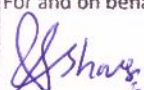


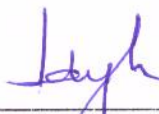
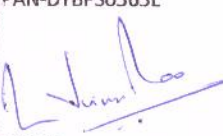



BALANCE SHEET AS AT 31ST MARCH, 2018

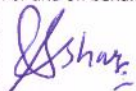

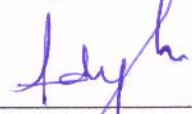

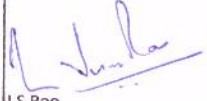
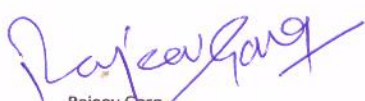
Rs in thousands

Particulars		Note No	As at 31st March, 2018
I	ASSETS		
1	Non-current assets		
	(a) Property, Plant and Equipment	2	1,317.28
	(b) Capital Work in Progress	3	360,722.88
	(c) Financial Assets		
	(i) Loans	4	159.30
	(d) Deferred Tax Assets (net)	5	2,349.99
	(e) Other non current assets	6	6,995.76
2	Current assets		
	(a) Financial Assets		
	(i) Cash & Cash Equivalents	7	3,354.12
	(ii) Other financial assets	8	20.56
	(b) Current tax assets (net)	9	83.70
	TOTAL ASSETS		375,003.58
II	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	10	150,000.00
	(b) Other Equity	11	(6,762.82)
	Liabilities		
2	Non current Liabilities		
	(a) Financial Liabilities		
	Long Term Borrowings	12	55,071.46
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Trade payables	13	163,279.70
	(ii) Other financial liabilities	14	13,415.24
	TOTAL EQUITY AND LIABILITIES		375,003.58
	Significant Accounting Policies	1	
	Notes forming part of financial statements	15	
	The accompanying notes 1 to 15 are integral part of these Financial Statements		
For and on behalf of Board of Directors			As per our attached report on even date
			For Satish Dhume & Co.
Shashank Sharma	Videsh Sangodkar	K K Sachdeva	Chartered Accountants
CS	CFO	CEO	Firm Registration No 109314W
PAN-DYBPS0565L	PAN-BEZPS2870E	PAN:AICPS0615B	
			CA S. R. Dhume
I S Rao	Rajeev Garg		Proprietor
DIRECTOR	DIRECTOR		Membership No 030498
DIN-02350683	DIN-07674683		
Date: 10.05.2018			Date: 10.05.2018
Place: Mumbai			Place: Goa



STATEMENT OF PROFIT AND LOSS FOR THE PERIOD 13TH JANUARY, 2017 TO 31ST MARCH, 2018

Rs in thousands

Sr. No.	Particulars	Note No.	For the period from 13th January, 2017 to 31st March, 2018
1	Revenue from Operations		-
2	Other Income	15	1,051.00
	Total		1,051.00
3.	Expenses		
	Cost of Material Consumed		-
	Finance cost	16	-
	Depreciation & Amortization	2	33.29
	Other Expenses	17	10,113.51
	Total Expenses		10,146.81
	Profit / (Loss) before exceptional Items & Tax		(9,095.81)
	Exceptional Items		-
	Profit / (Loss) before Tax		(9,095.81)
	Tax Expense		
	Current Tax		17.00
	Deferred Tax	5	(2,349.99)
			(2,332.99)
	Profit / (Loss) from continuing operations after tax		(6,762.82)
	Profit / (Loss) from discontinued operations		-
	Tax Expense of discontinued operations		-
	Profit / (Loss) from discontinued operations after tax		-
	Profit / (Loss) for the period		(6,762.82)
	Other Comprehensive Income		-
	Total Comprehensive Income for the period		(6,762.82)
	Earnings per Equity Share (EPS) for Continuing Operations		
	Basic	Rs	(0.00052)
	Diluted	Rs	(0.00052)
	Earnings per Equity Share (EPS) for Discontinued Operations		
	Basic	Rs	(0.00052)
	Diluted	Rs	(0.00052)
	Earnings per Equity Share (EPS) for Continuing & Discontinued Operations		
	Basic	Rs	(0.00052)
	Diluted	Rs	(0.00052)
	Significant Accounting Policies	1	
	Notes forming part of financial statements	15	
	The accompanying notes 1 to 15 are integral part of these Financial Statements		
	For and on behalf of Board of Directors		As per our attached report on even date
			For Satish Dhume & Co.
	Shashank Sharma	Videsh Sangodkar	Chartered Accountants
	CS	CFO	Firm Registration No 109314W
	PAN-DYBPS0565L	PAN-BEZPS2870E	
		K K Sachdeva	CA S. R. Dhume
		CEO	Proprietor
		PAN:AICPS0615B	Membership No 030498
			
