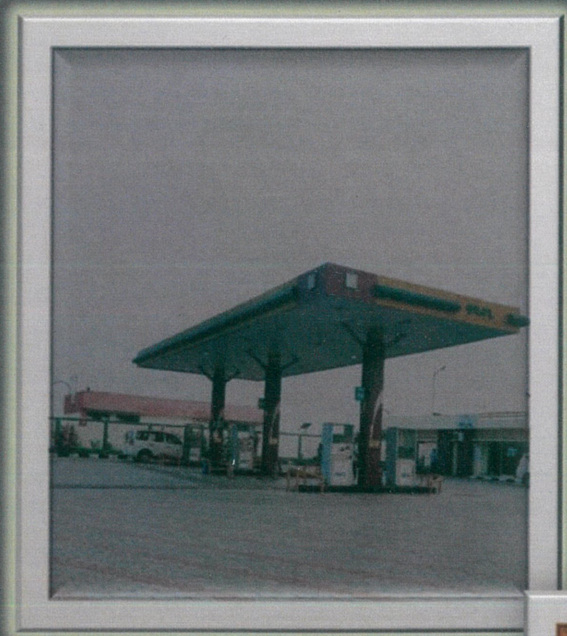




GODAVARI GAS
PRIVATE LIMITED

(A Joint Venture
of APGDC and
HPCL)



ANNUAL
REPORT 2019-20





ANNUAL REPORT 2019-20

CORPORATE INFORMATION:
Godavari Gas Private Limited
(A Joint Venture of APGDC & HPCL)
CIN: U40300AP2016PTC104159

REGISTERED OFFICE:

#85-06-23/2, 2nd Floor, Morampudi
Junction, Near Indian Oil Petrol Bunk,
Rajahmundry East Godavari AP 533107 IN

WEBSITE: www.godavarigas.in

E-MAIL: info@godavarigas.in, cs@godavarigas.com

PHONE: 0883-2476111

COMPANY SECRETARY:

Ms. Shikha

CHIEF FINANCIAL OFFICER:

Mr. P V Subbarao (2016-2020)

Mr. Antarjyami Sahu (31st July 2020)

STATUTORY AUDITORS:

M/s. Siva Krishna & Narayan, Chartered Accountants

Address: H.No.102, Abhiteja Estate,

10-2-289/120/32,334/2RT P.S. Nagar,

Masab Tank, Hyderabad - 500028

Phone No: 040-23346344, Email: skn@sknca.com

BANKERS:

Canara Bank

Address: Industrial Finance Branch,

Near Old MLA Quarters, Hyderguda,

Hyderabad- 500029, Telangana

Phone No. 040-23436945

Website: www.canarabank.com

Indusind Bank

Address: 2401 Gen, Thimmayya Road,

Pune 411001, India, Telephone No.

(020) 2634 3201 Fax: (020) 2634 3241

website: www.indusind.com

DIRECTORS' PROFILE

Shri R. KarikalValaven
(Chairman)(May 2020- Present)



Shri R. KarikalValaven, 57 years, DIN: 01519945, is an IAS Officer of 1989 Batch serving as Special Chief Secretary to Industries and Commerce Department, Govt of Andhra Pradesh. He holds various key positions in Andhra Pradesh Administrative Department. He is also a key executive Managing Director of Infrastructure Corporation of Andhra Pradesh Limited. He was appointed as Chairman nominated by APGDC at our Board in May 2020.

Dr.RajatBhargava,
(Ex-Chairman) (Oct 2019- May 2020)



Dr.RajatBhargava, 55 Years, DIN: 08529091, is an IAS officer of 1990 batch served as initially Principal Secretary, Industries, Infrastructure and Investment Department,

Govt of Andhra Pradesh. On being reorganisation of secretariat of Andhra Pradesh he served as Special Chief Secretary to Industries and Commerce Department. He has held various key positions in Andhra Pradesh Administrative Departments. He was appointed as Chairman nominated by APGDC at our Board in October 2019 till May 2020.

Shri Ajay Jain
(Ex-Chairman)(Oct 2016 - Oct 2019)



Shri Ajay Jain, 52 Years, DIN: 00065238, is an IAS officer of 1991 batch served as Principal Secretary, Energy, I & I Department, Govt of Andhra Pradesh. He has held various key positions in Andhra Pradesh Administrative Departments. He has varied experience in administrative, revenue, energy and infrastructure and allied services. He was appointed as Chairman nominated by APGDC at our Board in October 2016 till October 2019.

Shri VaratharajanGovindaraj
(Managing Director) (July 2020- Present)



Shri VaratharajanGovindaraj, 58 Years, DIN06842809, is Chief General Manager of Gail Gas limited. He has vast experience of 35 years in Oil and Gas Sector and

ANNUAL REPORT

worked in various capacities and handled many projects in Oil India Ltd. and GAIL (India) Ltd. He Joined M/s OIL INDIA LTD, Assam, a pioneer Oil Company in India in Oct 1984. He is conversant with Production Department activities, such as New Well Commissioning (Exploratory & Developmental) and had completed 50 new wells and about 150 works over wells in Assam & Arunachal Pradesh under his direct supervision. He has solely managed and commissioned on-land Ultra Deep High Pressure Exploratory Kumchai Well no. 1.

Main Areas of his Expertise are: Well Completion, Production Testing, Establishment of EPS, Work Over Operations. Possesses thorough knowledge in design and handling of Production equipment mainly Production Packers, Sucker Rod Pumping, Gas Lift Valves- Design, Pressure Setting, Installation & Commissioning, Reconditioning of GL Valves etc., Conversant with EOR & IOR, Oil Collection Station Operations etc. Appreciation received from M/s Oil India Ltd. for Well Head Spool Modification & Gas Lift Value Reconditioning.

He joined M/s GAIL (INDIA) LTD. in 1990 and possesses vast experience in Operation and Maintenance of Gas Compressor Station, Successfully completed Gas Rehabilitation & Expansion Project, at Jhabua. He has held the position of head of the Department of Mechanical and Operations and managed the Compressor Station Operations and Operation and Maintenance of 270 Km of HVJ Pipeline. He worked as Project Head of Prestigious Dahej-Uran-Dabhol Pipeline Project and has comprehensive experience in all Pre- projects, Project activities and successfully completed the project as Pipeline Construction In-Charge.

