



**GOA NATURAL GAS PRIVATE LIMITED**



**ANNUAL REPORT**

**2020-21**



# GOA NATURAL GAS PRIVATE LIMITED

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## ANNUAL REPORT

2020-21



	<b>CONTENTS</b>	<b>Page No.</b>
<b>1.</b>	CHAIRMAN'S MESSAGE	03
<b>2.</b>	DIRECTORS REPORT	06
<b>3.</b>	BALANCE SHEET	15
<b>4.</b>	STATEMENT OF PROFIT AND LOSS	17
<b>5.</b>	CASH FLOW STATEMENT	19
<b>6.</b>	STATEMENT OF CHANGES IN EQUITY	21
<b>7.</b>	SIGNIFICANT ACCOUNTING POLICY	23
<b>8.</b>	NOTES ON ACCOUNTS	31
<b>9.</b>	INDEPENDENT AUDITORS REPORT	46
<b>10.</b>	COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA	55



### **MESSAGE FROM CHAIRMAN**

Dear Shareholders,

On this day of 4<sup>th</sup> Annual General Meeting of Goa Natural Gas Private Limited, I extend a very warm welcome to you all. I take this opportunity to share with the performance review of the company for the Financial Year 2020-21. By focusing on its distinctive areas of strength and synergising the resources, your company was able to respond quickly to the challenges and opportunities and better the position of the Company.

Globally, there is an increasing thrust of developing cleaner energy and therefore there is increasing thrust on usage of Natural Gas. With Natural Gas being the preferred fuel of the future, the City Gas Distribution sector is poised for an exponential growth. The Government of India aspires to increase the share of natural gas in the country's primary energy basket from current level of 6.2% to 15% by 2030. We have seen the sector regulator; Petroleum and Natural Gas Regulatory Board (PNGRB) give out CGD authorizations for 228 geographical areas (spread across 402 districts in 27 states) in last two CGD bidding rounds, which is set to serve 70 per cent of the population. We have also been witness to the declaration of the CGD sector as a public utility sector in the FY 2019-20 by the Government of India, thereby emphasizing its value and need. In line with the vision and mission of the Government to create a gas-based economy, your Company is developing a CGD network in North Goa and Ponda GA. This network will provide uninterrupted gas supply to Industrial, Commercial and Household in various talukas in North Goa.

It is my pleasure to share that your company is preparing itself to contribute significantly towards the CGD development in the country.

In the financial year that went by, you would be glad to know that your Company commenced PNG sale to domestic households in Ponda, Panjim and Old Goa areas. We also commenced CNG sale through Five (5) CNG outlets with addition of three more stations during the financial year. With respect to industrial supply, your Company has successfully laid and commissioned pipeline network in the industrial area of Madcaim and Kundaim and signed the Gas Supply Agreement (GSA) with industrial clients that include Nestle India Limited, Colgate Palmolive India Limited and Hindustan Foods Limited including pharmaceutical companies like Geno Pharmaceuticals and Centaur Pharmaceuticals. The Company is already earning revenues from Godrej & Boyce Manufacturing Limited and Encube Ethicals Pvt Ltd. Discussions with other industrial units in these industrial areas are at various stages for signing of the GSA. The Company has successfully achieved the MWP target for laying of pipeline by 644 inch-km of network. Your



Company is trying to reach the target for domestic connections also despite the hurdles in the times of pandemic by introducing various attractive schemes to encourage the shift from conventional LPG to pipeline gas.

We need to keep in mind that COVID-19 pandemic has impacted the progress of the industry in general leading to delay in project executions worldwide and your Company is no exception. However, we, at GNGPL are confident of making good of the lost time once the situation starts to normalize. We are very positive for the long-term growth projections for the CGD sector coupled with the robust future growth plans of the Company. We are set on the right direction with long-term goals in place. Therefore, the short-term/ mid-term crisis may not be considered as a deterrent or a setback in the growth plans of the Company.

On behalf of the Board of Directors and Team GNGPL, I would like to thank all the internal and external stakeholders for their contribution in the growth story of the Company. I also extend gratitude to parent companies Bharat Petroleum Corporation Limited & GAIL Gas Limited and the Central and State Governments and the nodal Ministry for nurturing GNGPL.

**Thanking You**

**Shri Sukhmal Jain**  
**CHAIRMAN**



## BOARD OF DIRECTORS



Shri Sukhmal Jain  
*Chairman*



Shri P. Sudhahar  
*Director*



Shri Supriya Halder  
*Director*



Shri Vivek Wathodkar  
*Director*

## KEY MANAGERIAL PERSONNEL

**MR. MOHD ZAFAR KHAN**

**CHIEF EXECUTIVE OFFICER**

**MR. NILAY VAKIL**

**CHIEF FINANCIAL OFFICER**

**MS. BISHAKHA CHAKRABORTY**

**COMPANY SECRETARY**

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**Registered Office**

*Rajan Villa, Plot 3, Journalist Colony  
Porvorim, Goa North-403521*

**Bankers**

*State Bank of India  
Indusind Bank Limited*

**Statutory Auditors**

*Satish Dhume & Co  
Chartered Accountants*

**DIRECTORS' REPORT**

To,

**The Members**

**Goa Natural Gas Private Limited  
33, Rajan Villa, Journalist Colony,  
Porvorim, North Goa - 403521**

The Directors of the Company are pleased to submit 4<sup>th</sup> Directors Report of the Company together with the audited statement of accounts and Auditors' Report thereon ended as on 31<sup>st</sup> March, 2021.

**1. FINANCIAL RESULTS:**

The financial performance of the Company during the Financial Year 2020-21 is as follows:

**Amount in Thousand**

<b>Particulars</b>	<b>1<sup>st</sup> April, 2020 - 31<sup>st</sup> March, 2021</b>	<b>1<sup>st</sup> April, 2019 - 31<sup>st</sup> March, 2020</b>
Total Income	43034.32	3,052.00
Total Expenditure exclusive of depreciation	62150.88	19,417.87
Depreciation	10397.80	3,163.56
Total Expenditure inclusive of depreciation	72548.68	22,581.43
Profit/(Loss) before exceptional items	-29505.83	-19,529.43
Exceptional items - Loss on account of fire	19074.82	20,159.94
Profit/(Loss) before tax	-10431.01	-39,689.37
Current tax	NIL	NIL
Deferred Tax	1585.14	10,367.13
Loss after tax	-8845.87	-29,322.24
Transfer to Reserve	NIL	NIL
Balance Carried over to Balance Sheet	-8845.87	-29,322.24
Reserves and Surplus (excluding revaluation reserve)	NIL	NIL



## 2. **BUSINESS PLAN**

Despite the repeated lockdown (complete/partial) due to unprecedented Covid-19 pandemic in the FY 2020-21 and the huge impact on resources (manpower and materials), the Company has successfully commissioned City Gate Station Cum Mother Station at Madkaim. Further, GNGPL has also commissioned Daughter Booster CNG stations at Panjim, Darghalim and Colvale and Kundaim.

The Company also saw addition of industrial clients like Colgate Palmolive India Limited, Geno Pharmaceuticals, Centaur Pharmaceuticals and Hindustan Foods Limited. Goa Natural Gas also commenced the supply of gas to Nestle India Limited touching the mark of an average of 17000 SCMD per day.

The year also saw the acquisition of plot for establishment of DRS at Kundaim thereby reducing considerable rental expenses. Further, the Company successfully commissioned around 45 Kms pipeline successfully.

Further, Company has also commissioned the steel pipeline from Kundaim to Ponda which has resulted in commissioning one online CNG station and DRS at Ponda.

