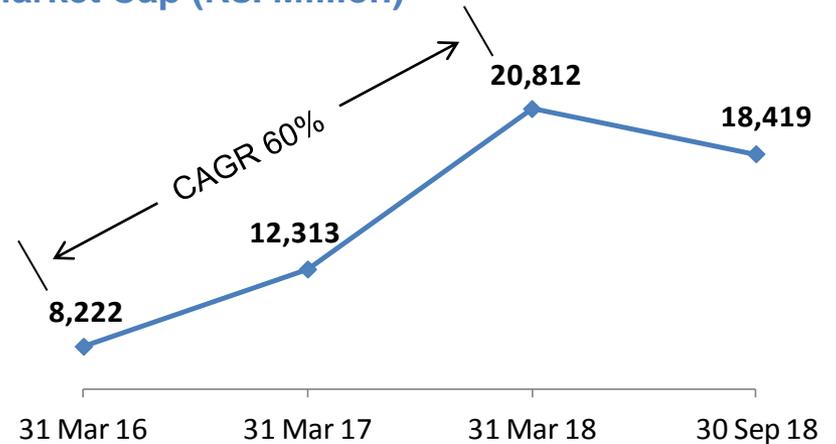


# WITH UNDIVIDED FOCUS ON SHAREHOLDER VALUE CREATION

## Shareholding Pattern (as on 30<sup>th</sup> Sept 2018)



## Market Cap (Rs. Million)



## Market Statistics

As on Sept 30, 2018	INR	USD
Price per share (Face value Rs. 10 per share)	125.05	1.73
No of Shares outstanding (Mn)	147	147
Market Capitalization (Mn)	18,419	254
Daily Average Trading Volumes (Q1FY19) No of shares in Mn	0.63	0.63
Daily Average Trading Value (Q1FY19) (Mn)	97	1.34

## Creating Shareholder value

### Share Buyback

- Bought back ~27 mn shares at Rs. 62 per share
- Total cash outflow of Rs. 1.67 bn
- Completed in March 2017

### Stated Dividend Distribution Policy

- Endeavor to achieve distribution of an amount of profit subject to maximum of 25% of Profit After Tax
- Applicable FY18 onwards

# THROUGH AN EXPERIENCED BOARD AND MANAGEMENT

## Board of Directors

### **B.K.Goenka**, Chairman

- Amongst India's most dynamic businessmen
- Ranked amongst India's Most Powerful CEOs by Economic Times

### **Rajesh Mandawewala**, Group MD

- Associated with Welspun Group since 1985 as promoter
- Chartered Accountant with experience across industries

### **Dhruv Subodh Kaji**, Independent Director

- Chartered Accountant with 35+ years experience across industries

### **Mala Tadarwal**, Independent Director

- Qualified CA with experience in Audit Assurance, Due Diligence, Corporate Restructuring and Transaction Advisory

### **Mohan Tandon**, Independent Director

- Ex MD of GIC of India, and Chairman & MD of National Insurance Co. Ltd.
- Expert in Org. Restructuring; Productivity-oriented Incentive Schemes

## Management Team

### **Sandeep Garg**, Managing Director & CEO, Member of Board

- Harvard Graduate with 30+ years experience in diverse roles in infrastructure and oil & gas sector
- Prior experience with ONGC, Punj Lloyd, IL&FS

### **Asim Chakraborty**, Chief Operating Officer (COO) - Highways

- 32 years experience in Designing, Engineering and Construction of Infrastructure projects

### **Banwari Lal Biyani**, Operation Head – BOT & EPC

- AICWA professional with approx 39 years experience in Commercial, Planning & Budgeting, Business Excellence & Strategy and Operations

### **Jitendra Jain**, President, Finance

- 23+ years experience in capital raising, debt financing, structured finance, investments, cash management, forex and investor relations

### **Shriniwas Kargutkar**, Chief Financial Officer (CFO)

- Qualified CA with 34+ years experience in Finance and Accounts

### **Yogen Lal**, Head- Water Business

- Civil engineer with 26+ years experience in water segment

## Management Team : Group Support

### **Akhil Jindal**, Group CFO & Head - Strategy

- 22+ years of experience in corporate finance, M&A, strategy and fund raising
- Significantly contributed to Welspun Group in the last 12 years with its global expansion plans