As an Asset Manager, he looked after the E&P department, GAIL, New Delhi since 2008, well versed with various block related activities of Indian Operated Blocks and Indian & Overseas Non-Operated blocks. During his tenure, Major Oil and Gas discoveries were made in Indian on-land blocks such as Tripura and Cambay Blocks. Gas Discoveries in overseas Off-Shore -Myanmar A1 & A3 blocks and commenced the commercial production and Revenue Generation has been started from A1 & A3 Blocks. Have thorough knowledge and proficient in PSC & JOA and its monitoring & Compliances. He was Member of Operating Committee and Management Committee

ANNUAL REPORT

and was instrumental in resolving many issues at OC & MC levels. The Profit has been augmented during his tenure from Myanmar Overseas blocks A1 & A3. Effectively coordinated with Operators, DGH/ MoP&NG, MOEF-CC etc., Extended all technical support towards Production related activities to the GAIL Operated Blocks and to other Operators. He functioned as HOD of E&P Department till 2019.

He has been holding position of Director (Commercial) till July 2020 and Chief Operating Officer in Godavari Gas private Ltd. He is the Overall Project In charge for Kakinada -Srikakulam Pipeline Project.

He is a key executive Managing Director of Holding company Andhra Pradesh Gas Distribution Corporation Limited. He was appointed as Managing Director nominated by APGDC at our Board in July 2020.

Shri Raman Chadha (Ex- Managing Director) (Nov 2017- July 2020)



Shri Raman Chadha, 56 Years, DIN: 06842809, is an Executive Director of Gail India Limited. He has been nodal in commencing the construction works of Kakinada - Srikakulam Pipeline and City Gas Distribution in East & West Godavari Districts of Andhra Pradesh. Under the leadership of Mr. Chadha, GGPL put up a commendable performance of developing CGD infrastructure of 26000 D-PNG Connections and 10 CNG Stations within a year in the authorized GA. A post-graduate in Electronics Engineering from Vikrama University (Ujjain), He has a distinguished career of more than 34 years in GAIL, holding key positions and assignments related to exploration & Production, LPG & Petrochemical Plant, Cross Country Natural gas Pipelines and City Gas Distribution at different work centers spanning across India i.e. Hazira in West to Lucknow in East and Delhi in North to Kakinada in South).

ANNUAL REPORT

Prior to assuming the charge of Managing Director in APGDC and GGPL, Mr. Chadha was directly associated with the monetization of A-1 & A-3 overseas Offshore Blocks in Myanmar in association with ONGC Videsh Ltd., operating the Cambay on-land blocks CB-ONN-2000/1 & CB-ONN-2003/2 and optimizing the MN-OSN-2000/2, AAONN-2002/1 Blocks.

During the brief stint in Green Gas Ltd. as Managing Director, Mr. Chadha played a key role in turnaround of the Company's physical performance from 700 D-PNG Connections / year to 36000 D-PNG Connections / year and in increasing the number of CNG Stations from 3 to 7.

As General Manager (Maintenance) in Petrochemical Complex, Pata (Uttar Pradesh), Mr. Chadha spearheaded the Capacity Augmentation of the Plant from 410000 Tons / Annum of Polyethylene to 800000 Tons / Annum. Prior to that, Mr. Chadha, as HoD (Instrumentation) was directly associated with De-Bottle Necking of Novacor's 160000 Tons / Annum LLDPE Plant to increase capacity to 210000 Tons / Annum and in setting up new 100000 Ton / Annum HDPE Plant from the pre-feasibility study stage to implementation & commissioning.

During his early days in GAIL, Mr. Chadha played a key role in conceptualization to commissioning of 1800 Km Hazira - Vijaipur - Jagdishpur Natural Gas Pipeline and LPG Plant at Vijaipur (Madhya Pradesh). Further, innovative Operation & Maintenance techniques of Mr. Chadha played a major role in reducing the downtime and improving operational efficiency of LPG & Petrochemical Plant of GAIL.

With his rich academic lineage, Mr. Chadha published few technical Papers in GTI Orlando and FCRI Chronicles and has authored a Book named "Standardization of Metering Skids & Custody Transfer" which later became the guiding document for gas metering in GAIL. Further, Mr. Chadha, for a brief period, led multi-disciplinary audit team responsible for corporate governance and Compliance Audits and during this period, his contribution in reorienting the Audit Structure of the Company for improving the overall Audit efficacy was exemplary.

He was a key executive Managing Director of Andhra Pradesh Gas Distribution Corporation Limited. He was appointed at our Board in November, 2017 till July 2020.

Dr.Koya Praveen
(Director) (May 2018- August 2019)



Dr.Koya Praveen, 40 Years, DIN: 07858949, is an IPS Officer of 2009 Batch. He has wide experience in Infrastructure, Railway and Gas sector and various other allied services. He has also held various posts such as Director (Finance) at Andhra Pradesh Gas Distribution Corporation Limited and Managing Director of APGIC, Infrastructure Corporation of Andhra Pradesh Limited and Andhra Pradesh Maritime Infrastructure Development Corporation Limited. He was appointed at our Board as Non- Executive Director nominated by APGDC from May, 2018 till August 2019.

Shri Hari Narayanan Murugan
(Director) (Jan 2020- Present)



Shri Hari Narayanan Murugan, 35 Years, DIN: 07582612, is an IAS Officer of 2011 Batch. He has also held various posts such as Director (Finance) at Andhra Pradesh Gas Distribution Corporation Limited and Managing Director of APGIC, Infrastructure Corporation of Andhra Pradesh Limited. He was appointed at our Board as Non- Executive Director nominated by APGDC from January, 2020.

Shri Dilip Kumar Pattanaik
(Director) (July 2018- Present)

Shri Dilip Kumar Pattanaik, 55 Years, DIN: 07540032, is an Executive Director (Gas & Renewables) of Hindustan Petroleum Corporation Limited. He has wide experience in Gas and renewables sector and nominated as Directors in various companies promoted by HPCL such as HPOIL Gas Private Limited and Mumbai Aviation Fuel farm Facility Private Limited. He was appointed as Non- Executive Director nominated by HPCL at our Board in July, 2018.

Shri Sai Kumar Suri
(Director) (September 2018- Present)

Shri Sai Kumar Suri, 56 years, DIN: 08199696 is an Executive Director (Retail) of Hindustan Petroleum Corporation Limited. He has vast experience in Retail Engineering sector. He was appointed at our Board as Non-Executive Director nominated by HPCL in September, 2018.