### **Achievements and Problems faced by the Company**

The pandemic definitely slowed down the progress in accessing and approaching various industries and especially households. This has impacted the targets planned for the domestic connections. In the last two quarters of the financial year, the laying of pipelines in critical areas got affected adversely. The Company successfully laid pipeline of 644 inch-km thereby achieving the PNGRB MWP targets for MDPE and Steel pipeline laying. Although, there has been shortfall in achieving the MWP targets for domestic connections due to restrictions in access to residential societies under Covid conditions, steps are being taken to achieve the balance numbers in shortest possible time.

Keeping the Covid pandemic in view, the timeline for achievement of MWP target has been revised by PNGRB with extension of 129 days provided by PNGRB, the revised timeline for achievement of 5<sup>th</sup> year target has been set for 1<sup>st</sup> week of November 2021.





### 3. MEETINGS OF THE BOARD

During the Financial Year 2020-21, pursuant to the General Circular No. 11/ 2020 dated 24<sup>th</sup> March, 2020 and MCA Notification No. G.S.R. 395(E) dated 23th June, 2020, the Company held Meetings of the Board of Directors through video conference as per Section 173 of Companies Act, 2013, which is summarized below.

S No.	Date of Meeting	No. of Directors Present
1.	26 <sup>th</sup> May 2020	4
2.	21 <sup>st</sup> Aug, 2020	4
3.	14 <sup>th</sup> Sept 2020	4
4	29 <sup>th</sup> Oct, 2020	4
5	21 <sup>st</sup> Jan, 2021	3

The regulations and rules for the recording of the proceedings of the meetings through video-conference were adhered to.

The details of the number of meetings attended by each of the Director is as follows:

S No.	Name	Total No. of Board Meeting held During the Year	No. of Board Meeting Attended During the Year
1.	Mr. Asit Kumar Jana	5	1
4.	Mr. P. Sudhahar	5	4
5.	Mr. M.V. Ravi	5	4
6.	Mr. Vivek Wathodkar	5	5
7.	Mr. Vijay Tilak	5	5

### 4. DIVIDEND

As the Company has incurred losses, the Company has not recommended any dividend for the financial year 2020-21.

### 5. TRANSFER TO RESERVES

As the Company had no profits for the Financial Year 2020-21, no transfers were made to the General Reserve of the Company or into any such other reserve for the financial year.

**6. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 (1) of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 is not applicable to the Company. However, since the total loans from the banks exceed the threshold limit of Rs. 50 Crores provided under Section 177 (9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of the Board and its Powers) Rules, 2014, the Company is required to establish a vigil mechanism.

The vigil mechanism policy was accordingly approved by the Board in its 12<sup>th</sup> Board meeting held on 26<sup>th</sup> May, 2020. The Company has further circulated the vigil mechanism policy to its employees to ensure awareness and compliance of the policy.

**7. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE**

The Company is committed to provide a safe and conducive work environment to its employees. The Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

**8. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL****APPOINTMENTS**

<b>Name of the Director</b>	<b>DESIGNATION</b>	<b>Date of Appointment</b>
Mr. M.V. Ravi Someswarudu	DIRECTOR	07-07-2020
Mr. Sukhmal Jain	DIRECTOR	01-07-2021
Mr. Supriya Halder	DIRECTOR	01-07-2021
Mohd. Zafar Khan	CEO	08-07-2021
Mr. Nilay Vakil	CFO	27-04-2021

**RESIGNATIONS**

<b>Name of the Director</b>	<b>Date of Cessation</b>
Mr. Asit Kumar Jana	07-07-2020
Mr. M.V. Ravi Someswarudu	30-06-2021
Mr. Vijay Tilak	30-06-2021



**9. DECLARATION OF INDEPENDENT DIRECTORS**

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to the Company.

**10. CORPORATE GOVERNANCE**

The organizational framework for corporate governance initiatives in India consists of the Ministry of Corporate Affairs (MCA) and the Securities and Exchange Board of India (SEBI). SEBI monitors and regulates corporate governance of listed companies in India through Clause 49 in line with the requirements of provisions of Companies Act, 2021. This clause is incorporated in the listing agreement of stock exchanges with companies and it is compulsory for listed companies to comply with its provisions. Goa Natural Gas Private Limited being a private entity, the requirement for a full-fledged policy on Corporate Governance is not applicable on the Company; however, the Company believes that good corporate governance is critical in establishing a positive organizational culture and it is evident by responsibility, accountability, consistency, fairness and transparency towards its stakeholders. There are no significant and material orders passed by the Regulators /Courts or Tribunals impacting the going concern status and Company's operations in future.

**11. DIRECTORS' RESPONSIBILITY STATEMENT PURSUANT TO SECTION 134 (3) (c) OF COMPANIES ACT, 2013:**

The Directors confirm that:

- a. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and the profit and loss of the Company for that period;
- c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. The Directors have prepared the annual accounts on a going concern basis; and



- e. Company being unlisted sub clause (e) of section 134(5) is not applicable.
- f. The Directors have devised proper systems to ensure compliance with the provisions of all Applicable laws and that such systems were adequate and operating effectively.

**12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013, during the year under review and hence the said provision is not applicable.

**13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There were no contracts or arrangements made by the Company under section 188 of the Companies Act, 2013 with related parties as defined under Section 2 (76) of the said Act, during the year under review and hence the said provision of Section 188 is not applicable on the Company.

**14. COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee is not applicable on the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

**15. CHANGES IN SHARES CAPITAL**

The Company received equity infusions under Rights Issue from its Promoter Companies during the financial year 2020-21, in the following manner:

9th October,2020			
Name Of Allottees	No. of Shares	Amount Per Share	Total (in Rs.)



<b>GAIL GAS LIMITED</b>	3,80,000	10	38,00,000
<b>BHARAT PETROLEUM CORPORATION LIMITED</b>	3,80,000	10	38,00,000
			<b>76,00,000</b>
<b>30<sup>th</sup> November, 2020</b>			
<b>GAIL GAS LIMITED</b>	5000000	<b>10</b>	5,00,00,000
<b>BHARAT PETROLEUM CORPORATION LIMITED</b>	5000000	<b>10</b>	5,00,00,000
	10000000		<b>10,00,00,000</b>
<b>08<sup>th</sup> March, 2021</b>			
<b>GAIL GAS LIMITED</b>	3500000	<b>10</b>	35000000
<b>BHARAT PETROLEUM CORPORATION LIMITED</b>	3500000	<b>10</b>	35000000
	<b>7000000</b>		<b>7,00,00,000</b>

**16. STATEMENT BY THE DIRECTORS INDICATING THE MANNER IN WHICH FORMAL ANNUAL EVALUATION IS MADE OF ITS OWN PERFORMANCE:**

The provisions of Section 134(3) (p) of the Companies Act, 2013, a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual directors is not applicable on the Company.

**17. FRAUD**

No fraud has been reported by the auditors under sub section (12) of Section 143 of the Companies Act, 2013.

**18. EXTRACT OF ANNUAL RETURN**

Pursuant to Sec 92 of Companies Act, 2013 read with Companies (Management and Administration) Amendment Rules, 2020, the extract of Annual Return is to be annexed to the Directors' Report or the extract of Annual return needs to be hosted on the website of the



Company and link shall be mentioned in the Directors' report. Accordingly, the Annual Return shall be hosted on the website under the following link after the conclusion of the Annual General Meeting. Link for Extract of Annual Report: <https://www.goanaturalgas.com/annual-reports/>

**19. DETAILS RELATING TO DEPOSITS, COVERED UNDER CHAPTER V OF THE ACT**

During the period, the Company has not accepted deposits from the public under Section 73 of the Companies Act, 2013.