	I S Rao	Rajeev Garg	
	DIRECTOR	DIRECTOR	
	DIN-02350683	DIN-07674683	
	Date: 10.05.2018		Date: 10.05.2018
	Place: Mumbai		Place: Goa



CASH FLOW STATEMENT FOR THE PERIOD FROM 13TH JANUARY, 2017 TO 31ST MARCH, 2018

Rs in thousands

Sr. No.		For the period from 13th January, 2017 to 31st March, 2018
(A)	CASH FLOWS FROM OPERATING ACTIVITIES	
	Net Profit/Loss before tax	(9,095.81)
	Adjustments For:-	
	Finance Cost	-
	Interest Income	(1,006.95)
	Depreciation & Amortisation Expenses	33.29
	Operating Profit/Loss before Working Capital Changes	(10,069.46)
	Adjustments for changes in Working Capital:	
	Other Current liabilities	176,694.94
	Other Current Assets	(7,175.62)
	Cash Flow Operations	159,449.86
	Direct Taxes Paid(Net Of Refunds)	(100.70)
	Net Cash Generated/(Used In) from Operating activities	159,349.16
(B)	CASH FLOWS FROM INVESTING ACTIVITIES	
	Purchase Of Fixed Assets	(362,073.45)
	Financial Assets-Loans (NC)	-
	Interest Received	1,006.95
	Net Cash Generated/(Used In) From Investing Activities	(361,066.50)
(C)	CASH FLOWS FROM FINANCING ACTIVITIES	
	Proceeds From Capital	150,000.00
	Proceeds from Long term borrowings	55,071.46
	Finance Cost	-
	Net Cash Generated/(Used In) From Financing Activities	205,071.46
(A+B+C)	Net Increase/Decrease In Cash & Cash Equivalents	3,354.12
	Cash & cash Equivalents at The Beginning Of The Year	-
	Cash & cash Equivalents at The End Of The Year	3,354.12
	Cash & Bank Balances As Per Balance Sheet	3,354.12

Significant Accounting Policies

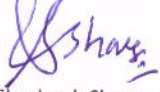
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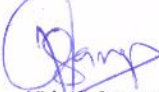
Notes forming part of financial statements

15

The accompanying notes 1 to 15 are integral part of these Financial Statements

For and on behalf of Board of Directors


Shashank Sharma
CS
PAN-DYBPS0565L


Videsh Sangodkar
CFO
PAN-BEZPS2870E



K K Sachdeva
CEO
PAN:AICPS0615B


I S Rao
DIRECTOR
DIN-02350683


Rajeev Garg
DIRECTOR
DIN-07674683

As per our attached report on even date

For Satish Dhume & Co
Chartered Accountants
Firm Registration No 109314W


S.R Dhume
Proprietor
Membership No 030498

Date: 10.05.2018
Place: Mumbai

Place: 10.05.2018
Date: Goa




GOA NATURAL GAS PRIVATE LIMITED
A JOINT VENTURE OF GAIL GAS LTD AND BHARAT PETROLEUM CORPORATION LIMITED
PORVORIM, GOA-403521
CIN : U40300GA2017PTC013095

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2018

(a) Equity Share Capital			Rs in thousand
			As at 31/03/2018
	No of shares	Amount	
Balance at the beginning of the reporting period	-		-
Add: Issue of equity capital during the year	7,500,000		150,000
Balance at the end of the reporting period	7,500,000		150,000
(b) Other Equity	Reserves and Surplus		
Balance at the 13th January 2017		Retained Earnings	Total
Profit/(Loss) for the period	(6,762.82)		(6,762.82)
Balance as at 31st March 2018	(6,762.82)		(6,762.82)


For and on behalf of Board of Directors



 Shashank Sharma
 CS
 PAN-DYBPS0565L

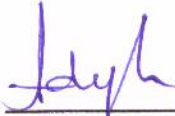

 Videsh Sangodkar
 CFO
 PAN-BEZPS2870E


 K K Sachdeva
 CEO
 PAN:AICPS0615B

As per our attached report on even date
 FOR SATISH DHUME & CO
 CHARTERED ACCOUNTANTS
 Firm Registration No 109314W