Annual Report 2019-20

CONTENTS

Notice to AGM.....	10
Directors' Report.....	23
Annexures to Directors' Report	
Annexure-I: Comment of C&AG u/s 143(6)(B) Of the Companies Act, 2013.....	32
Annexure-II: MGT-9.....	33
Annexure-III: AOC-2.....	41
Auditors' Report.....	43
Balance sheet.....	51
Statement of Profit and loss.....	53
Cash flow statement.....	54
Notes to financial statements.....	56

ANNUAL REPORT

Godavari Gas Private Limited
(A Joint Venture of APGDC & HPCL)
CIN: U40300AP2016PTC104159

REGISTERED OFFICE: #85-06-23/2, 2nd Floor, Morampudi Junction, Near Indian Oil Petrol Bunk, Rajahmundry
East Godavari AP 533107

WEBSITE: www.godavarigas.in E-MAIL: info@godavarigas.in Phone No: 0883-2476111

Notice

Notice is hereby given that the 4th Annual General Meeting of the Members of **M/s. GODAVARI GAS PRIVATE LIMITED** will be held on Wednesday, 23rd December, 2020 at 05:15 p.m (IST) on shorter notice through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM") to transact the following Business:

Ordinary Business:

1. To receive, consider and adopt the audited standalone Financial Statements for the financial year ended 31st March, 2020, Directors' Report including annexures thereto, Independent Auditors' Report and the comments thereon of the Comptroller & Auditor General of India, if any and to pass the following resolution, with or without modification (s), as an Ordinary Resolution:

"RESOLVED THAT audited standalone Financial Statements for the financial year ended 31st March, 2020, Independent Auditors' Report, Comments thereon of the Comptroller & Auditor General of India and Directors' Report including annexures thereto, be and are hereby approved and adopted."

2. To authorize the Board of Directors of Company to fix the remuneration of the Statutory Auditor (s) of the Company in terms of the provisions of Section 142 of the Companies Act, 2013, who was appointed as Statutory Auditors for the FY 2020-21 by Comptroller and Auditor General in terms of provisions of section 139 of Companies Act, 2013 and rules thereunder to pass the following resolution, with or without modification (s), as an Ordinary Resolution:

"RESOLVED THAT the Board of Directors of the Company be and is hereby authorized to decide and fix the remuneration of the Statutory Auditor (s) of the Company in terms of the provisions of Section 142 of the Companies Act, 2013, who was appointed as Statutory Auditors for the FY 2020-21 by Comptroller and Auditor General of India in terms of provisions of section 139 of Companies Act, 2013 and rules thereunder, as may be deemed fit by the Board".

Special Business:

3. To appoint Mr. R. Karikal Valaven (DIN. 01519945) as a Non-Executive Director and Chairman.

To consider, and if thought fit, to pass, with or without modification(s), the following resolution

as an Ordinary Resolution:

"RESOLVED THAT pursuant to provisions of Section 152 and all other applicable provisions if any, of the Companies Act 2013 ("The Act"), read with The Companies (Appointment and Qualification of Directors) Rules 2014, including any statutory modifications or re-enactments thereof, and enabling provisions of the Articles of Association of the company **Shri R. KarikalValaven (DIN: 01519945)**, who was appointed by the Board of Directors as an Additional Director with effect from 1st May, 2020 and holds office upto the date of ensuing Annual General Meeting under Section 161 read with Companies (Appointment and Qualification of Directors) Rules, 2014 and who has consented to act as Director be and is hereby appointed as a Director of the Company.

"RESOLVED FURTHER THAT pursuant to Article 63 of Articles of Association of the company, Shri R. Karikal Valaven is further appointed as Chairman of the Company."

4. To appoint Mr. Varatharajan Govindaraj (DIN: 08552938) as an Executive Managing Director and the whole time Key Managerial Personnel.

To consider and if thought fit to pass with or without modification the following resolution as an ordinary resolution:

"RESOLVED THAT pursuant to provisions of Section 152 and all other applicable provisions if any, of the Companies Act 2013 ("The Act"), read with The Companies (Appointment and Qualification of Directors) Rules 2014, including any statutory modifications or re-enactments thereof, and enabling provisions of the Articles of Association of the company , **Shri Varatharajan Govindaraj (DIN:08552938)** who was appointed by the Board of Directors as an Additional Director with effect from 20th July, 2020 and holds office upto the date of ensuing Annual General Meeting under Section 161 read with Companies (Appointment and Qualification of Directors) Rules, 2014 and who has consented to act as Director be and is hereby appointed as a Director of the Company.

"RESOLVED FURTHER THAT pursuant to the provisions of sec 196, 197, 203, Schedule V and any other applicable provisions of the Companies Act, 2013 read with Rule 3 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof) the approval of the members be & is hereby accorded to the appointment of **Shri Varatharajan Govindaraj (DIN: 08552938)** as the Managing Director (Whole Time Key Managerial Personnel) of the Company for a term of 3 years commencing from 20th July, 2020 or date of superannuation, whichever is earlier at a remuneration fixed by the Board and on such terms and conditions mutually agreed upon by the Board and Shri Vartharajan Govindaraj as specified on the Explanatory Statements pursuant to the provisions of sec 102 (1) of the companies act, 2013 annexed to this Notice subject to the same is not exceeding the limits specified in Schedule V of the companies act 2013.

"RESOLVED FURTHER THAT the consent of the Board of Director of the Company be and is hereby accorded to entrust the powers and functions to the Managing Director for smooth and efficient conduct of Company's business as specified on the Explanatory Statements pursuant to the provisions of sec 102 (1) of the companies act, 2013 annexed to this Notice."

5. To appoint Mr. Hari Narayanan Murugan, IAS (DIN: 07582612) as a Non-Executive Director

To consider, and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to provisions of Section 152 and all other applicable provisions if any, of the Companies Act 2013 ("The Act"), read with The Companies (Appointment and Qualification of Directors) Rules 2014, including any statutory modifications or re-enactments thereof, and enabling provisions of Articles of Association of the company, **Shri Hari Narayanan Murugan (DIN:07582612)**, who was appointed by the Board of Directors as an Additional Director with effect from 31st January, 2020 and holds office upto the date of ensuing Annual General Meeting under Section 161 read with Companies (Appointment and Qualification of Directors) Rules, 2014 and who has consented to act as Director be and is hereby appointed as a Director of the Company.

6. To keep registers and returns at a place other than Registered Office

To consider, and if thought fit, to pass, with or without modification(s) the following resolution as a Special Resolution:

"Resolved that in accordance with the provisions of Section 94 and any other applicable provisions of Companies Act, 2013 read with rules thereunder (including any statutory modifications or re-enactment thereof, for time being in force), approval of the members be and is hereby accorded to keep all the registers and returns required to be maintained by the Company under section 88 and Section 92 of the Companies Act, 2013 at the office of the Company located at #15-8-6/2 (1), 1st Floor, Ocean Park, Near Varun Beach, Maharani Peta, Visakhapatnam- 530002 which is not the registered office of the Company w.ef 01.01.2020 retrospectively.

