

HIGHWAYS INFRASTRUCTURE TRUST

Activity and Performance Report
(For the quarter ended December 31, 2022)



ACTIVITY AND PERFORMANCE REPORT FOR THE QUARTER ENDED DECEMBER 31, 2022

The following activity and performance report for Highways Infrastructure Trust ('HIT') for the quarter ended December 31, 2022 has been prepared pursuant to regulation 10 (18) and 10(24) of the Securities and Exchange Board of India (Infrastructure Investment Trusts) Regulations, 2014 and any amendment thereof ("SEBI InvIT Regulations").



FINANCIAL PERFORMANCE

The limited review standalone and consolidated financial statement for the quarter ended December 31, 2022 will be presented before the board of the directors of Highway Concessions One Private Limited, the investment manager of HIT ("HC1" or "IM") within 45 days of end of the quarter.



Operational Highlights

INCOME - BOT (TOLL) PROJECTS

Sl. No.	Particulars	Q3 FY 2023 (Amt. in INR Millions)
1	Godhra Expressways Private Limited	364.52
2	Ulundurpet Expressways Private Limited	422.27
3	Jodhpur Pali Expressway Private Limited	172.63
4	Dewas Bhopal Corridor Private Limited	493.94

INCOME -BOT(ANNUITY)- PROJECTS *

Sl. No.	Particulars	Q3 FY 2023 (Amt. in INR Millions)
1	Shillong Expressway Private Limited	46.07
2	Nirmal Bot Limited	63.99

* Amounts disclosed are in accordance with IND AS Accounting Standards. It may be noted that during Q3 FY 2023, no annuity was receivable (or due) for Shillong Expressway Private Limited; and INR 238 millions (being the annuity amount due under the concession agreement) was received as annuity for Nirmal Bot Limited.





Maintenance Work

ROUTINE MAINTENANCE

All routine maintenance activities were carried out as per the requirements set out under the respective concession agreements. During Q3 FY 2023, no non-compliance has been notified.

MAJOR MAINTENANCE

- (a) Jodhpur Pali Expressway Private Limited – 65% of major maintenance work was completed in Q3 FY 2023.
- (b) Dewas Bhopal Corridor Private Limited – the allied work for Major Maintenance (road marking, studs fixing, curb painting and earthen shoulders) was completed during Q3 FY 2023.

No other special purpose vehicle was required under the respective concession agreements to undertake major maintenance during Q3 FY 2023.

HEALTH, SAFETY, ENVIRONMENTAL AND SOCIAL (HSES)

Across all special purpose vehicles approximately 1390 Man hours were spent on HSES training during Q3 FY 2023.

Compliance Confirmation

Compliance confirmation: HIT has been in compliance with all regulations specified under SEBI InvIT Regulations.



Borrowings: HIT has availed the following third party borrowings and such borrowings are in compliance with Regulation 20 under SEBI InvIT Regulations:-

(Amt. in INR Millions)

Particulars	Facility Amount	Outstanding as on December 31, 2022
Rupee term loan	7,969.03	7,920.70
Listed Non-convertible	6,500.00	6,483.75

*additionally, Ulundurpet Expressways Private Limited ("UEPL") has INR 580.3 million as unsecured loan from erstwhile promoters which is payable at the end of concession period subject to availability of cash at UEPL together with INR 165 million as interest.

As on December 31, 2022, the aggregate consolidated net borrowing and deferred payment of HIT is at 17.6% of the value of HIT assets as determined by the latest valuation undertaken by the valuers in accordance with the SEBI InvIT Regulations.



Distributions: During Q3 FY 2023, HIT declared and paid its first distribution of INR 4.84/- per unit for the quarter ended September 30, 2022 to its unit holders. At the time of payment of the declared distribution, there was inadvertent rounding down of INR 2,545 ("Aggregate Differential Amount") in the amount paid to the unitholders. As approved by the board of directors of the IM, the Aggregate Differential Amount was paid by HIT on December 1, 2022 to ensure distribution of INR 4.84/- per unit. The same has been paid under the head of "other incomes". Additionally, HC1, in its capacity as the investment manager of HIT, has paid interest on the Aggregate Differential Amount to the unitholders in accordance with Regulation 18 of SEBI InvIT Regulations.

Related Party Transactions: All related party transactions by HIT during Q3 FY 2023 have been entered into in accordance with provisions set out in Regulation 19 of the SEBI InvIT Regulations, and will be set out in the quarterly financials which will be presented to the board of directors of the IM within 45 days of end of the quarter

Investment confirmation: All investments by HIT during Q3 FY 2023 have been made in 'eligible infrastructure projects', and as on December 31, 2022, no investments in under construction assets have been made by HIT.

Other updates:

- (a) HC1 was appointed as the investment manager of HIT with effect from November 23, 2022 upon receipt of the approval from Securities Exchange Board of India.
- (b) HC One Project Manager Private Limited, a subsidiary of HC1, was appointed as the project manager of HIT with effect from November 14, 2022 upon receipt of the approval from the unit holders of HIT.
- (c) Three special purpose vehicles of HIT i.e. Ulundurpet Expressways Private Limited, Godhra Expressways Private Limited and Dewas Bhopal Corridor Private Limited have applied for capital reduction before the National Company Law Tribunal, Mumbai ("NCLT"). These applications are currently pending before the NCLT.

THANK YOU