 I S Rao
 DIRECTOR
 DIN-02350683


 Rajeev Garg
 DIRECTOR
 DIN-07674683


 S.R Dhume
 Proprietor
 Membership No 030498

Date: 10.05.2018
 Place: Mumbai

Place: 10.05.2018
 Date: Goa



GOA NATURAL GAS PRIVATE LIMITED
 Note 2: Property, Plant and Equipment

Rs in thousands

Particulars	Gross Block			Depreciation			Net Block
	As at 13.01.2017	Addition/ Adjustments during the Year	Deduction /Adjustments During the Year	As at 31.03.2018	For the Year	Deduction /Adjustments During the Year	As at 31.03.2018
Tangible Assets							
Furniture & Fixtures	-	867.34	-	867.34	5.65	-	861.69
Office Equipment	-	7.75	-	7.75	0.76	-	6.99
Computer	-	475.48	-	475.48	26.88	-	448.60
Sub Total (A)	-	1,350.57	-	1,350.57	33.29	-	1,317.28



GOA NATURAL GAS PRIVATE LIMITED

A JOINT VENTURE OF GAIL GAS LTD AND BHARAT PETROLEUM CORPORATION LIMITED

PORVORIM, GOA-403521

CIN : U40300GA2017PTC013095

Note No		(Rs in thousands) As at March 31, 2018
3	Capital Work in Progress Property, Plant and Equipment under erection/ construction Capital Advances	358,222.88 2,500.00 360,722.88
4	Loans (Unsecured considered good unless otherwise stated) Security Deposits	159.30 159.30
5	Deferred tax Assets Deferred Income tax Assets Losses carried forward Deferred Income tax liabilities Property plant and equipment Net Deferred tax assets	2,409.05 59.06 2,349.99
6	Other Non current assets Prepaid expenses	6,995.76 6,995.76
7	Cash and Cash equivalents Balances with Banks On current accounts	3,354.12 3,354.12
8	Other Financial assets Advances to suppliers Advances to employees	17.80 2.76 20.56
9	Current Tax Assets (Net) Tax Deducted at source (Net of provision)	83.70 83.70



GOA NATURAL GAS PRIVATE LIMITED
A JOINT VENTURE OF GAIL GAS LTD AND BHARAT PETROLEUM CORPORATION LIMITED
PORVORIM, GOA-403521
CIN : U40300GA2017PTC013095

Note No	Rs in thousands
	As at March 31, 2018
10 Equity Share Capital	
(i) Authorised 50,000,000 Equity shares of Rs 10 each	500,000
	500,000
(i) Issued, subscribed and paid up 15,000,000 Equity shares of Rs 10 each fully paid up	150,000
	150,000
(iii) The Company has only one class of shares namely equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per equity share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in proportion to the number of equity shares held.	
(iv) Reconciliation of no. of equity shares	
Particulars	As at March 31, 2018
A Opening Balance	-
B Shares issued	15,000,000
C Shares bought back	-
D Closing balance	15,000,000
(v) Details of Shares held By The Shareholders Holding More Than 5% Shares At the End	
	As at March 31, 2018
Equity Shares	No of shares % holding
Gail Gas Limited	7,500,000 50%
Bharat Petroleum Corporation Limited.	7,500,000 50%
11 Other Equity	
Retained Earnings	
Opening Balance	-
Add\Less: Profit\Loss for the current year	(6,762.82)
Closing balance as at March 31, 2018	(6,762.82)
12 Long Term Borrowings	
Secured	
From Bank	55,071.46
	55,071.46
The Loan is secured by a first ranking charge on the fixed assets and current assets of the Company . The Loan will be repayable after 4 years over a period of 10 years starting from January 2022 and ending in March 2032	
13 Trade Payables	
Dues to Micro, Small and Medium enterprises	5661.362
Dues to Others	157,618.34
	163,279.70
14 Other Financial Liabilities	
Book overdraft	3,630.03
Earnest Money Deposits	1,740.00
Other Liabilities (including creditors for expenses and statutory liabilities)	8,045.21
	13,415.24