### **Deepak Chauhan**, Head – Group Legal

- 20 years experience in legal, majorly in infrastructure and transportation

### **Devendra Patil**, Head – Group Secretarial

- 30+ years experience in secretarial and legal

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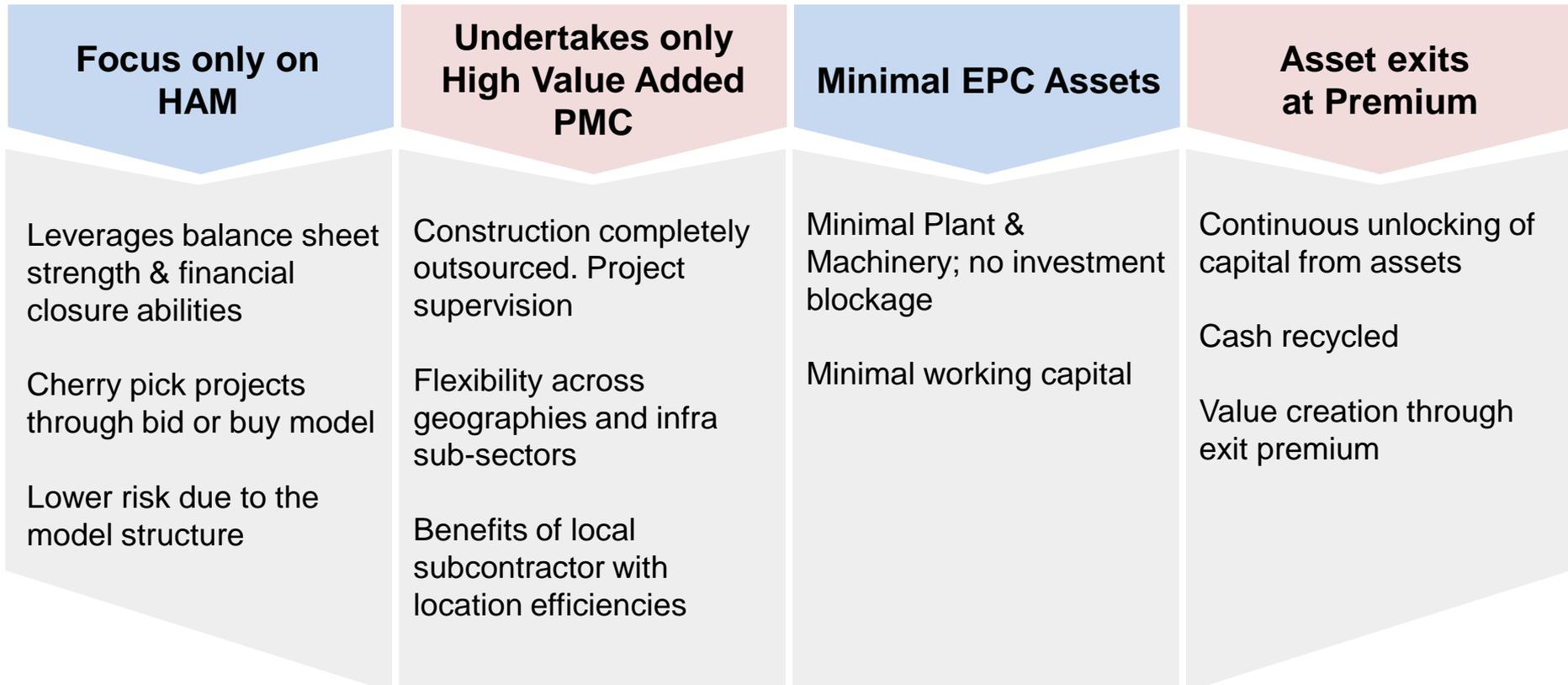
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# ONE OF ITS KIND ASSET LIGHT MODEL



## Asset Light Model

Higher RoCE

Positive FCF

Lower Risk

Lower leverage

# CREATING VALUE THROUGH A PROFOUND STRATEGY

1

**Bid for differentiated HAM projects/  
Buy distressed HAM projects**

- Lower competition
- Better IRRs

2

**Achieve early financial closure**

- Strong Balance Sheet
- Reduced finance cost

3

**Award construction to best suited sub-contractor**

- Reduce execution risk
- Minimal investment in Plant & Machinery

4

**Project Management Consultancy**

- Rigorous monitoring
- Achieve early completion

8

**Reinvest proceeds in new projects**

- Ensure optimal balance sheet size

7

**Timely value unlocking**

- Divest to long term investor with lower cost
- Sustained Cashflow

6

**Refinance to reduce interest cost**

- Rating revision
- Reduce financing cost

5

**Achieve COD ahead of schedule**

- Earn early completion bonus
- Improve returns

# DELHI MEERUT E-WAY: VALIDATING OUR DIFFERENTIATED STRATEGY

Project Under the Aegis of Prime Minister of India Narendra Modi and NHA

## Laying of foundation stone



## Inauguration of completed project



- ★ India's FIRST 14-Lane Expressway
- ★ India's FIRST Green Expressway
- ★ India's FIRST HAM project to achieve financial closure
- ★ India's FIRST and ONLY COMPLETED HAM project
- ★ India's ONLY HAM project to be awarded AAA (SO) credit rating