By the order of the Board of Directors

Place: Noida
Date: 23.12.2020

Sd/-
Shikha
(Company Secretary)

Registered Office: #85-06-23/2, 2nd Floor,
Morampudi Junction, Near Indian Oil Petrol Bunk,
Rajahmundry East Godavari AP 533107

ANNUAL REPORT

NOTES:

- (1) In view of the prevailing situation of COVID-19 pandemic, The Ministry of Corporate Affairs ("MCA") has vide its circular dated 5th May, 2020 read with circulars dated 8th April, 2020 and 13th April, 2020 (collectively referred to as "MCA Circulars") permitted holding of the Annual General Meeting ("AGM") through VC/OAVM, without the physical presence of the members at the common venue. In compliance with the provisions of the Companies Act, 2013 ("Act") and MCA Circulars, the AGM of the company is being held through VC/OAVM.
- (2) As per provisions of Clause 3A.II. of the General Circular No.20/2020 dated 5th May, 2020 the matters of Specials Business as appearing in Item No. 3 to 6 of the accompanying notice, are considered to be unavoidable by the Board and hence, form part of this notice.
- (3) Since, this AGM is being held pursuant to the MCA Circulars through VC/OAVM, physical attendance of members has been dispensed with, accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence the Proxy Form and Attendance Slip have not been sent through this notice.
- (4) Pursuant to Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, the relevant detail of Shri R. Karikal Valaven (DIN. 01519945), Shri Varatharajan Govindaraj (DIN. : 08552938), Shri Hari Narayanan Murugan (DIN: 07582612) Additional Directors seeking appointment Under aforesaid Item no. 3, 4 & 5 respectively, in accordance with applicable provisions of the Articles of Association of company are annexed to this notice.
- (5) The Register of Directors and their shareholding, maintained u/s 170 of the Companies Act, 2013 and Register of Contracts or Arrangements in which Directors are interested maintained u/s 189 of the Companies Act, 2013 and all other documents referred to in the notice and explanatory statement, will be available for inspection by the members of the Company at Registered office of the Company during business hours 10:00 A.M. to 06:00 P.M. (except Saturday and Sunday) up to the date of Annual General Meeting and will also be available during the Annual General Meeting. Members seeking inspection or any other information with regard to the accounts or any matter to be placed at the AGM are requested to write to the company on or before 23rd December, 2020 through email on cs@godavarigas.com. The same will be replied by the company suitably.
- (6) Pursuant to Section 139 (5) of the Companies Act 2013 the auditors of the Government Company are appointed by the Comptroller & Audit General of India (C&AG) and in terms of Section 142 of the Companies Act 2013, the remuneration has to be fixed by the company in the Annual General Meeting or in such manner as the company in General Meeting may determine. The members of the company in 3rd Annual General Meeting held on 25.09.2019 had authorized the Board of Directors to fix the remuneration of Statutory Auditors for the Financial Year 2019-20.

ANNUAL REPORT

Accordingly, the Board of Directors has fixed audit fee of Rs. 60,000 towards audit fee for the Statutory Auditors for the financial year 2019-20 along with reimbursement actual travelling and out-of-pocket expenses.

- (7) Corporate members intending to send their authorized representatives to attend the meeting are advised to send a duly certified copy of the Board Resolution/ Authorisation etc. authorizing their representative to attend and vote at the meeting. The said Resolution/authorisation to be sent to the company secretary at email contact **cs@godavarigas.com** and to be sent through courier at address: 101, Ocean Park, Krishna Nagar, Maharanipeta, Visakhapatnam, Andhra Pradesh- 530003.
- (8) In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to members. Members may note that the Notice and Annual Report 2019-20 will also be available on the company's website www.godavarigas.in.
- (9) Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum,
- (10) None of the Directors of the company is in any way related to each other.
- (11) A statement pursuant to Section 102 (1) of the Companies Act, 2013, relating to the Special Business to be transacted at AGM is annexed hereto.

(12) PROCEDURE FOR JOINING THE AGM THROUGH VC/OAVM

The company will provide VC/OAVM facility to its members for participating at the AGM. Members are requested to follow the procedure given below:

1. Launch Internet Browser by typing the link to join
2. Enter the Login credentials i.e User ID and password for e-voting.
3. After logging in, click on join meeting option.
4. Then click on video icon appearing in AGM event of Godavari Gas Private Limited, to attend the meeting.
5. Facility to join the meeting shall be opened 15 minutes before the scheduled time of the AGM and shall be kept open throughout the proceedings of the AGM.
6. Members who need assistance before or during the AGM, can contact GGPL CS on cs@godavarigas.com or call on number 089 2726605.
7. Members attending the AGM through VC/OAVM shall be reckoned for the purpose of quorum under Section 103 of the Act.

Information and Instruction for e-voting at the AGM (by Show of hands or Instant Poll)

The Chairman may decide to conduct vote by show of hands, unless a demand for poll is made by any member in accordance with section 109 of the Act. Therefore:

Procedure once such demand of poll is made:

1. The shareholders shall convey their vote as assent/dissent/abstention on each resolution through their registered email Id to Email ID: cs@godavarigas.com quoting their folio no.

EXPLANATORY STATEMENT

[Pursuant to Section 102 of the Companies Act, 2013 and Secretarial Standard-2]

Item No. 03

Appointment of Shri R. KarikalValaven(DIN. 01519945) as a Non-Executive Director and Chairman.

Shri R. Karikal Valaven (DIN: 01519945), was appointed as an Additional Director of the Company with effect from 1st May,, 2020, pursuant to section 161 of the Companies Act, 2013. **Shri R. Karikal Valaven (DIN: 01519945)**, holds office as Director up to the date of this Annual General Meeting and is eligible for appointment as Director.

The appointment of **Shri R. Karikal Valaven (DIN: 01519945)**, as Director shall be effective upon approval by the members in the Meeting.

Further as per Article 63 of Articles of Association of the company, Shri R. KarikalValaven is appointed as Chairman of the Company.

Shri R. Karikal Valaven (DIN: 01519945), is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director. In the opinion of the Board, **Shri R. Karikal Valaven (DIN: 01519945)**, possesses appropriate skills, experience and knowledge.

The Board accordingly recommends the resolution as set out in Item #3 of the notice for approval of the members.

No directors, key managerial personnel, manager or their relatives are interested or concerned in the resolution except **Shri R. Karikal Valaven (DIN: 01519945)** to the extent that he is a Director of the Company.