GOA NATURAL GAS PRIVATE LIMITED

A JOINT VENTURE OF GAIL GAS LTD AND BHARAT PETROLEUM CORPORATION LIMITED

PORVORIM, GOA-403521

CIN : U40300GA2017PTC013095

Rs in thousands

Note No		As at March 31, 2018	As at March 31, 2018
15	Other Income		
	Interest Income on fixed deposits		1,006.9
	Miscellaneous Income		44.0
			<u>1,051.0</u>
16	Bank Gurantee cost		37,437.2
	Bank charges		6.2
	Interest on Cash cerdit/ Bank Overdraft		861.5
			<u>38,305.0</u>
	Less: Transfer to Capital Work-In-Progress		<u>38,305.0</u>
			-
17	Other Expenses		
	Bidding Expenses		1,656.7
	Incorporation Expense		4,882.3
	Feasibility Studies		3,574.4
	Office Expenses		1,415.9
	Professional Fees		1,562.4
	Travelling & Commuincation		3,745.2
	Rent		878.2
	Training Expenses		112.9
	Management Service Cost		28,023.1
	Other Project Expenses		76,730.2
	Total A		122,581.6
	Less: Management Service for employee Cost Transferred to Capital Work-In-Progress (Refer Note 2)		(28,023.1)
	Less: Transfer To IEDC (Incidental Expenditure During Construction)		
	Bidding Expenses		-
	Incorporation Expense		-
	Feasibility Studies		-
	Office Expenses	1,415.90	
	Professional Fees	1,562.40	
	Travelling & Commuincation	3,745.22	
	RENT	878.27	
	Training Expenses	112.90	
	Other Project Expenses	76,730.28	(84,444.9)
			<u>10,113.5</u>



Calculation of EPS

Particular	Amount
Profit and loss as per SPL	-6,762.82

Weighted Average No. of Shares					
Date of share Allotment	As on 31-3-2017		No. of Shares	Weight	Weighted Avg
	02-02-17	03-08-17	5,000,000	182	2,630,057.80
	04-08-17	31-03-18	15,000,000	239	10,361,271.68
				421	12,991,329

129.91

EPS	(0.00052)
DEPS	(0.00052)



GOA NATURAL GAS PRIVATE LIMITED
(A JV of GAIL GAS LIMITED & BHARAT PETROLEUM CORPORATION LIMITED)
REGD. OFFICE: GOA NATURAL GAS PRIVATE LIMITED
PLOT NO. 33, RAJAN VILLA, JOURNALIST COLONY, PORVORIM, GOA 403521

NOTE 15:- NOTES ON ACCOUNTS

1. The company incorporated on January 13, 2017. The present period is the first accounting period, therefore the requirement of disclosure of the corresponding figures for the previous year is not applicable.
2. The company is a joint venture of GAIL Gas Limited (a wholly owned subsidiary of GAIL (India) Limited) and Bharat Petroleum Corporation Limited with equal share holding pattern. The total authorized share capital of the company is Rs.50 crore against which equity shares capital worth Rs.15 crore have been issued to promoter companies in the ratio of 1:1.
3. Authorization for development of City Gas Distribution Network in the Geographical Area of Goa State was granted by Petroleum and Natural Gas Regulatory Board (PNGRB) to the then Consortium of GAIL Gas Limited and Bharat Petroleum Corporation Limited in June, 2016. As per the regulation of PNGRB, Performance Bank Guarantee (PBG) of Rs.1504 crore issued by Indusind Bank, New Delhi valid upto 07.06.2021 has been submitted to PNGRB. The PBG has been issued to Gail Gas Limited against equal amount of corporate guarantee given by M/s. BPCL and M/s. GAIL.
4. The employees working for the company are on deputation from the promoter companies, i.e. GAIL Gas Limited / GAIL and Bharat Petroleum Corporation Limited. The cost of employee benefits is considered on the basis of debit notes raised by the promoter companies. During the year all the employees have been identified as working for project activities only and therefore, the employee cost and travelling expenses have been directly identified to the project activities. Similarly, expenses related to rent, vehicle hire charges and all other expenses have been allocated to Incidental Expenditure During Construction as operation activities have not commenced during the year.
5. The Incidental Expenditure during Construction amounting to Rs. 84,445 Thousand has been allocated to Capital Work in Progress.
6. Capital Work in Progress (CWIP) include asset under construction which are under different stage of completion, capitalization will be done as soon as the assets are ready for use.
7. Share Capital
 - a) The total authorized capital of the Company is Rs.500,000 Thousand against which Rs.150,000 Thousand has been issued as on balance sheet date.
 - b) The Company is a Joint Venture of GAIL Gas Limited and Bharat Petroleum Corporation Limited and the shares are issued to the promoter companies in equal ratio as per the approval of the Board.
8. Capital Commitment Disclosure
 - (a) The estimated amount of contracts over Rs.5 lakhs amounting to Rs.302,868 Thousand is remaining to be executed on Capital Accounts and not provided for.
 - (b) The provisional liability of Rs. 6,504 Thousand has been made in the books of accounts as on 31st March, 2018 which will be settled as per actual bills.



9. Employee Benefits

All the employees posted at Goa Natural Gas Private Limited are on the rolls GAIL Gas Limited/GAIL and Bharat Petroleum Corporation Limited. The Employees' benefits including salary are being prepared and disbursed and recovered by the promoter companies. The disclosure requirement in terms of Ind AS 19 has not been considered as the same have been complied by the promoter companies.