# APPRECIATION BY PRIME MINISTER OF INDIA SHRI NARENDRA MODI

New Delhi  
23 May, 2018

**Shri B. K. Goenka Ji,**

I am delighted to know of your valuable contribution to the completion of Package I of Delhi-Meerut Expressway, which as you know got completed much before the target date.

We, as a nation, are standing at the cusp of a wave of development that is driven by a young nation with great aspirations. The infrastructure we are building will create new pathways for India's all-inclusive development and open new vistas of opportunity for our people.

It was our former Prime Minister Shri Atal Bihari Vajpayee's vision to connect each and every village and city with all-weather roads. He envisioned India's future built on a firm foundation of enhanced connectivity for people and businesses.

Today, from highways to I-ways, we are ensuring that our nation is ahead of the curve in infrastructural development.

The Delhi-Meerut expressway has showcased India's engineering capabilities that are well integrated with our goal of sustainable development. Also appreciable is the way in which the expressway has been converted into a green belt with initiatives such as drip water irrigation, solar plant and landscape development.

It is a matter of immense joy to see pride in people's eyes when they experience seamless commute through these modern day marvels. The new expressway is one such marvel that will ease the lives of citizens by saving them time and money as well as ensuring that local economy flourishes.

It is my firm belief that the highways built today will become runways for dreams of tomorrow to take flight. I, once again, congratulate everyone associated with this project for achieving a remarkable feat and delivering not just an expressway, but a roadway to progress and prosperity.

I wish you success in all your future endeavours.

Yours Sincerely,



(Narendra Modi)

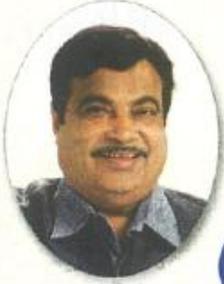


सत्यमेव जयते

प्रधान मंत्री

Prime Minister

# APPRECIATION BY SHRI NITIN GADKARI, UNION MINISTER



सड़क परिवहन एवं राजमार्ग मंत्रालय  
(भारत सरकार)  
Ministry of Road Transport & Highways  
(Govt. of India)



## Certificate of Appreciation

AWARDED TO

**SHRI SANDEEP GARG**

Managing Director, M/s Welspun DME Pvt Ltd.

*In recognition of your valuable contribution towards the successful completion of Delhi-Meerut Expressway Project (Pkg.-I) well before the scheduled time and that too with great efficacy, I really appreciate your efforts and professionalism by which you have been associated in completion of the project well before time.*

**Nitin Gadkari**

Union Minister of Road Transport & Highways Shipping  
and Water Resources, River Development & Ganga Rejuvenation  
Government of India

May 31, 2018

# BUILDING MUCH MORE THAN AN EXPRESSWAY



Vertical garden developed along the entire bridge

**40,000+ Trees**

transplanted and retained existing trees



**3,230 Solar Panels**

Electrification through solar power of 1050 kWp



**Beautification Initiatives**

Wall art & replicas of famous monuments

# WELSPUN ENTERPRISES CSR INITIATIVES

Working with communities through diverse social interventions to secure stable & sustainable futures



## Community Healthcare

### Initiatives

- Weekly health check-up camps being organised
- Regular fogging

### Impact

- Cases of illness have reduced 90% over a span of 6 months
- Malaria/Dengue/Chikungunya cases completely eliminated



## Potable Water Supply

### Initiatives

- Distribution of Potable Water every alternate day at slums
- Provided clean & hygienic water bottles for storage

### Impact

- Condition have changed from unavailability of water to doorstep water distribution.
- 250+ beneficiaries



## Promoting Education

### Initiatives

- Providing basic education at a young age
- Distribution of school kits and books for children

### Impact

- Programme started with 20 children, now increased to 60
- 15 students admitted in govt. school post preliminary education at classes