**20. MATERIAL CHANGES AND COMMITMENTS, IF ANY**

The Covid-19 and the consequent lock down has impacted the overall project plans and the operations of the Company as described as a part of the Business Plan (Point 2) above. Except as mentioned herein, there are no material changes and commitments affecting the financial position of the Company that have occurred between the end of the Current financial year and the date of this Report.

**21. CORPORATE SOCIAL RESPONSIBILITY**

A company satisfying any of the following criteria during the immediately preceding financial year is required to comply with CSR provisions specified under section 135(1) of the Companies Act, 2013 read with the Companies (CSR Policy) Rules, 2014 made thereunder:

- (i) net worth of rupees five hundred crore or more, or
- (ii) turnover of rupees one thousand crore or more, or
- (iii) net profit of rupees five crore or more

Since the Company does not fall under the above thresholds prescribed for constitution of Corporate Social Responsibility Committee or adoption of Corporate Social Responsibility Policy, the Company have not formulated any policy or a constituted any committee. disclosure under Therefore the requirement of disclosure of CSR activities under this head is not applicable. However, the Company always endeavours to contribute towards the growth of the society.

**22. CHANGE IN THE NATURE OF BUSINESS**

The Company has not changed its nature of business during the year under review.



**23. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint venture or Associate Company.

**24. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Company has adopted adequate Internal Financial Control measures with reference to Financial Statements. The Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting operating effectively as at March 31, 2021.

**25. ACKNOWLEDGEMENT**

The Directors acknowledge with thanks the support and co-operation extended by the shareholders and employees at all levels.

**For and on behalf of Board of Directors**

**P Sudhahar  
(Director)**

**DIN-08379848**

**Supriya Halder  
(Director)**

**DIN- 08452845**

PLACE: GOA

DATE: 25.08.2021



BALANCE SHEET AS ON 31 <sup>st</sup> MARCH 2021				
	Particulars	Note No.	(Rupees in ` 000)	
			Figures as at the end of current reporting period	Figures as at the end of previous reporting period
	<b>ASSETS</b>			
(I)	<b>Non- Current Assets</b>			
	(a) Property, Plant and Equipment	2	3,87,771.63	2,51,828.10
	(b) Intangible Assets	2	5.04	24.21
	(c) Capital Work-in-progress	2	8,94,365.34	7,35,158.37
	(d) Financial Assets			
	(i) Loans	3	866.23	917.23
	(e) Deferred tax assets (net)	23	14,942.54	13,357.40
	(f) Other non-current assets	4	59,329.66	36,945.98
	<b>Total Non-Current Assets (A)</b>		13,57,280.44	10,38,231.29
(II)	<b>Current Assets</b>			
	(a) Inventories	5	146.51	277.39
	(b) Financial Assets			
	(i) Trade Receivables	6	13,517.26	723.76
	(ii) Cash and Cash equivalents	7	6,938.37	26,249.08
	(iii) Other financial assets	8	268.07	256.95
	(c) Other Current Non-Financial Assets	9	24,100.32	29,835.85
	<b>Total Current Assets (B)</b>		44,970.54	57,343.03
	<b>Total Assets (I + II)</b>		14,02,250.98	10,95,574.33
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
	(a) Equity Share Capital	10	527600.00	3,50,000.00
	(b) Other Equity	11	(46,659.48)	(37,813.62)
	<b>Total Equity (C)</b>		4,80,940.52	3,12,186.38
<b>LIABILITIES</b>				
(I)	<b>Non- Current Liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	12	8,15,861.82	7,01,623.90
	(ii) Other Financial Liabilities	13	13,112.06	3,155.12
	<b>Total Non-Current Liabilities (D)</b>		8,28,973.88	7,04,779.02
(II)	<b>Current Liabilities</b>			
	(a) Financial Liabilities			
	(i) Trade Payables			-
	(A) total outstanding dues of micro enterprises and small enterprises; and			
	(B) total outstanding dues of creditors other than micro enterprises and small ent.	14	7,278.38	98.29





	(iii) Other financial Liabilities	<b>15</b>	49,572.48	45,653.35
	(b) Provisions	<b>16</b>	35,485.71	32,857.29
	<b>Total Current Liabilities (E)</b>		92,336.57	<b>78,608.92</b>
	<b>TOTAL Equity &amp; Liabilities (I + II)</b>		<b>14,02,250.98</b>	<b>10,95,574.33</b>
	<b>Significant accounting policies</b>		<b>1</b>	
	<b>Notes on Accounts</b>		<b>2 to 24</b>	

The accompanying notes 1 to 24 are integral part of these financial statements

As per our report of even date attached

FOR & ON BEHALF OF BOARD OF DIRECTORS

**M.V.Ravi**  
(Director)  
DIN-08379848

**P. Sudhahar**  
(Director)  
DIN--07309877

**FOR SATISH DHUME & CO**  
Chartered Accountants

**CA S R Dhume Proprietor**  
Membership No 030498

**Bishakha Chakraborty**  
CS  
PAN AGTPC4628D

**Videsh Sangodkar**  
CFO  
PAN BEZPS2870E

**Ajay Kumar Jindal**  
CEO  
PAN AECPJ6314G

**PLACE: Porvorim - Goa**  
**DATE :30.04.2021**


**STATEMENT OF PROFIT & LOSS FOR YEAR ENDED 31st MARCH, 2020**

(Rupees in ` 000)				
	Particulars	Note No.	Figures for the current reporting period	Figures for the previous reporting period
<b>I.</b>	<b>Revenue from operations</b>	<b>17</b>	43,034.32	3,052.00
<b>II.</b>	<b>Other Income</b>	<b>17 A</b>	8.54	-
<b>III.</b>	<b>Total Income (I+II)</b>		43,042.86	3,052.00
<b>IV.</b>	<b>Expenses</b>			
	Purchase of stock in trade	<b>18</b>	25,261.10	1,479.26
	Change in Inventories of Stock-in-Trade	<b>19</b>	130.88	24.88
	Finance Costs	<b>20</b>	14,966.52	6,574.87
	Depreciation Expense	<b>2</b>	10,397.80	3,163.56
	Other expenses	<b>21</b>	21,792.38	11,338.85
	<b>Total Expenses (IV)</b>		72,548.68	22,581.43
<b>V</b>	<b>Profit/(Loss) before Exceptional Items and tax (I-IV)</b>		(29,505.83)	(19,529.43)
<b>VI</b>	<b>Exceptional items</b>			
	Loss on account of fire (Refer serial no. 7 of note24)		19,074.82	20,159.94
<b>VII</b>	<b>Profit/Loss before tax (V-VI)</b>		(10,431.01)	(39,689.37)
<b>VIII</b>	<b>Tax Expenses :</b>			
	(1) Current Tax		-	-
	(2) Deferred Tax	<b>23</b>	(1,585.14)	(10,367.13)
<b>IX</b>	<b>Profit / (Loss) for the period from Continuing Operations (VII-VIII)</b>		(8,845.87)	(29,322.24)
<b>X</b>	<b>Profit/(Loss) from Discontinued Operations</b>		-	-
<b>XI</b>	<b>Tax Expense of Discontinued Operations</b>		-	-
<b>XII</b>	<b>Profit / (Loss) from Discontinued Operations (after tax) (X-XI)</b>		-	-
<b>XIII</b>	<b>Profit/(Loss) for the year (IX+XII)</b>		(8,845.87)	(29,322.24)
<b>XIV</b>	<b>Other Comprehensive Income</b>			