10. Dues to Micro, Small and Medium Enterprises

To the extent, the Company has received intimation from the "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006.

	Rs in thousands
Amount due and payable at year end	
Principal	5,661.36
Interest on above principal	-
(The interest payable on such vendors is not likely to be material)	

11. Additional information pursuant to the provisions of paragraph 5(viii) of Part II of Schedule III to the Companies Act, 2013 is not applicable.

12. Related Party Disclosure:

A. The entire Equity Share Capital of the Company is held by GAIL Gas Limited and Bharat Petroleum Corporation Limited, being the promoter companies.

B. Related Parties:

a) Relation and name of the related parties are:-

1. Promoter Venturer: GAIL Gas Limited (A wholly owned Subsidiary of GAIL (India) Limited) and Bharat Petroleum Corporation Limited.
2. Associate Company: GAIL (India) Limited
3. Key Management Personnel:
 - i. Mr. Kamal Kumar Sachdeva (CEO)
 - ii. Mr. Videsh Gurudas Sangodkar (CFO)

b) Related Party Transactions/balances outstanding with related parties:

(Rs. in Thousand)

Sl.No.	Particulars	Promoter Venturer	Associate Company	Key Management Personnel
A	GAIL Gas Limited	140,392	-	-
1	Share of expenditure on account of Feasibility study, Market Survey, Bidding expenses, etc.	128,362	-	-
2	Reimbursement of Employee Remuneration	12,030	-	-
B	Bharat Petroleum Corporation Limited	86,006	-	-
1	Share of expenditure on account of Feasibility study, Market Survey, Bidding expenses including expenditure on Detailed Project	79,618	-	-



	Report (DPR), Financial Appraisal Report.			
3	Reimbursement of Employee Remuneration	6,388	-	-
C	GAIL (India) Limited	41,055		
1	Expenses on account of Hooking-up of Shipper's Facilities	41,055	-	-
D	Management Contracts including deputation of employees	8,609	-	-
	Reimbursement of Remuneration to Key Management Personnel	8,609	-	-

13. Earning per Share:

Particulars	Unit	2017-18
Profit after Tax	(Rs. in Thousand)	(6,763)
Weighted Average No. of Equity Shares	Nos.	5086705
Nominal Value per Share	Rs.	10.00
Earning per Share Basic	Rs.	(0.00052)
Earning per Share Diluted	Rs.	(0.00052)

14. "Income Taxes" The Company has created net deferred tax assets in respect of temporary difference and unused carry forward of losses as on 31st March 2018 amounting to Rs. 2,350 Thousand. The item- wise details of deferred tax liability/asset are as under:

(Rs. in Thousand)

Particulars	31.03.2018
Opening Balance Deferred Tax Assets /(Liabilities)	-
Deferred Tax assets/(Liabilities) arising on account of Fixed Assets	(59)
Deferred Tax assets/(Liabilities) arising on account of unused carry forward of losses / preliminary expenses	2,409
Closing Balance C/F	2,350

15. The details of amount paid/payable to auditor during the year:

(Rs. in Thousand)

Particulars	2017-18
Statutory Audit Fees	50
Other services	Nil
Reimbursement of expenses	Nil
TOTAL	50

16. Contingent Liabilities

Claim against the company not acknowledge as Debt: NIL

Company has contingent Liabilities on account of Bank Guarantee of Rs. 1.125 crore from Indusind Bank, New Delhi as at 31st March 2018.



17. As per provisions of Section 203 of the Companies Act, 2013 read with rule 8A of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment rules, 2014, the Company is required to appoint a whole time secretary. The Company is currently in the process of appointing a suitable candidate for the same.

For and on behalf of the Board



Shashank Sharma
(CS)
PAN-DYBPS0565L

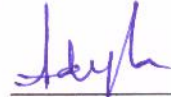


Videsh Sangodkar
(CFO)
PAN-ACDPR7010C



Kamal Kumar Sachdeva
(CEO)
PAN-AICPS0615B

As per our report of even date
For Satish Dhume & Co.
Chartered Accountants
Firm Registration No.