# FINANCIALS

# INCOME STATEMENT SNAPSHOT - STANDALONE

Income Statement Snapshot (Rs. Million)						
Particulars	Q2 FY19	Q2 FY18	YoY Growth	H1 FY19	H1 FY18	YoY Growth
<b>Revenue from Operations</b>	<b>2,498</b>	<b>1,415</b>	<b>77%</b>	<b>5,968</b>	<b>3,419</b>	<b>75%</b>
Other Income*	249	254	-2%	427	488	-12%
<b>Total Income</b>	<b>2,747</b>	<b>1,669</b>	<b>65%</b>	<b>6,395</b>	<b>3,906</b>	<b>64%</b>
<b>Operating EBITDA**</b>	<b>322</b>	<b>125</b>	<b>157%</b>	<b>697</b>	<b>296</b>	<b>136%</b>
<i>Operating EBITDA margin</i>	12.9%	8.8%		11.7%	8.7%	
<b>EBITDA</b>	<b>479</b>	<b>341</b>	<b>40%</b>	<b>942</b>	<b>706</b>	<b>33%</b>
Reported PBT	432	353	22%	841	644	31%
<b>PAT</b>	<b>331</b>	<b>259</b>	<b>28%</b>	<b>600</b>	<b>470</b>	<b>28%</b>
<b>Cash PAT</b>	<b>286</b>	<b>237</b>	<b>20%</b>	<b>614</b>	<b>515</b>	<b>19%</b>

Note: Cash PAT = PBDT (before exceptional items) – Current tax-FVTPL Ind AS adjustment+ Non-cash ESOP expenses

\* In Q2FY19, Other income includes treasury income of Rs.109 million (vs. Rs. 194 million for Q2FY18) and gain of Rs. 98 mn arising due to fair valuation of equity interests in Dewas-Bhopal road project.

\*\* Q2FY19 Operating EBITDA excludes: a) Rs. 43.5 million (vs. Rs. 37.4 million in Q2FY18) included in 'Other Income' as notional interest under IndAS and excludes corresponding cost of Rs. 43.5 million included in 'Other Expenses' b) ESOP related non-cash expense of Rs. 48.3 million (vs. Rs. 0.49 million in Q2FY18)

## BALANCE SHEET SNAPSHOT - STANDALONE

Balance Sheet Snapshot (Rs. Million)	30 <sup>th</sup> Sept 2018	31 <sup>st</sup> Mar 2018
<b>Net worth</b>	<b>15,013</b>	<b>14,573</b>
Gross Debt	545	664
<b>Cash &amp; Cash Equivalents<sup>@</sup></b>	<b>6,062</b>	<b>7,135</b>
Net Debt /(Cash)	(5,517)	(6,471)
Other Long Term Liabilities	299	303
Total Net Fixed Assets (incl. CWIP)	280	87
Net Current Assets (Excl. Cash & Cash Equivalents) <sup>@</sup>	1,349	1,053
Other Long Term Investments and assets	8,167	7,263

*Note: Cash & Cash Equivalents includes liquid Investments & ICDs*

*As on 30th Sept, Growth Capital stands at Rs. 6,862 million comprising of Rs. 6,062 million in the form of direct cash and cash equivalents and Rs. 800 million as temporary funding to subsidiaries/JVs in lieu of drawing debt at that level. This was done in order to minimise the interest cost at the SPVs and the funds are available to WEL, on demand*

## KEY HIGHLIGHTS

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- ✓ **Well Positioned to Benefit from India's Economic Growth & Development**

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- ✓ **Unique Position with Strong Financials and Robust Credit Rating to tap Infra Opportunities**

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- ✓ **Strong Order book with visibility of doubling revenue each year for FY19 & FY20**

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- ✓ **Asset light business model in Infra with regular project value-enhancement post COD**

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- ✓ **Demonstrated Operational Excellence with earlier-than-scheduled completion**

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- ✓ **Focus on Sustainable and Inclusive Growth**

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- ✓ **Strong Corporate Governance - Experienced Board with Majority Independent Directors**

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- ✓ **Transparency through Timely Disclosures with Stated Dividend Distribution Policy**

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- ✓ **Management with Proven Track Record**

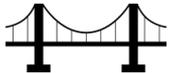
# WAY FORWARD

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**Continue approach of prudent bid/buy strategy to strengthen HAM portfolio**

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**Targeting projects where differentiation is possible**

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**Evaluating opportunities in State road HAM projects on a selective basis**

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**Divest completed projects in order to unlock value and capital**

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**Looking at opportunities in associated areas in Infra; targeting water segment**

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**Explore and develop existing oil & gas blocks**

# THANK YOU

**For further details, please contact:**

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# APPENDIX

# HYBRID ANNUITY MODEL (HAM) OVERVIEW

**Award criterion:** Lowest NPV value based on Construction cost and O&M cost, quoted by the bidders

40% of Project Cost (Construction Support) by Govt.