	<b>(A)</b> (i) Items that will not be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	<b>(B)</b> (i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to the items that will be reclassified to profit or loss		-	-
<b>XV</b>	Total Comprehensive Income for the period(XIII+XIV) (Comprising profit/(loss) and other Comprehensive Income for the year)		(8,845.87)	(29,322.24)
<b>XVI</b>	Earning per equity share			
	(1) Basic	<b>22</b>	(0.13)	(1.43)
	(2) Diluted	<b>22</b>	(0.13)	(1.43)
	<b>Significant accounting policies</b>		<b>1</b>	
	<b>Notes on Accounts</b>		<b>2 to 22</b>	
	<b>The accompanying notes 1 to 24 are integral part of these financial statements</b>			

As per our report of even date attached

FOR & ON BEHALF OF BOARD OF DIRECTORS

**M.V.Ravi**  
(Director)  
DIN-08379848

**P. Sudhahar**  
(Director)  
DIN--07309877

**FOR SATISH DHUME & CO**  
Chartered Accountants

**CA S R Dhume Proprietor**  
Membership No 030498

**Bishakha Chakraborty**  
CS  
PAN AGTPC4628D

**Videsh Sangodkar**  
CFO  
PAN BEZPS2870E

**Ajay Kumar Jindal**  
CEO  
PAN AECPJ6314G

**PLACE : Porvorim - Goa**  
**DATE :30.04.2021**



### CASH FLOW STATEMENT

	Particulars	Figures for the current reporting period	Figures for the previous reporting period
		Rupees in '000	
(A)	<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
	Net Profit/Loss before tax	(10,431.01)	(39,689.37)
	Adjustments For: -		
	Finance Cost	14,966.52	6,574.87
	Interest Income	-	-
	Depreciation & Amortization Expenses	10,397.80	3,163.56
	Operating Profit/Loss before Working Capital Changes	14,933.32	(29,950.93)
	Adjustments for changes in Working Capital:		
	Other Current liabilities	51,556.92	14,126.73
	Other Current Assets	(6,938.22)	(30,556.95)
	Cash Flow Operations	59,552.02	(46,381.15)
	Direct Taxes Paid(Net Of Refunds)	-	-
	Net Cash Generated/(Used In) from Operating activities	59,552.02	(46,381.15)
(B)	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
	Purchase Of Fixed Assets	(1,46,322.16)	(2,53,762.06)
	Additions to Capital Work in Progress	(1,97,036.24)	(84,887.77)
	Financial Assets-Loans (NC)	(22,332.68)	3,021.95
	Interest Received	-	-
	Net Cash Generated/(Used In) From Investing Activities	(3,65,691.08)	(3,35,627.89)



( C )	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	Proceeds From Capital	1,77,600.00	1,60,000.00
(A+B+C)	Proceeds from Long term borrowings	1,14,237.92	2,36,566.34
	Other Financial Liabilities	9,956.94	1,817.92
	Share Application Money pending Allotment		-
	Finance Cost	(14,966.52)	(6,574.87)
	Net Cash Generated/(Used In) From Financing Activities	2,86,828.34	3,91,809.39
	Net Increase/Decrease In Cash & Cash Equivalents	(19,310.72)	9,800.35
	Cash & Cash Equivalents at The Beginning Of The Year	26,249.08	16,480.67
	Cash & Cash Equivalents at The End Of The Year	6,938.37	26,249.08
	<b>Cash and bank balances as per balance sheet</b>	<b>6,938.37</b>	<b>26,249.08</b>

As per our report of even date attached

**FOR & ON BEHALF OF BOARD OF DIRECTORS**

**M.V.Ravi**  
(Director)  
DIN-08379848

**P. Sudhahar**  
(Director)  
DIN--07309877

**FOR SATISH DHUME & CO**  
Chartered Accountants

**CA S R Dhume Proprietor**  
Membership No 030498

**Bishakha Chakraborty**  
CS  
PAN AGTPC4628D

**Videsh Sangodkar**  
CFO  
PAN BEZPS2870E

**Ajay Kumar Jindal**  
CEO  
PAN AECPJ6314G

**PLACE : Porvorim - Goa**  
**DATE : 30.04.2021**



### STATEMENT OF CHANGES IN THE EQUITY FOR THE YEAR ENDING AS ON 31ST MARCH, 2021

A. Equity Share Capital											(Rupees in ` 000)
Balance as at 31st March 2019		Changes in Equity Share Capital during F.Y. 2019-20		Balance as at 31st March 2020		Changes in Equity Share Capital during F. Y .2020-21		Balance as at 31st March 2021			
1,90,000		1,60,000		3,50,000		1,77,600		5,27,600			
B. Other Equity											(Rupees in ` 000)
	Shares Applied Mone y Pending allotment	Equity Component of Compound financial instruments	Reserves and Surplus				Debt Instruments through Other Comprehensive	Equity Instruments through Other Comprehensive	Other items of other comprehensive income	Money Received against	Total
			Capital Reserve	Securities Premium Reserve	Other Reserves (Specify Nature)	Retained Earnings					
Balance of the beginning of the reporting period as on 31st March, 2019	-	-	-	-	-	(8,491.38)	-	-	-	-	
Total Comprehensive Income during the period from 1st April, 2019 to 31st March,2020	-	-	-	-	-	(29,322.24)	-	-	-	-	(29,322.24)
Balance as on 31st March, 2021	-	-	-	-	-		-	-	-	-	
Changes in accounting policy or prior period errors	-	-	-	-	-		-	-	-	-	
Restated balance at the beginning of the reporting period	-	-	-	-	-		-	-	-	-	
Total Comprehensive Income during the	-	-	-	-	-	(8,845.87)	-	-	-	-	(8,845.87)
Dividends	-	-	-	-	-		-	-	-	-	



Transfer to retained earnings	-	-	-	-	-		-	-	-	-	
Any other change ( to be specified)	-	-	-	-	-		-	-	-	-	
Balance as on 31st March, 2021						(46,659.49)					(46,659.49)

As per our report of even date attached

FOR & ON BEHALF OF BOARD OF DIRECTORS

M.V.Ravi  
(Director)  
DIN-08379848

P. Sudhahar  
(Director)  
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PLACE: Porvorim - Goa  
DATE :30.04.2021



## **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 2021 were authorized for issue by Board of directors (BOD) on 27th April 2021.

### **2. Basis of preparation**

The Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("Act") read with Companies (Indian Accounting Standards) Rules, 2015; and the other relevant provisions of the Act and Rules thereunder.

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 including capital stores and spares are valued at cost or net realizable value, whichever is lower.

### **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 revision 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 statement of 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.

#### **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 (Effective Interest Rate) 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.