Details of the Appointee Directors

The detail of the Directors who was appointed is given under in pursuance with the Secretarial Standard-2 issued under Section 118 of the Companies Act, 2013:

Sr. No	Particulars	Shri R. KarikalValaven
1.	Age	57 Years

2.	Qualification	Indian Administrative Service
3.	Experience	Above 30 Years
4.	Date of First Appointment on Board	1 st May,, 2020
5.	Shareholding in the Company	NIL
6.	Relationship with other Directors/Manager or Key Managerial Personnel	No relationship with other Key Managerial Personnel or Directors
7.	Number of Board Meetings attended during the year	5
8.	Other Directorships and Memberships/ Chairmanship of Committees of other Boards	1. Andhra Pradesh Gas Infrastructure Corporation Private Limited 2. Infrastructure Corporation of Andhra Pradesh Limited 3. Deccan Infrastructure And Land Holdings Limited 4. Andhra Pradesh Maritime Infrastructure Development Corporation Limited 5. Bhavanapadu Port Development corporation limited 6 Andhra Pradesh Township and Infrastructure Development Corporation Limited 7 Ramayapatnam Port Development Corporation Limited 8 Machilipatnam Port Development Corporation Limited 9. A.P. Gems And Jewellery Park Private Limited 10. Andhra Pradesh Metro Rail Corporation Limited 11. Andhra Pradesh Gas Distribution Corporation Limited

Item No. 04

Appointment of Shri Varatharajan Govindaraj(DIN. : 08552938) as an Executive Managing Director and the whole time Key Managerial Personnel.

ANNUAL REPORT

As per the requirement of sections 196, 197, 203 and Schedule V of the Companies Act, 2013 read with the prescribed rules of the Companies Rules, 2014, the Board of Directors has appointed **Shri Varatharajan Govindaraj (DIN: 08552938)** as a Managing Director (Whole Time Key Managerial Personnel) at the 19th Board Meeting held on the 20th day of July, 2020.

The Company has received a notice in writing under Section 160 of the Companies Act, 2013 proposing the appointment as a Director on the Board of GGPL.

The company has received (i) the consent in writing from **Shri Varatharajan Govindaraj** in form DIR-2 pursuant to the Rule 8 of the Companies (Appointment & Qualifications of Directors) Rules 2014; (ii) intimation in Form DIR-8 pursuant to the Rule 14 of the Companies (Appointment & Qualifications of Directors) Rules 2014 that he is not disqualified under section 164 sub-section (2) of the Companies Act, 2013.

The director shall follow the code of conduct of the company and perform the duties as prescribed by the directors from time to time subject to the provisions of section 166 of the Companies act, 2013.

The terms and conditions regarding the appointment and remuneration are mentioned below:

- (i) Term: 3 years commencing from 20th July 2020 or date of superannuation whichever is earlier.
- (ii) Basic salary: Rs. 26 Lac p.a approx. (shared by parent company APGDC and GGPL in ratio of 80:20)
- (iii) Allowances and Perquisites and other incentives: Rs. 55 lac p.a approx (shared by parent company APGDC and GGPL in ratio of 80:20)

The following powers and functions are entrusted upon the Managing Director for smooth and efficient conduct of Company's business:

GENERAL:

Shri Varatharajan Govindaraj , Managing Director shall also be designated as the Chief Executive Officer of the Company and who shall be responsible for the efficient conduct and management of the affairs and business of the Company subject to the superintendence, control and direction of the Board of Director of the Company.

Subject to any specific policies and principle laid down by the Board, the general management of the affairs and business of the Company shall vest with the Managing Director, who shall be entitled to exercise all such powers and do all such acts and things as the Company is authorized to exercise and do.

OTHERS:

In addition to the above, the Managing Director is hereby entrusted with the following powers and functions subject to policy guidelines / modalities approved by the Board on specific matters:

S.No.	Nature of Powers / Function	Scope of Power / Function
(1)	Administrative Powers: Appointment and Termination of Services of Employees	All level but below Board Level subject to policy to be approved by the Board. Until the policy is finalized, he shall be entitled to exercise these powers with the consent of Board.
(2)	Procurement / Purchase	Upto Rs. 2.00 Crores subject to budgetary limits, if any, approved by the Board.
(3)	Works Contract	Upto Rs. 2.00 Crores subject to budgetary limits, if any, approved by the Board.
(4)	Cancellation / Termination of Purchase Orders (s), Works Contract (s) or modification / amendments in the Original Purchase Orders / Original Works Contract	Full Powers for the Purchase Orders / Works Contract within the Power of the Managing Director.
(5)	Administrative Purchase Orders (s), Works Contract (s) or modification / amendments in the Original Purchase Orders / Original Works Contract	Full Powers for the Purchase Orders / Works Contract within the Power of the Managing Director
(6)	To take Insurance Policies, to insure all the properties, undertaking contract risk, obligation of Company	Full Powers
(7)	Appointment of Consultant (s) / Retainer (s) / Legal Advisor (s), etc.	In each case Professional Fees upto Rs. 10.00 lacs subject to budgetary limits, if any, approved by the Board.
(8)	Appearing for legal cases and filing necessary document including Affidavits to defend suits / petitions filed against the Company	Full Powers

ANNUAL REPORT

S.No.	Nature of Powers / Function	Scope of Power / Function
(9)	Revenue Expenditure	Approve all the revenue expenditure within the approved Budget.
(10)	Foreign Travel - Below Board Level Executives	Managing Director
(11)	Foreign Travel - Board Level Executives	Managing Director in consultation with the Chairman of the Company

The company also seeks the approval of the shareholders by way of ordinary resolution as per the provisions of sections 196, 197 and schedule V of the companies act, 2013 read with the companies rules, 2014 (including any statutory modifications or re-enactment thereof) and other applicable provisions if any, for the appointment of **Shri Varatharajan Govindaraj** as the Managing Director from 20th July 2020 or date of superannuation, whichever is earlier and the fixation of remuneration in case of having profit or no profit or inadequacy of profit.

No directors, key managerial personnel, manager or their relatives is interested or concerned in the above resolution except **Shri Varatharajan Govindaraj** to the extent that he is a Director of the Company.