CA. S. R. Dhume
Proprietor
M. No. 036498



I S Rao
(Director)
DIN- 02350683



Rajeev Garg
(Director)
DIN- 07674683

Place : Goa
Dated : 10.05.2018



GOA NATURAL GAS PRIVATE LIMITED
(A JOINT VENTURE OF GAIL GAS LTD AND BHARAT PETROLEUM CORPORATION LIMITED)
REGD. OFFICE: PLOT NO. 33, RAJAN VILLA, JOURNALIST COLONY, PORVORIM, GOA-403521

NOTE -1:- SIGNIFICANT ACCOUNTING POLICIES

1. Corporate information

Goa Natural Gas Private Limited (“GNGPL”) is a company domiciled in India with registered office at Plot No. 33, Rajan Villa, Journalist Colony, Porvorim, GOA.

GNGPL is a Joint Venture Company of GAIL Gas Limited {A wholly owned subsidiary of Gail (India) Limited} and Bharat Petroleum Corporation Limited. It was incorporated on 13th January, 2017 for the smooth implementation of City Gas Distribution (CGD) projects based on the Joint Venture Agreement of the Consortium. The Consortium, a Joint Venture Company namely M/s. Goa Natural Gas Pvt Ltd., has been authorized by Petroleum and Natural Gas Regulatory Board (PNGRB) for implementing City Gas Distribution Network in the Geographical Area of Goa State.

The financial statements of the company for the year ended 31st March 2018 were authorized for issue by Board of directors (BOD) on 10th May 2018.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Financial Statements for the year ended 31st March 2018 are the first, the Company has prepared in accordance with Ind-AS.

The financial statements have been prepared on a historical cost basis except for certain assets and liabilities which have been measured at fair value or revalued amount. The fact is disclosed in the relevant accounting policy.

The financial statements are presented in Indian Rupees (‘INR’) and the values are rounded to the nearest thousands, except otherwise indicated.



3. Significant Accounting Policies

3.1 Property, plant and equipment

(i) Tangible Assets

Property, plant and equipment are stated at original cost net of tax / duty credit availed, less accumulated depreciation and accumulated impairment losses, if any. All costs relating to acquisition of fixed assets till commissioning of such assets are capitalized.

When significant parts of property, plant and equipment are required to be replaced at intervals, the Company derecognizes the replaced part, and recognizes the new part with its own associated useful life and it is depreciated accordingly.

Property, plant and equipment are eliminated from financial statement, either on disposal or when retired from active use. Losses arising in case retirement of property, plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognized in the statement of profit and loss in the year of occurrence.

Depreciation is provided, under the Straight Line Method, pro rata to the period of use, based on useful life specified in Schedule II to the Companies Act, 2013

The asset's residual values, useful lives and methods of depreciation/amortization are reviewed at each reporting period and adjusted prospectively, if appropriate.

(ii) Capital Work in Progress

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

3.2 Impairment of assets

The Carrying amount of assets is reviewed at each Balance Sheet date. In case there is any indication of impairment based on Internal /External factors, an Impairment loss will be recognized wherever the carrying amount of an asset exceeds its recoverable amount.

3.3 Inventories

Inventories are measured at the lower of cost and net realizable value. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories, cost includes an appropriate share of production overheads based on normal operating capacity.

Stores & Spares which meet the definition of property plant and equipment and satisfy the recognition criteria are capitalized as property, plant and equipment.

Net realizable value is determined based on estimated selling price, less further costs expected to be incurred to completion and disposal.

Raw materials and finished products are valued at cost or net realizable value, whichever is lower.



Stock in process is valued at cost or net realizable value, whichever is lower. It is valued at cost where the finished products in which these are to be incorporated are expected to be sold at or above cost.

Stock of gas in pipeline is valued at cost (FIFO) or net realizable value whichever is lower.

Stores and spares and other material for use in production of inventories are valued at weighted average cost or net realizable value, whichever is lower. It is valued at weighted average cost where the finished products in which they will be incorporated are expected to be sold at/or above cost.

Surplus/obsolete stores and spares are valued at cost or net realizable value, whichever is lower.

Surplus/obsolete capital stores, other than held for use in construction of a capital assets, are valued at lower of cost or net realizable value.

3.4 Foreign currency transactions

The Company's financial statements are presented in INR, which is also the Company's functional currency.

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction.

At each balance sheet date, foreign currency monetary items (such as Cash, Receivables, Loans, Payables, etc.) are reported using the closing exchange rate (BC selling rate for payable and TT buying rate for receivable).

Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of the Company's monetary items at the closing rate are recognized as gain or loss in the period in which they arise.

Non-monetary items (such as Investments, Fixed Assets, etc.) which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

3.5 Revenue and Other Income

Sales are recognized on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty but exclude value added tax. Any retrospective in prices is accounted for in the years of such revision.

Income in respect of MGO of Natural Gas and Interest on delayed realization from customers is not provided. Receipts during the year on account of MGO and Interest on delayed realization are adjusted on receipt basis.