**As per our report of even date attached**

**FOR & ON BEHALF OF BOARD OF DIRECTORS**

**M.V.Ravi**  
**(Director)**  
**DIN-08379848**

**P. Sudhakar**  
**(Director)**  
**DIN--07309877**

**FOR SATISH DHUME & CO**  
**Chartered Accountants**

**CA S R Dhume Proprietor**  
**Membership No 030498**

**Bishakha Chakraborty**  
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**Ajay Kumar Jindal**  
**CEO**  
**PAN AECPJ6314G**

**PLACE: Porvorim - Goa**  
**DATE :30.04.2021**



Note-2

PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS										(Rupees in ` 000)	
Particulars	Gross Block			Depreciaton			Impairment of Assets		Net Block		
	As on 1st April, 2020	Addition/Adjustment during the period	Deduction /Adjustment during the period	As on 31st Mar, 2021	As on 31st March, 2020	For the period	Deduction/Adjustment during the period	As on 31st March, 2020	For the period	As on 31st Mar, 2021	As on 31st March, 2020
<b>Tangible Assets</b>											
Plant & Machinery	2,52,793.01	1,45,691.95	-	3,98,484.96	2,844.97	9,843.71	12,688.68	-	-	3,85,796.28	2,49,948.04
Furniture and Fixtures	1,108.49	-	-	1,108.49	190.39	105.31	295.69	-	-	812.79	918.10
Office Equipment	241.26	573.07	-	814.33	26.37	118.30	144.66	-	-	669.67	214.89
Computer	969.72	57.15	-	1,026.87	222.65	311.33	533.98	-	-	492.89	747.07
<b>SUB TOTAL (A)</b>	<b>2,55,112.48</b>	<b>1,46,322.16</b>	<b>-</b>	<b>4,01,434.64</b>	<b>3,284.38</b>	<b>10,378.64</b>	<b>13,663.02</b>	<b>-</b>	<b>-</b>	<b>3,87,771.63</b>	<b>2,51,828.10</b>
<b>Intangible Assets</b>											
Software	100.84	-	-	100.84	76.63	19.16	95.79	-	-	5.04	24.21
<b>SUB TOTAL (B)</b>	<b>100.84</b>	<b>-</b>	<b>-</b>	<b>100.84</b>	<b>76.63</b>	<b>19.16</b>	<b>95.79</b>	<b>-</b>	<b>-</b>	<b>5.04</b>	<b>24.21</b>
<b>Capital Work-in-progress</b>											
	7,35,158.37	3,04,898.92	1,45,691.95	8,94,365.34	-	-	-	-	-	8,94,365.34	7,35,158.37
<b>SUB TOTAL (C)</b>	<b>7,35,158.37</b>	<b>3,04,898.92</b>	<b>1,45,691.95</b>	<b>8,94,365.34</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,94,365.34</b>	<b>7,35,158.37</b>
<b>Total [A + B + C] (Current Year)</b>	<b>9,90,371.69</b>	<b>4,51,221.08</b>	<b>1,45,691.95</b>	<b>12,95,900.82</b>	<b>3,361.01</b>	<b>10,397.80</b>	<b>13,758.81</b>	<b>-</b>	<b>-</b>	<b>12,82,142.01</b>	<b>9,87,010.68</b>





<b>NOTE 3</b>	<b>NON-CURRENT ASSETS</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Security Deposit		
	Unsecured, Considered Good	866.23	917.23
	<b>Total</b>	<b>866.23</b>	<b>917.23</b>
<b>NOTE 4</b>	<b>OTHER NON-CURRENT ASSETS</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Advance for Land	4,728.29	4,728.29
	Prepaid Expenses	54,510.23	32,148.20
	Income tax / Tax deducted at source	91.15	69.49
	<b>Total</b>	<b>59,329.66</b>	<b>36,945.98</b>
<b>NOTE 5</b>	<b>INVENTORIES</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Stock in Trade:	-	-
	Natural Gas	146.51	277.39
	<b>Total</b>	<b>146.51</b>	<b>277.39</b>
<b>NOTE 6</b>	<b>TRADE RECEIVABLES</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Unsecured considered good		
	Receivable from Others	13,166.31	561.49
	Receivable from Related parties	350.95	162.27
	Total Receivables	13,517.26	723.76
	<b>TOTAL</b>	<b>13,517.26</b>	<b>723.76</b>

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

<b>NOTE 7</b>	<b>CASH AND CASH EQUIVALENTS</b> (Rupees in ` 000)		
	Balances with Banks		
	Current Accounts	6,938.37	26,249.08
	<b>TOTAL</b>	<b>6,938.37</b>	<b>26,249.08</b>



NOTE 8	<b>OTHER FINANCIAL ASSETS</b> (Rupees in ` 000)		
	<b>PARTICULARS</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Advance to employees	18.33	7.20
	Others	249.75	249.75
	<b>Total</b>	<b>268.07</b>	<b>256.95</b>

  

NOTE 9	<b>OTHER CURRENT NON-FINANCIAL ASSETS</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Prepaid Expenses	24,100.32	29,217.17
	Advance to suppliers		618.68
	<b>Total</b>	<b>24,100.32</b>	<b>29,835.85</b>

NOTE 10	<b>EQUITY SHARE CAPITAL</b>		
	<b>EQUITY</b> (Rupees in ` 000)		
	<b>PARTICULARS</b>	<b>As at 31-3-2020</b>	<b>As at 31-3-2020</b>
	<b>Authorised Share capital</b>		
	60000000 Equity Shares of Rs. 10/- each (Previous Year 50000000 Equity Shares of Rs. 10/- each)	6,00,000	5,00,000
	<b>Issued, Subscribed &amp; Fully paid -up Share capital</b>		
	52760000 Equity Shares of Rs. 10/- each (Previous Year 35000000 Equity Shares of Rs.10/- each)	5,27,600	3,50,000
	<b>TOTAL</b>	<b>5,27,600</b>	<b>3,50,000</b>

Particulars	As at 31-3-2021		As at 31-3-2020	
	Number	(Rupees in ` 000)	Number	(Rupees in ` 000)
Shares outstanding at the beginning of the year	3,50,00,000	3,50,000	1,90,00,000	1,90,00,000
(+) Shares Issued During the year	1,77,60,000	1,77,600	1,60,00,000	1,60,00,000
(-) Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	5,27,60,000	5,27,600	3,50,00,000	3,50,000



**Details of shares held by the shareholders holding more than 5% shares at the end**

Name of the Shareholder	As at 31-3-2021		As at 31-3-2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Bharat Petroleum Corporation Limited	2,63,80,000	50%	1,75,00,000	50%
GAIL Gas Limited	2,63,80,000	50%	1,75,00,000	50%

NOTE 11	OTHER EQUITY (Rupees in ` 000)		
	PARTICULARS	As at 31-3-2021	As at 31-3-2020
	<b>Other Equity:</b>		
	<b>A. Share Application Money Pending Allotment</b>		
	Opening Balance	-	
	Additions during the current year	-	30,000.00
	Allotment during the year	-	-
	Closing Balance	-	30,000.00
	<b>B. Retained Earnings:</b>		
	Opening Balance	(37,813.61)	(8,491.38)
	Add: Current Year Profit / (Loss)	(8,845.87)	(29,322.24)
		(46,659.48)	(37,813.62)
	<b>TOTAL</b>	(46,659.48)	(37,813.62)



<b>NOTE 12</b>	<b>BORROWINGS</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	<b>Non-Current Borrowings</b>		
	Secured Term Loan		
	<b>STATE BANK OF INDIA</b>	8,15,861.82	7,01,623.90
	The Loan is secured by a first ranking charge on the fixed assets and current assets of the Company. The Loan will be repayable over a period of 10 years starting from July 2021 and ending in June 2031. The rate of interest applicable shall be floating link to 1-year MCLR of SBI plus a spread of 0.1%; rate of interest from 01/04/2021 to 14/02/2021 was 7.95% pa and from 15/02/2021 to 31/03/2021 was 7.10% with monthly rest.		
	<b>TOTAL</b>	<b>8,15,861.82</b>	<b>7,01,623.90</b>