Details of the Appointee Director

The detail of the Directors who was appointed is given under in pursuance with the Secretarial Standard-2 issued under Section 118 of the Companies Act, 2013:

Sr. No	Particulars	Shri Varatharajan Govindaraj
1.	Age	57 Years
2.	Qualification	BE (Mechanical)
3.	Experience	Above 35 Years
4.	Date of First Appointment on Board	20 th July 2020
5.	Shareholding in the Company	NIL
6.	Relationship with other Directors/Manager or Key Managerial Personnel	No relationship with other Key Managerial Personnel or Directors

ANNUAL REPORT

7.	Number of Board Meetings attended during the year	3
8.	Other Directorships and Memberships/ Chairmanship of Committees of other Boards	Andhra Pradesh Gas Distribution Corporation Limited- Managing Director

Item no. 5:

To appoint Mr. Hari Narayanan Murugan (DIN: 07582612) as a Non Executive Director

Shri Harinarayanan Murugan (DIN: 07582612), was appointed as an Additional Director of the Company with effect from 31st January, 2020, pursuant to section 161 of the Companies Act, 2013.

Shri Mr. Harinarayanan Murugan (DIN: 07582612), holds office as Director up to the date of this Annual General Meeting and is eligible for appointment as Director.

The appointment of **Shri Harinarayanan Murugan (DIN: 07582612)**, as Director shall be effective upon approval by the members in the Meeting.

Shri Hari Narayanan Murugan (DIN: 07582612), is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director. In the opinion of the Board, **Shri Hari Narayanan Murugan (DIN: 07582612)**, possesses appropriate skills, experience and knowledge.

The Board accordingly recommends the resolution as set out in Item #3 of the notice for approval of the members.

No directors, key managerial personnel, manager or their relatives are interested or concerned in the resolution except **Shri Hari Narayanan Murugan (DIN: 07582612)** to the extent that he is a Director of the Company.

Details of the Appointee Directors

The detail of the Directors who was appointed is given under in pursuance with the Secretarial Standard-2 issued under Section 118 of the Companies Act, 2013:

Sr. No	Particulars	Shri Hari Narayanan Murugan
1.	Age	35 Years

ANNUAL REPORT

2.	Qualification	Indian Administrative Service
3.	Experience	Above 9 Years
4.	Date of First Appointment on Board	31 st January 2020
5.	Shareholding in the Company	NIL
6.	Relationship with other Directors/Manager or Key Managerial Personnel	No relationship with other Key Managerial Personnel or Directors
7.	Number of Board Meetings attended during the year	0
8.	Other Directorships and Memberships/ Chairmanship of Committees of other Boards	1. Andhra Pradesh Gas Infrastructure Corporation Private Limited 2. Andhra Pradesh Gas Distribution Corporation Limited 3. The Andhra Pradesh Mineral Development Corporation Limited 4. Andhra Pradesh Sand Corporation Limited 5. Visakhapatnam Urban Transport Company Limited 6. Andhra Pradesh Metro Rail Corporation Limited

Item no. 6:

To keep registers and returns at a place other than Registered Office

The Board was informed that as per the provisions under section 94 of the Companies Act, 2013 which has given power to the shareholders to approve a place in India other than registered office where all the registers and returns required to be maintained by the Company under section 88 and Section 92 of the Companies Act, 2013 may be kept.

The company has planned to shift the accounting division and CS division from the date 01.01.2020 and to keep its Books of account and registers and returns at place i.e #15-8-6/2 (1), 1st Floor, Ocean Park, Near Varun Beach, Maharani Peta, Visakhapatnam- 530002.

The Board accordingly recommends the resolution as set out in Item #6 of the notice for approval of the members.

No directors, key managerial personnel, manager or their relatives are interested or concerned in the resolution.

DIRECTORS' REPORT

To,
The Members
Godavari Gas Private Limited(GGPL)

Your Directors have pleasure in presenting the 4th (Fourth) Annual Report of Godavari Gas Private Limited (GGPL) together with the Audited Financial Statements for the Financial Year ended 31st March, 2020.

Godavari Gas Private Limited (GGPL) is a Joint Venture of Andhra Pradesh Gas Distribution Corporation Limited (APGDC) and Hindustan Petroleum Corporation Limited (HPCL) (APGDC: HPCL 74:26) incorporated as private company under the provisions of Companies Act, 2013 on 27.09.2016.

The Company is established with the objective to develop to city gas distribution (CGD) network in East and West Godavari districts initially and gradually expand in all the districts of Andhra Pradesh state excluding areas already authorized by Petroleum and Natural Gas Regulatory Board (PNGRB).

The Paid up Share Capital of the Company as on 31st March 2020 is Rs. 61.83 Crores (Rupees Sixty One Crore and Eighty Three Lakhs only), the same is held by APGDC and HPCL in the ratio of 74:26.

STATEMENT OF COMPANY'S AFFAIRS

Particulars	Amount Rs.in Lacs	
	Current Financial Year 2019-20	Previous Financial Year 2018-19
Revenue from operations	1,381.89	540.34
Other Income	28.56	13.91
Expenses other than Depreciation, Finance Cost, Exceptional Items and Tax Expense	1,356.10	648.07
Profit before Depreciation, Finance Cost, Exceptional Items and Tax Expense	54.34	(93.82)
Less: Depreciation/Amortization/Impairment	100.59	30.75
Profit/loss before Finance Costs, Exceptional items and Tax Expense	(46.25)	(63.07)
Less: Finance Costs	87.72	-
Profit/loss before Exceptional Items and Tax Expense	(133.97)	(63.07)
Add/(less): Exceptional Items	-	10.82
Profit/loss before Tax Expense	(133.97)	(52.25)

ANNUAL REPORT

Less: Tax Expense (Current & Deferred)	116.41	31.62
Profit/loss for the year (1)	(250.38)	(83.87)
Total Comprehensive Income/loss (2)	-	-
Total (1&2)	(250.38)	(83.87)
Balance of profit/loss for earlier years	(188.92)	(105.05)
Less: Transfer to Debenture Redemption Reserve	-	-
Less: Transfer to Reserves	-	-
Balance carried forward	(439.30)	(188.92)

*Figures in the bracket indicate the negative figure

REVIEW OF THE OPERATIONS OF THE COMPANY:

During the financial year ended 31st March 2020, your Company's total income was Rs.1,410.45 Lacs as against Rs. 554.24 Lacs during the previous financial year 2018-19. The administration and other expenditure for the period was Rs.1,544.42Lacs as against Rs. 617.32 Lacs during the previous financial year 2018-19. The Company incurred a loss of Rs. 250.37 Lacs as against Rs. 83.87 Lacs during previous financial year 2018-19.