Hybrid Annuity Project

60% of Project Cost arranged by Concessionaire for Financial Closure  
- 12-15% through equity from developer  
- Remaining through debt

Construction Period

COD

**Returns to Concessionaire on Capital Arranged**

- Annuity payments (biannually) till end of concession period as per predetermined schedule
- Interest payments (on reducing balance @ Bank Rate + 3%)
- O&M payments at the bid rate with escalation

Toll collection by Govt.

O&M by Concessionaire

O&M Period

# HAM BETTER THAN BOT

	<b>BOT Toll</b>	<b>HAM</b>
<b>Traffic Risk</b>	Risk borne by concessionaire	No risk on the concessionaire
<b>Toll Tariff Rates</b>	Risk with concessionaire as tariffs decided as per National Tariff Policy	No risk on the concessionaire
<b>Equity Requirement</b>	Higher (25-30% of project cost)	Lower (12-15% of project cost)
<b>Project Credit Rating</b>	Lower rating based on the higher risk	Better rating during construction Once constructed, AAA (SO) credit rating
<b>Mobilization Advances</b>	No mobilization advance is granted from Authority during construction period	Mobilization advances can be availed from Authority upto 10% of bid Project Cost @ RBI Bank Rate during construction period
<b>O&amp;M Payments</b>	No separate O&M payments from the authority	Separate O&M payments from the authority

# WELSPUN ENTERPRISES INFRASTRUCTURE PORTFOLIO

## HAM PROJECTS

### Delhi-Meerut Expressway (Pkg 1)

Authority: NHAI  
 Status: Completed  
 Inaugurated by PM

1

### Gagalheri-Saharanpur-Yamunanagar (GSY)

Authority: NHAI  
 Status: Under Construction

2

### Chutmalpur-Ganeshpur (CGRG)

Authority: NHAI  
 Status: Under Construction

3

### Aunta-Simaria

Authority: NHAI  
 Status: Under Construction

4

### Chikhali-Tarsod

Authority: NHAI  
 Status: Under Development  
 FC Achieved

5

### Sattanathapuram-Nagapattinam

Authority: NHAI  
 Status: Awaiting concession  
 agreement signing

6

## BOT PROJECTS

### Dewas Water

Authority: MPSIDC  
 Status: Operational  
*(Modified Project under construction)*

### Himmatnagar Bypass

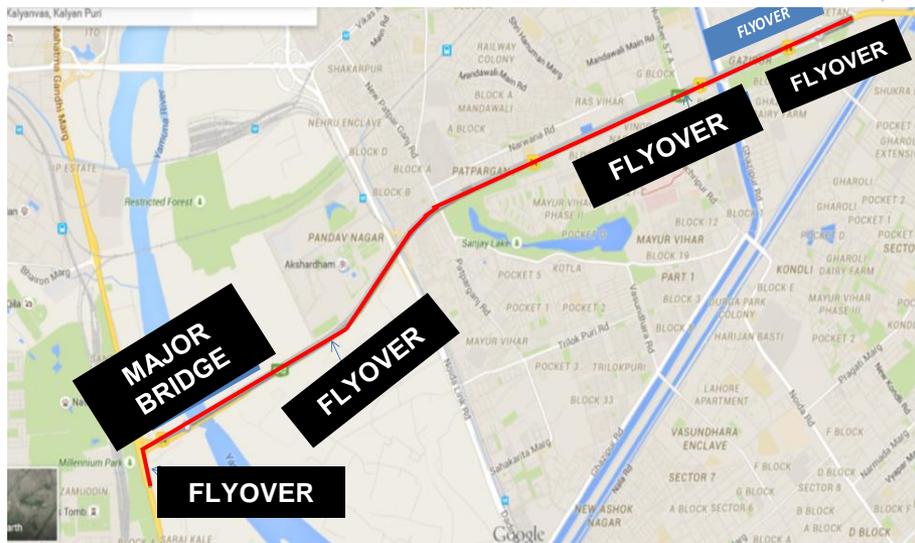
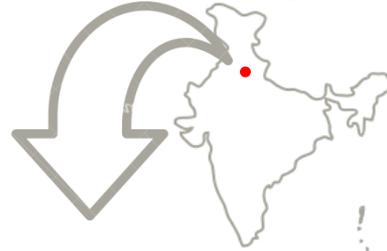
Authority: GSRDC  
 Status: Operational

Robust portfolio of 8 infrastructure projects in roads and water supply

# 1 HAM: DELHI-MEERUT EXPRESSWAY PACKAGE 1

**Scope:** 14 Lane expressway: Six-laning of Delhi – Meerut Expressway & four-laning either side from 0<sup>th</sup> km to existing km 8.4 of NH-24 in Delhi

**Status:** Record completion within 19 months. Received completion certificate from NHAI & first annuity along with bonus is likely to be received by end-Dec 2018.