<b>NOTE 13</b>	<b>OTHER FINANCIAL LIABILITIES -Non current</b>		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Deposits	13,112.06	3,155.12
	<b>TOTAL</b>	<b>13,112.06</b>	<b>3,155.12</b>

<b>NOTE 14</b>	<b>TRADE PAYABLES</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Trade Payable	-	56.78
	Trade Payable to Related Party	7,278.38	41.51
	<b>Total</b>	<b>7,278.38</b>	<b>98.29</b>

<b>NOTE 15</b>	<b>OTHER FINANCIAL LIABILITIES</b> (Rupees in ` 000)		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Deposits	415.06	1,414.83
	Payments to Related parties	5,833.24	8,528.32
	Capital Creditors	37,829.27	30,857.99
	Other Liabilities	2,710.39	3,738.28
	Statutory Dues (Duties & Taxes)	2,784.53	797.44
	Advances from customers		316.50
	<b>Total</b>	<b>49,572.48</b>	<b>45,653.35</b>

Note 1: Capital Creditors includes contractors/suppliers Retention on account of non-submission of PBG amounting to Rs. 2,539.96 thousand (Previous Year Rs. 8564.74 thousand)



NOTE 16	PROVISIONS		
	Particulars	(Rupees in ` 000)	
		As at 31-3-2021	As at 31-3-2020
	<b>Others</b>		
	<b><u>Capital Work in progress</u></b>		
	-PE Laying Expenses		9,340.99
	-Steel Laying Expenses	15,674.12	6,675.07
	-Composite Work	306.87	854.17
	-Last Mile Connectivity	9,617.55	6,073.65
	-Bharat Petroleum Corporation Ltd - Manpower (PRISM)	4,058.83	2,383.60
	-Capitalised Provision	3,917.47	6,576.48
	-Other Expenses	1,795.07	832.34
	<b>TOTAL:</b>	<b>35,369.91</b>	<b>32,736.28</b>
	<b><u>Provisional Liabilities</u></b>		
	-Statutory Audit Fee	70.80	70.80
	-Office Expenses	45.00	50.20
	<b>Total (B)</b>	<b>115.80</b>	<b>115.80</b>
	<b>Grand Total (A+B)</b>	<b>35,485.71</b>	<b>32,857.29</b>
NOTE 17	REVENUE FROM OPERATIONS		
	Particulars	As at 31-3-2021	As at 31-3-2020
	<b><u>(1) Sale of Products</u></b>		
	Sale of Gas	41,751.80	1,589.18
	<b><u>(2) Other Operating Revenue</u></b>		
	Application Fee – Domestic Connections	1,282.52	1,462.82
	<b>Total</b>	<b>43,034.32</b>	<b>3,052.00</b>



<b>NOTE 17 A</b>	<b><u>OTHER INCOME</u></b>		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Other Income	8.54	-
	<b>Total</b>	<b>8.54</b>	<b>-</b>

<b>NOTE 18</b>	<b><u>PURCHASE OF GAS</u></b>		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Purchase of Gas	25,261.10	1,479.26
	<b>Total</b>	<b>25,261.10</b>	<b>1,479.26</b>

<b>NOTE 19</b>	<b><u>CHANGE IN INVENTORIES OF FINISHED GOODS, STOCK-IN-TRADE AND WORK-IN-PROGRESS</u></b>		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Inventories as at Mar 31,2021		
	Finished Goods	146.51	277.39
	<b>Total</b>	<b>146.51</b>	<b>277.39</b>
	Inventories as at March 31,2020		
	<b>Finished Goods</b>	<b>277.39</b>	<b>302.27</b>
	<b>Total</b>	<b>130.88</b>	<b>24.88</b>

<b>NOTE 20</b>	<b><u>FINANCE COST</u></b>		
	<b>Particulars</b>	<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Bank Guarantee cost	16,319.67	12,067.07
	Bank charges	49.93	157.40
	Interest on Term Loan	60,623.21	49,822.32
		76,992.80	62,046.79
	Less: Transfer to Capital Work-in-Progress	62,026.28	55,471.92
	<b>TOTAL</b>	<b>14,966.52</b>	<b>6,574.87</b>



Note-21	<b>OTHER EXPENSES</b>			
	Particulars	(Rupees in ` 000)		
		As at 31-3-2021	As at 31-3-2021	As at 31-3-2020
	Hooking Up Operating Charges		1,218.06	1,084.13
	Operation & Maintenance Charges		14,736.02	1,753.81
	Advertisement Expenses		75.37	491.52
	Business Promotion			22.50
	CAG Expenses		243.06	79.97
	Meeting Expenses		23.77	142.29
	Office Expenses		618.93	70.23
	Office Rent		900.00	825.00
	Printing & Stationery		128.92	208.76
	Statutory Audit Fees		70.80	70.80
	Miscellaneous Expenses		-	127.87
	Training Expenses		-	-
	Travelling & Communication		-	21.41
	Professional Fees		1,419.55	2,596.95
	Management Service Cost		45,448.96	39,831.44
	Other Project Expenses		37,118.43	38,158.13
	<b>Total A</b>		<b>1,02,001.88</b>	<b>85,484.81</b>
	Less: Management Service for employee Cost Transferred to Capital Work-In-Progress (Refer Note 3)		(45,448.96)	(38,781.09)
	<b>Less: Transfer To IEDC (Incidental Expenditure During Construction)</b>			
	Rent	4,183.56		6,671.53
	Professional Fees	1,419.55		2,596.95
	Travelling & Communication	-		21.41
	Training Expenses	-		
	Other Project Expenses	29,157.43	(34,760.54)	26,074.98
	<b>Total (A+B+C)</b>		<b>21,792.38</b>	<b>11,338.85</b>

NOTE 22	<b>Earning Per Share</b>		
	Particulars	As at 31-3-2021	As at 31-3-2020
	Profit (Loss) attributable to equity share holders	(8,845.87)	(29,322.24)
	Nominal value of equity share (in `)	10.00	10.00
	Weighted Average No. of Shares outstanding at the end of the year	6,64,29,041.10	2,04,52,054.79
	Basic Earnings per share-Rupees	(0.13)	(1.43)
	Diluted Earnings per share-Rupees	(0.13)	(1.43)



<b>NOTE 23</b>	<b>Deferred Tax Assets (Net)</b>		
	<b>Particulars</b>	<b>(Rupees in ` 000)</b>	
		<b>As at 31-3-2021</b>	<b>As at 31-3-2020</b>
	Closing WDV as per IT Act	3,64,578.61	2,30,058.41
	Closing WDV as per Co Act	3,87,776.67	2,51,852.31
		23,198.06	21,793.90
	DTL	5,799.52	5,666.41
	<b>Computation Of Taxable Income</b>		
	Profit & Loss As Per Books	(10,431.01)	(39,689.37)
	Add: Depreciation as per Companies Act 2013	10,378.64	3,131.63
	Less: Depreciation As per Income Tax	11,801.96	24,822.68
	Total	(11,854.33)	(61,380.42)
	Add: Disallowed of preliminary Expenditure	(2,022.70)	(2,022.70)
	Profit & Loss as Per Income tax Act	(13,877.04)	(63,403.12)
	Diff: Resulting In Asset	(13,877.04)	(63,403.12)
	<b>DTA</b>	(3,469.26)	(16,484.81)
	<b>Preliminary Expenditure</b>		
	Preliminary Expenditure for the next	(2,022.70)	(4,045.41)
	diff: Resulting In Asset	(2,022.70)	(4,045.41)
	DTA	(505.68)	(1,051.81)
	<b>Carried forward Losses till AY 19-20 as</b>	(67,068.46)	(5,719.98)
	diff: Resulting In Asset	(67,068.46)	(5,719.98)
	<b>DTA</b>	(16,767.12)	(1,487.20)
	<b>DTA</b>	(20,742.05)	(19,023.81)
	Net DTA	(14,942.54)	(13,357.40)