3.6 Borrowing Costs

Borrowing costs that are attributable to the acquisition, construction, or production of a qualifying asset are capitalized as a part of the cost of such asset till such time the asset is ready



for its intended use or sale, after netting off any income earned on temporary investment of such funds. A qualifying asset is an asset that necessarily requires a substantial period of time (generally over twelve months) to get ready for its intended use or sale.

All other borrowing costs are recognized as expense in the period in which they are incurred.

3.7 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases. Lease rentals under operating leases are recognized in the statement of profit and loss on straight line basis unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

3.8 Taxes

Current Income Tax

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred Tax

Deferred tax is provided, using the balance sheet method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and is adjusted to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

3.9 Provisions, Contingent liabilities, Contingent assets and Commitments

General

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities exceeding Rs.5 Lakhs in each case are disclosed by way of notes to accounts.

Estimated amount of contracts remaining to be executed on capital account are disclosed in each case above Rs.5 Lakhs.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

3.10 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.



An asset as current when it is:

- Expected to be realised or intended to sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

3.11 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

i) Financial assets

Classification

The Company classifies financial assets as subsequently measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss on the basis of its business model for managing the financial assets and the contractual cash flows characteristics of the financial asset.

Initial recognition and measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

For purposes of subsequent measurement financial assets are classified in two broad categories:

a) Financial assets at amortized cost

Financial assets are measured at amortized cost when asset is held within a business model, whose objective is to hold assets for collecting contractual cash flows and contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest. Such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. The losses arising from impairment are recognized in the Statement of profit and loss. This category generally applies to trade and other receivables.



b) Financial assets at fair value

Where assets are measured at fair value, gains and losses are either recognized entirely in the statement of profit and loss (i.e. fair value through profit or loss), or recognized in other comprehensive income (i.e. fair value through other comprehensive income).

A financial asset that meets the following two conditions is measured at fair value through other comprehensive income unless the asset is designated at fair value through profit or loss under the fair value option:

- **Business model test:** The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.
- **Cash flow characteristics test:** The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial asset is measured at fair value through profit or loss.

Derecognition

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Investment in subsidiaries, joint ventures and associates

The company has accounted for its investment in subsidiaries, joint ventures and associates at cost.

Impairment of financial assets

The Company assesses impairment based on expected credit losses (ECL) model for measurement and recognition of impairment loss on the financial assets that are trade receivables or contract revenue receivables and all lease receivables.

ii) Financial liabilities

All financial liabilities are initially recognized at fair value. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdraft.

Subsequent measurement of financial liabilities depends on their classification as fair value through Profit and loss (FVTPL) or at amortized cost.

All changes in fair value of financial liabilities classified as FVTPL is recognized in the Statement of Profit and Loss. Amortized cost category is applicable to loans and borrowings, trade and other payables. After initial recognition the financial liabilities are measured at amortized cost using the EIR method. Gains and losses are recognized in profit and loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or cost that are integral part on EIR. The EIR amortization is included as finance cost in the Statement of Profit and Loss.



Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

iii) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

3.12 Earnings per share

Basic earnings per share is calculated by dividing the profit from continuing operations and total profit, both attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period.

4. Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities at the date of financial statements. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In particular, the Company has identified the following areas where significant judgements, estimates and assumptions are required. Further information on each of these areas and how they impact the various accounting policies are described below and also in the relevant notes to the financial statements. Changes in estimates are accounted for prospectively.

4.1 Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the financial statements:

Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently



involves the exercise of significant judgement and the use of estimates regarding the outcome of future events.

4.2 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market change or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.


Impairment of financial assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

For and on behalf of the Board


Shashank Sharma
(CS)
PAN-DYBFS0565L


Vinay Sangodkar
(CFO)
PAN- ACDPR7010C


Kamal Kumar Sachdeva
(CEO)
PAN- AICPS0615B


I S Rao
(Director)
DIN- 02350683


Rajeev Gang
(Director)
DIN- 07674683

As per our report of even date
For Satish Dhume & Co.
Chartered Accountants
Firm Registration No.


CA. S. R. Dhume
Proprietor
M. No. 030498



Place : Goa
Dated : 10.05.2018

INDEPENDENT AUDITOR'S REPORT**On the Accounts of Goa Natural Gas Private Limited****Revised Report on Standalone IND AS Financial Statements**

We have audited the accompanying standalone IND AS financial statements of **M/s. Goa Natural Gas Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, including Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of 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 standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profits (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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 judgements and estimates that are reasonable and prudent; and the 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 Ind AS 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 standalone Ind AS Financial Statements based on our audit.