## PROJECT DETAILS

Project Length (Kms)	8.716 Km
Award Date	Jan 2016
Financial Closure	Achieved
Appointed Date	28 <sup>th</sup> Nov 2016
Scheduled Construction Period	30 months
COD Date	28 <sup>th</sup> June 2018
Concession Period after COD	15 Years

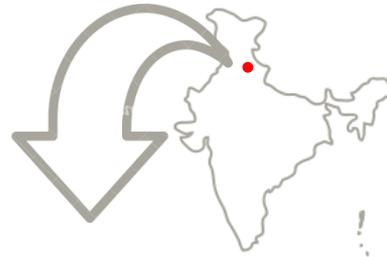
## PROJECT COST & FINANCING (Rs. Mn)

<b>Bid Project Cost</b>	<b>8,415</b>
<i>Means of Finance</i>	
- NHAI	3,366
- Debt	4,000
- Equity	1,049
<b>O&amp;M Cost (First Year)</b>	<b>39.5</b>

## 2 HAM: GAGALHERI-SAHARANPUR-YAMUNANAGAR

**Scope:** 4-Laning of Gagalheri-Saharanpur-Yamunanagar section of NH-73 in UP / Haryana

**Status:** NHAI declared the Appointed Date for the Project as 26<sup>th</sup> January 2018; execution in full swing



### PROJECT DETAILS

Project Length (Kms)	51.5 Km
Acquisition Date	Jan 2018
Financial Closure	Achieved
Appointed Date	26 <sup>th</sup> Jan 2018
Scheduled Construction Period	24 months
Concession Period after COD	15 Years

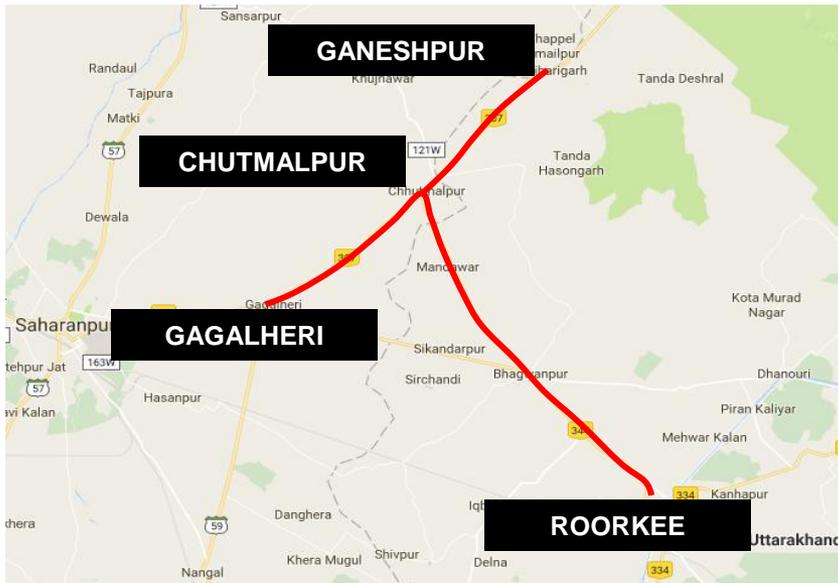
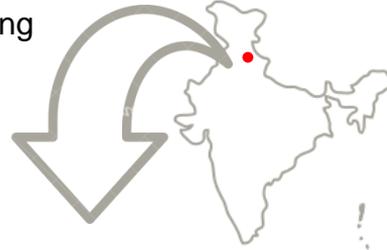
### PROJECT COST & FINANCING (Rs. Mn)

<b>Bid Project Cost</b>	<b>11,840</b>
<b>Means of Finance</b>	
- NHAI	4,736
- Debt	5,683
- Sponsor's Commitment	1,421
<b>O&amp;M Cost (First Year)</b>	<b>100</b>

### 3 HAM: CHUTMALPUR-GANESHPUR & ROORKEE-CHUTMALPUR-GAGALHERI

**Scope:** 4-Laning of Chutmalpur-Ganeshpur section of NH-72A & Roorkee-Chutmalpur-Gagalheri section of NH-73 in UP & Uttarakhand