**NOTE 24:- NOTES ON ACCOUNTS**

1. The company incorporated on January 13, 2017 and currently under Project commissioning stage.
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 has been increased to Rs.60 crore against which equity shares capital worth Rs.52.76 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 based on corporate guarantee of M/s. BPCL and M/s. GAIL of equal amount of Rs. 752 Crores each.
4. The employees working in the various disciplines have been identified as working for (a) project activities and/or (b) operation activities. Therefore, the employee cost and travelling expenses, pertaining to those employees engaged directly in project activities, are directly charged to project activities. Whereas, employee cost and travelling expenses, pertaining to those employees which have been engaged in both of the aforesaid activities, are charged to project activities and operation activities on best judgement basis and accounted for accordingly. Similarly, expenses related to rent of warehouse, vehicle hire charges and all other non-administrative expenses have been allocated to Incidental Expenditure During Construction.
5. The Incidental Expenditure during Construction amounting to Rs 3.48 Crores (Previous year Rs. 3.54 Crores) 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. CWIP includes Rs. 11.36 Crores (Previous Year Rs. 17.26 Crores) consisting of machineries/system and various types & sizes of pipes lying in own and hired warehouses of Goa Natural Gas Private Limited (GNGPL) and not issued to the Contractors.
7. During the year 2019-20 there was an incidence of fire reported at the Central Warehouse where the company stores its machineries/system and various types & sizes of pipes. During the year the Company has received the insurance claim of Rs.1,90,74,818/- and the same shown as an exceptional item in the P&L.
8. Share Capital
  - a) The total authorized capital of the Company is Rs. 60.00 Crores against which Rs.52.76 Crores has been issued as on balance sheet date. (Previous year Rs. 35.00 Crores)



b) The Company is a Joint Venture of GAIL Gas Limited (GGL) and Bharat Petroleum Corporation Limited (BPCL) and the shares are issued to the promoter companies in equal ratio as per the approval of the Board.

9. In terms of disclosure requirement as per Ind – AS 23 on “Borrowing Costs”, total finance cost amounting to Rs. 6.06 Crores (Previous Year Rs. 4.98 Crores) was incurred, out of which an amount of Rs. 6.20 Crores (Previous Year Rs. 5.55 Crores) was capitalised including amount allocated towards capital Work in Progress during the period.

#### 10. Capital Commitment Disclosure

The estimated amount of contracts over Rupees Five Lakhs amounting to Rs. 58.91 Crores (Previous year Rs 96.01 Crores) is remaining to be executed on Capital Accounts and not provided for.

11. The provisional liability of Rs. 3.55 Crores (Previous year Rs. 3.29 Crores) has been made in the books of accounts as on 31<sup>st</sup> March, 2020 which will be settled as per actual bills.

#### 12. Employee Benefits

All the employees posted at Goa Natural Gas Private Limited are on the rolls GAIL (India) Limited (100% Holding Company of M/s. GAIL Gas Limited) 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 M/s. GAIL and BPCL and necessary disclosure as per requirement is being made by them.

#### 13. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2008 (“MSMED Act, 2006”)

Sl. No.	Particulars	2020-21	2019-20
1	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	Nil	Nil
2	The amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	Nil	Nil
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act.	Nil	Nil
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil
5	The amount of further interest remaining due and payable even in the succeeding years, until such date	Nil	Nil



	when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.		
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The above information regarding Micro, Small and Medium enterprises have been determined to the extent such parties have been identified on the basis of information available with the company.

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

15. 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. Ajay Kumar Jindal (CEO)
  - ii. Mr. Videsh Gurudas Sangodkar (CFO)
  - iii. Bishakha Chakraborty (CS)

b) Related Party Transactions with related parties:

(Rs. in Thousand)

Sl.No.	Particulars	Promoter Venturer	Associate Company	Key Management Personnel
<b>A</b>	<b>GAIL Gas Limited</b>	<b>40,509</b> (Previous Year Rs. 32,272)	-	-
	Reimbursement of Employee Remuneration	<b>24,288</b> (Previous Year Rs. 20,318)	-	-
	Reimbursement of PBG Commission, Training expenses, Certification charges, etc.	<b>16,221</b> (Previous Year Rs. 15,954)		
<b>B</b>	<b>Bharat Petroleum Corporation Limited</b>	<b>15,176</b> (Previous Year Rs. 10,144)	-	-
	Reimbursement of Employee Remuneration	<b>8,377</b> (Previous Year Rs. 10,144)	-	-



	Supply of CNG at various RO's of BPCL	<b>5,159</b> (Previous Year Rs. Nil)		
	<b>GAIL (India) Limited</b>		<b>57,705</b> (Previous Year Rs. 2,000)	
	Expenses on account of Hooking-up of Shipper's Facilities & Other Expenses		<b>33,590</b> (Previous Year Rs. 1,084)	
	Natural Gas Purchases		<b>24,115</b> (Previous Year Rs. 916)	
	<b>Management Contracts including deputation of employees</b>			<b>13,418</b> (Previous Year Rs. 11,886)
	Reimbursement of Remuneration to Key Management Personnel			<b>13,418</b> (Previous Year Rs. 11,886)
	<b>Closing Balance</b>			
	GAIL Gas Limited	<b>4,460</b> (Previous Year Rs.5,756)		
	Bharat Petroleum Corporation Limited	<b>1,373</b> (Previous Year Rs.2,611)		
	Bharat Petroleum Corporation Limited (Trade Receivable)	<b>351</b> (Previous Year Rs. Nil)		
	GAIL (India) Limited	<b>7,278</b> (Previous Year Rs.42)		

#### 16. Earnings per Share:

Particulars	Unit	2020-21	2019-20
Profit after Tax	(Rs. in Thousand)	(8,811)	(29,322)
Weighted Average No. of Equity Shares	Nos.	66,429,041	2,04,52,055
Nominal Value per Share	Rs.	10.00	10.00
Earnings per Share Basic	Rs.	(1.13)	(1.43)
Earnings per Share Diluted	Rs.	(1.13)	(1.43)



17. "Income Taxes" The Company has created net deferred tax assets in respect of temporary difference and unused carry forward of losses as on 31<sup>st</sup> March 2021 amounting to Rs. 1.49 Crores (Previous Year Rs 1.34 Crores). The item- wise details of deferred tax liability/asset are as under:

(Rs. in Thousand)		
Particulars	31.03.2021	31.03.2020
Opening Balance Deferred Tax Assets / (Liabilities)	13,357	2,990
Deferred Tax assets/(Liabilities) arising on account of Fixed Assets	(13,160)	(5615)
Deferred Tax assets/(Liabilities) arising on account of unused carry forward of losses / preliminary expenses	14,734	15,982
Closing Balance C/F	14,931	13,357

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

(Rs. in Thousand)		
Particulars	2020-21	2019-20
Statutory Audit Fees	70.8	70.8
Other services	Nil	Nil
Reimbursement of expenses	Nil	Nil
<b>TOTAL</b>	<b>70.8</b>	<b>70.8</b>

19. Contingent Liabilities:

Claim against the company not acknowledge as Debt: NIL

Company has contingent Liabilities on account of Bank Guarantee/LC of Rs. 7.99 Crores from Indusind Bank, New Delhi as at 31st March 2020 (Previous year Rs. 5.02 Crores)

20. As per the Petroleum and Natural Gas Regulatory Board's Authorisation, GNGPL is required to achieve Minimum Work Programme (MWP) target of 650 Inch KM pipe laying and 9588 domestic Connection till the MWP period of June 2021 which was further extended due to COVID till 6th Nov 2021. GNGPL has achieved its Inch KM target but falls short of domestic connection target by 1947 connections as on 31st Mar 2021. As per Regulation 16 of Petroleum and Natural Gas Regulatory Board (Authorizing Entities to Lay, Build, Operate or Expand Natural Gas Pipelines) Regulations, 2008, penalty in the form of Performance Bank Guarantee Encashment is provided for non-achievement of MWP. However, GNGPL is confident of achieving the MWP target of 650 Inch KM and 9588 domestic connections by 6th Nov 2021. Thus, there is no financial provision required to be made on account of BG encashment regulation at this movement.