PHYSICAL PERFORMANCE:

Our company has commissioned 8 CNG stations 26,359 domestic PNG connections, during FY 2019-20 as against 10 CNG stations 25,861 domestic PNG connections during FY 2018-19. Key physical performances are given below:

Nature of activity	UOM	Physical performance	
		FY 2019-20	FY 2018-19
CNG stations	No.s	8	10
Domestic PNG connections	No.s	26,359	25,861
Commercial PNG connections	No.s	7	6
Industrial PNG connections	No.s	0	1
Steel Pipeline construction	Kms	55	0
MDPE pipeline construction	Kms	254	230
CNG sale	Kgs	7,05,982	5,98,232
PNG sale (incl. Comm& industrial consumers)	SCM	34,72,130	10,63,481

ANNUAL REPORT

CAPITAL EXPENDITURE:

The total cumulative capital expenditure incurred in FY 2019-20 is Rs.187.52 Crores against Rs.68.74 Crores in FY 2018-19 which includes

- Rs. 30.76 Crs towards fixed assets capitalized on account of CNG stations and PNG network capitalizations in FY 2019-20 (Rs.10.02 Crs in FY 2018-19)
- Rs.141.35 Crs towards capital work in progress of under construction project expenses in FY 2019-20 (Rs. 52.53 Crs in FY 2018-19)
- Rs. 6.02 Crs towards advance tap-off charges paid to GAIL India Limited for giving access to their trunk pipeline in FY 2019-20 (Rs. 3 Crs in FY 2018-19)
- Rs. 2.67 Cr. Paid to revenue divisional officer under West Godavari District for acquiring land in FY 2019-20 (Rs. 3.03 Crs in FY 2018-19)
- Rs.5.87 Cr value of land at Gunupudi, Bhimavaram Received from M/s.APGDC Ltd in FY 2019-20

DIVIDEND

Your Directors have not recommended any dividend for the financial year ended 31st March 2020 as the Company incurred loss of Rs.133.97 Lacs during the financial year 2019-20.

TRANSFER TO RESERVE

Your Directors did not propose any amount to reserve during the financial year under review as the Company has not made any profit.

TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND

During the period under review, there is no unpaid/unclaimed dividend which is required to transfer in IEPF (Investor Education and Protection Fund) as per the provisions of the Companies Act, 2013.

CHANGE IN NATURE OF THE BUSINESS

There was no change in the nature of business of the Company during the year under review.

PUBLIC DEPOSITS

The Company has not accepted any deposits and, as such, no amount of principal or interest was outstanding, as on the balance sheet closure date.

ANNUAL REPORT

SHARE CAPITAL

The Authorized Share Capital of company is Rs. 100 Crore. The paid up share capital of company was increased from Rs. 31.50 Crore to Rs. 61.83 Crore vide allotment of shares on the basis of Right Issue to its existing Shareholders on 11.12.2019 and 31.01.2020.

STATUTORY AUDITORS

The Comptroller and Auditors General of India had appointed **M/s Siva Krishna & Narayan**, Chartered Accountants, Hyderabad (Registration No. 03883S) vide letter No./CA.V/COY/ANDHRA PRADESH, GGPL(1)/767 DATED 09/08/2019 as the Statutory Auditors of the Company for the financial year 2019-20 from 3rd Annual General Meeting, until the conclusion of 4th Annual General Meeting of the Company.

The Statutory Auditors have given an unqualified report. The report is self-explanatory and does not require any further comments by the board.

Comptroller and Auditors General of India appointed M/s. Panchakshari & Co. Statutory Auditors for the Financial Year 2020-21.

COMPTROLLER AND AUDITORS GENERAL'S COMMENT

The observations of Auditors in their report read with notes to the accounts are self-explanatory. There are no qualifications / observations on the Annual Accounts by the Statutory Auditors as per their report. The Comptroller and Auditor General of India have issued a Nil review report and have no comments to give on the report of Statutory Auditors. (Annexure-I)

Directors and Key Managerial Personnel

Following are the particulars of appointments and cessation of the Directors and Key Managerial Personnel of your Company during the year:

S. No.	Name of the Director	Designation	DIN	Date of appointment	Date of cessation
1.	Dr. Koya Praveen	Non- Executive Director	07858949	11.05.2018	08.08.2019*
2.	Shri Ajay Jain	Chairman	00065238	-	05.10.2019**
3.	Dr. Rajat Bhargava	Chairman	08529091	05.10.2019**	-
4.	Shri Hari Narayanan Murugan	Non-Executive Director	07582612	31.01.2020***	

*Company vide APGDC communication letter APGDC/CS/GGPL/2019-20/1 dated 05.08.2019 approved the cessation of Shri Koya Praveen at its Board Meeting held on 08th August, 2019.

ANNUAL REPORT

**Company vide APGDC Communication Letter APGDC/CS/GGPL/2019-20/2 dated 05.10.2019 approved the vacation of office of Shri Ajay Jain Chairman on nomination of new Chairman Dr. Rajat Bhargava at its Board Meeting held on 05.10.2019.

***Shri Hari Narayanan Murugan was nominated as Non-Executive Director by APGDC vide communication Letter APGDC/CS/GGPL/2019-20/4 dated 03.12.2019 and further was appointed as Additional Director at subsequent Board Meeting held on 31.01.2020

The material changes in the composition of Board of Directors and Key Managerial Personnel during financial year ended March 31, 2020 to the date of signing of the Board's Report is as below:

Dr. Rajat Bhargava, Chairman ceased to be Director and Chairman of the company w.e.f 1st May 2020 on nomination of Shri R. Karikal Valaven as Director and Chairman by APGDC.

Shri R Chadha, Managing Director ceased to be managing director of the company w.e.f 20th July 2020 on nomination of Shri Varatharajan Govindaraj as Managing Director by APGDC.

Shri Venkata Subbarao Pendem, Chief Financial Officer vacated the office w.e.f 30th July 2020 on nomination of Shri Antarjyami Sahu as Chief Financial Officer by HPCL.

BOARD MEETINGS

The Board meets at the regular interval to review the Company's business and discuss its strategy and plans. During the period year under review, the Board met 4 times viz., on 25.04.2019, 08.08.2019, 05.10.2019 and 31.01.2020.

Details of attendances are as under:

Sr. No.	Director	No. of Board Meetings	
		Held	Attended
1.	Shri Ajay Jain	2	0
2.	Dr. Rajat Bhargava	2	1
3.	Shri Raman Chadha	4	4
4.	Shri Koya Praveen	1	0
5.	Shri Dilip Kumar Pattanaik	4	4
6.	Shri Sai Kumar Suri	4	4
7.	Shri Hari Narayanan Murugan	1	0

INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

The Company itself is a Joint Venture Company of APGDC and HPCL in the ratio of 74:26. Further, The Company has no Subsidiary Company and Associate Companies.