**Status:** NHAI declared the Appointed Date as 28th February 2018; execution in full swing



#### PROJECT DETAILS

Project Length (Kms)	53.3 Km
Acquisition Date	Jan 2018
Financial Closure	Achieved
Appointed Date	28 <sup>th</sup> Feb 2018
Scheduled Construction Period	24 months
Concession Period after COD	15 Years

#### PROJECT COST & FINANCING (Rs. Mn)

<b>Bid Project Cost</b>	<b>9,420</b>
<i>Means of Finance</i>	
- NHAI	3,768
- Debt	4,522
- Sponsor's Commitment	1,130
<b>O&amp;M Cost (First Year)</b>	<b>100</b>

## 4 HAM: AUNTA-SIMARIA (Ganga Bridge with Approach Roads)

**Scope:** Six- Laning from Aunta-Simaria (Ganga Bridge with Approach Roads) Section from km 197.9 to km 206.1 of NH-31 in Bihar. **Includes widest extradosed bridge on Ganga river**

**Status:** NHA declared the Appointed Date as 30th August 2018; execution in full swing



### PROJECT DETAILS

Project Length (Kms)	8.15 Km
Award Date	Aug 2017
Financial Closure	Achieved
Appointed Date	30 <sup>th</sup> Aug 2018
Scheduled Construction Period	42 months
Concession Period after COD	15 Years

### PROJECT COST & FINANCING (Rs. Mn)

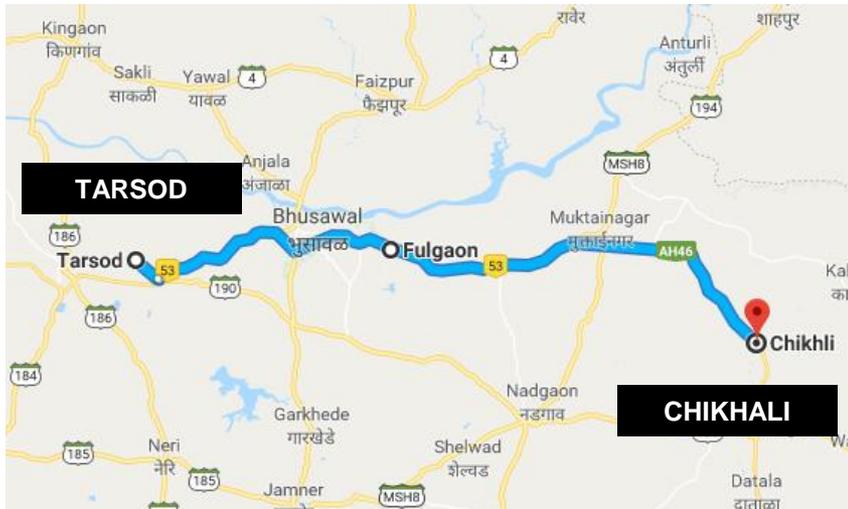
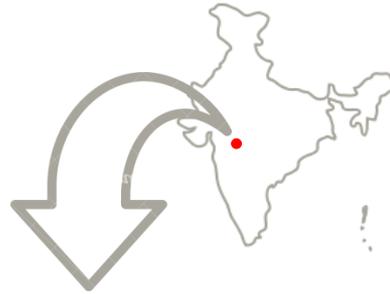
<b>Bid Project Cost</b>	<b>11,610</b>
<i>Means of Finance</i>	
- NHA	4,644
- Debt	5,573
- Equity	1,393
<b>O&amp;M Cost (First Year)</b>	<b>99</b>

5

# HAM: CHIKHALI-TARSOD

**Scope:** 4-laning of Chikhali – Tarsod (Package-IIA) section of NH-6 from km. 360.0 to km.422.7 in Maharashtra

**Status:** Financial closure achieved; appointed date is expected in Q3FY19; site mobilised and developmental work started



## PROJECT DETAILS

Project Length (Kms)	62.7 Km
Acquisition Date	Jan 2018
Financial Closure	Achieved
Appointed Date	Expected in Q3FY19
Scheduled Construction Period	30 months
Concession Period after COD	15 Years