21. Previous Year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/disclosure.

**As per our report of even date attached**

**FOR & ON BEHALF OF BOARD OF DIRECTORS**

**M.V.Ravi  
(Director)  
DIN-08379848**

**P. Sudhahar  
(Director)  
DIN--07309877**

**FOR SATISH DHUME & CO  
Chartered Accountants**

**CA S R Dhume Proprietor  
Membership No 030498**

**Bishakha Chakraborty  
CS  
PAN AGTPC4628D**

**Videsh Sangodkar  
CFO  
PAN BEZPS2870E**

**Ajay Kumar Jindal  
CEO  
PAN AECPJ6314G**

**PLACE: Porvorim - Goa  
DATE :30.04.2021**



## INDEPENDENT AUDITOR'S REPORT

**To the Members of  
Goa Natural Gas Private Limited**

### **Report on the Audit of Standalone IND AS Financial Statements**

#### **Opinion**

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, 2021, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including summary of significant accounting policies and other explanatory information (herein referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the standalone financial statements give the information required by the Companies Act, 2013 ("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, 2020, its losses (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

#### **Basis of Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Responsibility of the Management for Standalone 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 financial statements that give a true and fair view of the state of affairs (financial position), losses (financial performance including other comprehensive income), changes in equity and cash flows 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 standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### **Auditor's Responsibility for the Audit of Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.





- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **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, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the "Annexure A", a statement on the matters specified in paragraph 3 and 4 of the said Order to the extent applicable.
2. As required by Comptroller and Auditor General of India, through directions/sub-directions issued under Section 143(5) of the Companies Act 2013, on the basis of the written representations received from management, we give our report on the matter specified in "Annexure B" attached.
3. 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;
  - c. The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash flows dealt with by this Report are in agreement with the books of account;
  - d. In our opinion, the aforesaid standalone 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, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, 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-C".



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 does not have any pending litigations which would impact its financial position;
- (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- (iii) There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.

Place: Goa  
Date: 30.04.2021

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

S.R.Dhume, Proprietor  
Membership No 030498  
UDIN: 19030498AAAS9913



### **“ANNEXURE- A” TO INDEPENDENT AUDITORS’ REPORT**

Referred in paragraph 1 to “Report on Other legal and regulatory requirements” of the Independent Auditors’ Report of even date to the members of GOA NATURAL GAS PRIVATE LIMITED on the standalone financial Statements for the year ended March 31, 2021.

- (i) (a) As informed to us the Company has generally maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, there is a regular program of physical verification of these fixed assets by the management which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. As informed to us no material discrepancies were noticed on such verification.
- (c) As informed to us and verified by us during the course of audit the company does not have any immovable property in its name.
- (ii) As informed to us, physical verification of inventory has been conducted at reasonable intervals by the management. We have been explained that the stock of gas at the end of the year has been taken by multiplying the observed pressure with actual volume. As informed to us no material discrepancies were noticed on physical verification of inventory.
- (iii) As informed to us, 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) As informed to us, the Company has not made any loans, investments, guarantees and securities under the provision of section 185 and 186 of the companies Act. Hence this section is not applicable.
- (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.
- (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.
- (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, Income-Tax, Goods and Service tax, Value added 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, 2021 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, value added tax, goods and service tax, and cess outstanding on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company is currently availing the moratorium period of loans and no payments are due. Due to the same 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) According to the information and explanations given to us and as represented by Management and based on our examination of books and records of the Company and in accordance with the generally accepted auditing practices in India, no case of frauds by the Company or any fraud 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) The Company is not a Nidhi Company and therefore, the provisions of clause 3 (xii) of the Order related to such companies is not applicable to the Company.
- (xiii) In our opinion, the Company has complied with provisions of section 177 and 188 of the Companies Act, 2013 in respect of transactions with related parties 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.
- (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 the Directors.
- (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 Registration No 109314W

CA. S. R DHUME, Proprietor  
Membership No 030498  
Place: Panaji, Goa

Date: 30.04.2021

**“ANNEXURE-B” TO THE INDEPENDENT AUDITORS’ REPORT**

Referred to in Paragraph 2 to “Report on Other legal and regulatory requirements” of the Independent Auditors’ Report of even date to the members of Goa Natural Gas Private Limited on the financial statements for the year ended March 31, 2021.

Sr No	Directions	Auditors Remark	Impact on Financial Statements
1.	Whether the Company has system in place to process all the The Company maintain its books of account on IT system? If yes the implications of processing of accounting transaction outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The Company has system in place to process all transactions through IT System i.e Tally Accounting software. The Operational entries like revenue, inventory, debtors, fixed assets, CWIP, Payroll etc have been recorded in the same financial reporting Tally package. The Company also has adequate internal control system to verify the correctness of the entries posted in the Tally Accounting system.	Nil
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest made by a lender to the Company due to Company’s inability to repay the loan? If yes, the financial impact may be stated?	According to the information and explanations given to us and based on the examination of the records there has been no restructuring waiver/write off of debts/loans/ interest etc of any existing loan taken by the Company during the year under audit.	Nil
3.	Whether funds received/ receivable for specific schemes from central state agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation.	There are no funds received/receivable by the Company for specific schemes from Central/ State agencies during the year under audit.	Nil

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

CA. S. R DHUME, Proprietor  
Membership No 030498  
Place: Panaji, Goa

Date: 30.04.2021



## **“ANNEXURE-C” TO THE INDEPENDENT AUDITORS’ REPORT**

Referred to in paragraph 3(f) to “Report on Other legal and regulatory requirements” of the Independent Auditors’ Report of even date to the members of Goa Natural Gas Private Limited on the standalone financial statements for the year ended March 31, 2021.

### **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 **M/s Goa Natural Gas Private Limited (“the Company”)** as of March 31, 2021 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

pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

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

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.

### **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, 2020, 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 Registration No 109314W)**  
**S.R.Dhume, Proprietor**  
**Membership No 030498**  
**Place : Goa**  
**Date : 30.04.2021**





**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL  
STATEMENTS OF GOA NATURAL GAS PRIVATE LIMITED FOR THE YEAR  
ENDED 31 MARCH 2021**

The preparation of financial statements of Goa Natural Gas Private Limited for the year ended 31 March 2021 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139 (5) is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 30 April 2021.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Goa Natural Gas Private Limited for the year ended 31 March 2021 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

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

**C.M.Sane  
Director General of Commercial Audit, Mumbai**

**Place: Mumbai  
Date: 14 July 2021**



**Registered Office: -**

**Plot No. 33, Rajan Villa, Journalist Colony,  
Porvorim, Goa – 403521**