While conducting 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 thereunder.



We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as 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 disclosures in the standalone Ind AS Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone Ind AS 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 standalone Ind AS 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 accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS 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 standalone Ind AS Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone Ind AS 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 March 31, 2018, its profits including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on other legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the Annexure A a statement on the matters specified in paragraph 3 and 4 of the Order.
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 purpose of our audit;
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;



SATISH DHUME & CO.

CHARTERED ACCOUNTANTS

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- c. The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid standalone Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e. On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of Section 164(2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-B".
- g. With respect to 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 :
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements in accordance with generally Accepted Accounting practice- Refer Note 33 to the financial statements;
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- h. As required by Section 143(5) of the Companies Act, 2013 please refer to "Annexure-C" enclosed.

For SATISH DHUME & Co.
CHARTERED ACCOUNTANTS
FIRM REGN. NO. 109314W




CA. S. R. DHUME
PROPRIETOR
M. NO. 030498
PLACE : GOA

DATED : 20th August 2018

“ANNEXURE- A” TO INDEPENDENT AUDITORS’ REPORT

Re: Goa Natural Gas Private Limited

(Referred in paragraph 1 of our report on other Legal and Regulatory Requirements)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) In our opinion, the fixed assets were physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
 - (c) The company does not have any immovable property in its name.
 - (d) The components of Capital Work-in-Progress are lying with the third party and confirmed.
- (ii) There is no inventory of stores, spare parts and natural gas with the Company. Hence, no need to conduct physical verification and maintaining records of inventory by the management.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In respect of loans, investment, guarantees and securities the provisions of section 185 and 186 of the Companies act 2013 have been complied with by the company.
- (v) The company has not accepted deposits in accordance with the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under have been complied with.
- (vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



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CHARTERED ACCOUNTANTS

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(vii) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Goods and Service tax, Sales tax, Service Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2018 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

(viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company did not have any loans or borrowings from financial institutions, government or has not issued any debentures during the year.

(ix) Based upon the audit procedures performed and the information and explanations given by the Management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

(x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

(xi) The Company being the private company, section 197 shall not apply. Accordingly paragraph 3(xi) of the Order is not applicable.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

(xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the company, the Company has not made any preferential allotment or private placement of shares of fully or partly convertible debentures during the year.

SATISH DHUME & CO.

CHARTERED ACCOUNTANTS

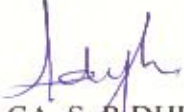
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(xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

(xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For SATISH DHUME & Co.
CHARTERED ACCOUNTANTS
FIRM REGN. NO. 109314W


CA. S. R. DHUME
PROPRIETOR
M. NO. 030498

PLACE : GOA
DATED : 20th August 2018

“ANNEXURE-B” TO THE INDEPENDENT AUDITORS’ REPORT**Re: Goa Natural Gas Private Limited****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of Goa Natural Gas Private Limited (“the Company”) as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and specified under sub-section 10 of under section 143 of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed



risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



SATISH DHUME & CO.

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Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SATISH DHUME & Co.
CHARTERED ACCOUNTANTS
FIRM REGN. NO. 109314W




CA. S. R. DHUME
PROPRIETOR
M. NO. 030498

PLACE : GOA
DATED : 20th August 2018

SATISH DHUME & CO.

CHARTERED ACCOUNTANTS

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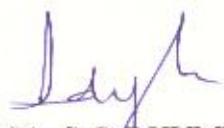
“ANNEXURE-C” TO THE INDEPENDENT AUDITORS’ REPORT

Re: Goa Natural Gas Private Limited

DIRECTIONS UNDER SECTION 143(5) OF THE COMPANIES ACT, 2013

S. No.	Directions	Auditor’s Remark
1.	Whether the company has clear title/lease deeds for the freehold and leasehold respectively? If not please state the area of freehold and lease hold land for which title/lease deeds are not available.	There is no leasehold or freehold property in the name of the company. Hence no comments are made on requirements of Direction No.1
2.	Please report whether there are any case of waiver/Write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved.	There are no cases of waiver/write off of debts/loans/interest etc. during the year under audit. Hence no comments are made on requirements of Direction No. 2.
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	Proper records are being maintained with regards to inventories lying with the third parties. No assets are received as gift from Govt. /Any other authorities.

For SATISH DHUME & Co.
CHARTERED ACCOUNTANTS
FIRM REGN. NO. 109314W


CA. S. R. DHUME
PROPRIETOR
M. NO. 030498
PLACE : GOA

DATED : 20th August 2018