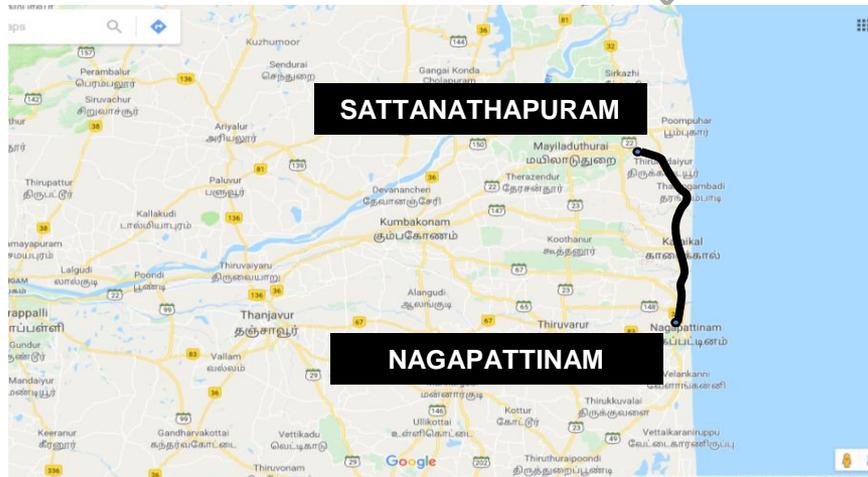
## PROJECT COST & FINANCING (Rs. Mn)

<b>Bid Project Cost</b>	<b>10,480</b>
<i>Means of Finance</i>	
- NHAI	4,192
- Debt	5,030
- Sponsor’s Commitment	1,258
<b>O&amp;M Cost (First Year)</b>	<b>40.1</b>

# 6 HAM: SATTANATHAPURAM - NAGAPATTINAM

**Scope:** 4 laning of Sattanathapuram to Nagapattinam (Design Ch Km 123.8 to Km 179.6) section of NH-45A (New NH -332) in Tamil Nadu

**Status:** Received Letter of Award (LoA) on 5th July 2018; awaiting signing of concession agreement. Company has received firm sanction letter from lenders for financial closure



## PROJECT DETAILS

Project Length (Kms)	55.755 Km
Award Date	July 2018
Financial Closure	Post CA signing; firm sanction letter received
Appointed Date	Post Financial Closure
Scheduled Construction Period	24 months
Concession Period after COD	15 Years

## PROJECT COST & FINANCING (Rs. Mn)

<b>Bid Project Cost</b>	<b>20,045</b>
<i>Means of Finance</i>	
- NHAI	8,018
- Debt	9,622
- Equity	2,405
<b>O&amp;M Cost (First Year)</b>	<b>50</b>

# EXISTING BOT PROJECTS SUMMARY

Experience & expertise of successfully operating water project and 500+ kms of roads

(Rs. Mn)

Sector	Project Name	Location	Value on books (March-18)	Debt on books (March-18)	COD	Concession End
Highways	Himmatnagar Bypass	Gujarat	13	-	Apr-06	Jun-20
Water Supply	Dewas Water*	MP	696	518	Sep-08	Jun-37
<b>Total</b>			<b>709</b>	<b>518</b>		

## \*Dewas Water – Modified Project

- Modified project involves the supply of treated water of up to 23 MLD to industrial customers in Dewas
- Appointed date declared as 7<sup>th</sup> May 2018
- Execution in full swing; Project construction schedule is 12 months
- Estimated cost of the modified project is Rs. 1,463 mn including subsumed debt of the existing project

## Dewas-Bhopal Road Project

- Residual stake of 13% can be sold to same buyer at Rs. 295 mn (plus interest at 11% p.a from Dec 2015)

# INVESTMENT IN OIL & GAS BLOCKS: POTENTIAL VALUE ACCRETION

Adani Welspun Exploration Ltd (AWEL), a 65:35 JV between Adani Group & WEL, is the key investment vehicle

Block Name	Location	AWEL Stake	WEL Effective Stake	Status
MB-OSN-2005/2	Mumbai High	100%	35%	AWEL has decided to execute Phase – II of the exploration
GK-OSN-2009/2	Kutch	30%	10.5%	Declared potential commercial discovery by operator; appraisal studies underway
GK-OSN-2009/1	Kutch	25%	8.75%	Declared potential commercial discovery by operator; appraisal studies underway
CB-ONN-2005/4	Palej	- *	35%	Consortium had stuck oil in the block. Termination notice served by MoPNG due to default of Naftogaz India holding 10% stake; non-defaulting partners AEL and WEL have requested for transfer of this 10% stake to AEL/AWEL. Request pending for approval by DGH/MoPNG.
B9 Cluster (DSF)	Mumbai High	100%	35%	Awarded in March 17; development plan being drawn; Anticipated capital cost: USD 110 mn (at AWEL level)

**Value accretion expected on the invested amount of Rs. 5 Bn**

**Revenue from first block expected in FY20-21**

\* 55% stake directly held by Adani Enterprises Ltd and 35% by WEL