ANNUAL REPORT

DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Pursuant to the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, it is necessary to disclose the complaints received regarding the same during the year under review, wherever there are 10 or more employees in the Company. However, the Company has not received any complaints during the year on such cases and neither is there any case pending to be disclosed.

During the Financial Year 2019-20, the Company has not received any complaints of sexual harassment.

INTERNAL CONTROL AND THEIR ADEQUACY

The Company has an internal control system, commensurate with the size, scale and complexity of its operations and efficient conduct of its business, including adherence to company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of reliable financial information..

There are adequate controls relating to strategic, operational, environmental and quality related aspects too.

While these controls have been effective through-out the year, these are reviewed on a periodic basis for any changes/ modifications to align to business needs.

RISK MANAGEMENT POLICY

The Company has initiated procedure for risk assessment and its minimization. The Company has identified the areas and steps have been taken to minimize risk wherever possible.

VIGIL MECHANISM

The Company has initiated procedure for establishment of vigil mechanism policy and same will be updated on website.

SECRETARIAL STANDARD

The Management has observed and ensured all possible compliance of applicable Secretarial Standards SS-1- on Meetings of Board and SS-2 on Annual General Meeting.

PARTICULARS OF LOANS, INVESTMENTS, GUARANTEES AND SECURITIES UNDER SECTION 186

The Company has not granted any loan, guarantee or made any investments during the year ended 31st March 2020 under Section 186 of the Companies Act, 2013 read with Rule 11 of the Companies (Meetings of Board and its Powers) Rules, 2014.

ANNUAL REPORT

EXTRACT OF ANNUAL RETURN

As required pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of Annual Return in **Form MGT-9** is annexed as a part of this Report as **Annexure -1**.

RELATED PARTY TRANSACTIONS

There were no materially significant related party transactions entered during the year by your Company. All the related party transactions during the year were entered in the ordinary course of business and on arm's length basis. Particulars of contract or arrangement with related parties is Annexed herewith in **Form AOC-2** as **Annexure-2** in terms of Section 134 of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014.

Material Changes and Commitment, If Any, Affecting the Financial Position of the Company which have occurred between the end of the Financial Year of the Company to which the Financial Statement related and the date of report

There are no Material changes and commitments in the business operations of the Company from the financial year ended March 31, 2020 to the date of signing of the Board's Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO

The Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo pursuant to provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of Companies (Account) Rules, 2014:

A. Conservation of Energy:

While continuing to believe in philosophy of Energy saved is Energy produced, adequate measures commensurate with the business operations have been taken to reduce and conserve the energy consumption by utilizing energy efficient equipment whenever required and has also planning to use alternate renewable sources.

B. Technology Absorption:

Research and Development (R&D): Nil

Technology absorption, adoption and innovation: Nil

ANNUAL REPORT

C. Foreign Exchange Earning and Outgo:

Foreign Exchange Earnings: Nil

Foreign Exchange Outgo: Nil

CORPORATE SOCIAL RESPONSIBILITY

The Company is not falling under the criteria as mentioned in the Section 135 of the Companies Act, 2013 and rules made thereof which specifies the requirement of forming the Corporate Social Responsibility Committee.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

There have been no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(3)(c) and 134(5) of the Act, Directors of your Company state and confirm that:

- a. In the preparation of the annual accounts for the financial year 2019-20, the applicable accounting standards have been followed and there are no material departures from the same;
- b. The Directors had 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 as at March 31, 2020 and of the profit and loss of the Company for year ended on that date;
- c. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safe guarding the
- d. The Directors had prepared the annual accounts on a going concern basis; and
- e. The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- f. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

ANNUAL REPORT

PARTICULARS OF EMPLOYEES

During the financial year 2019-20, no employee, whether employed for whole or part of the year, was drawing remuneration exceeding the limits mentioned under Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of (Managerial Personnel) Rules, 2014.

CAUTIONARY NOTE

This report contains certain “forward-looking statements” within the meaning of applicable laws and regulations. Actual results may vary significantly from the statements contained in this document due to various risks and uncertainties. The Company does not undertake to update these statements.

ACKNOWLEDGMENTS

The Board of Directors wish to place on record sincere thanks and gratitude to the Government of Andhra Pradesh, Government of India, its bankers, institutions, suppliers and appreciation for the commitment, dedication and hard work done by the employees of the Company. The directors also wish to express their heart felt gratitude to the stakeholders for their continued support to the company.

Date: 23/12/2020

Place: Visakhapatnam

**For and on behalf of
Godavari Gas Private Limited**

Varatharajan Govindaraj	Dilip Kumar Pattaniak
Managing Director	Director
DIN: 08552938	DIN: 07540032

Annexure-I**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDERSECTION 143(6) (B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF GODAVARI GAS PRIVATE LIMITED FOR THE YEAR ENDED 31ST MARCH 2020.**

The preparation of financial statements of Godavari Gas Private Limited for the year ended 31st March 2020 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under section 139 (5) of the Act are responsible for expressing opinion on these 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 15.06.2020.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Godavari Gas Private Limited for the year ended 31 March 2020 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 the 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 auditor's report under section 143(6)(b) of the Act.

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

**PLACE: HYDERABAD
DATE: 14-12-2020**

**Sd/-
(RAJANI SANKARAN)
Principal Accountant General/AUDIT**

Annexure-II
FORM NO. MGT.9
EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31.03.2020

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

II. CIN: - U40300AP2016PTC104159

ii) Registration Date: 27/09/2016

iii) Name of the Company: GODAVARI GAS PRIVATE LIMITED

iv) Category / Sub-Category of the Company: Company limited by shares/ Non-govt. Company

v) Class of company: Private Company

vi) Address of the registered office and contact details #85-06-23/2, 2nd Floor, Morampudi Junction, Near Indian Oil Petrol Bunk, and Rajahmundry East Godavari AP 533107

Phone No: 0883 2476111 Email ID: info@godavarigas.in

vii) Whether listed company: -No

viii) Name, Address and Contact details of Registrar and Transfer Agent, if any:- NA

III. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacture of gas; distribution of gaseous fuels through mains	3520	100%

IV. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. No	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary/Associate	% Of Shares Held	Applicable Section
1	Andhra Pradesh Gas Distribution Corporation Limited Address: Door No. 70-14-5/1, Siddarth	U11100AP2011SGC106844	Holding	74%	Section 2(46)

	Nagar, Near RTO Office Kakinda East Godavari AP 533003 IN				
2.	Hindustan Petroleum Corporation Limited Address: Petroleum House 17 Jamshedji Tata Road Churchgate Mumbai- 400020	L23201MH1952GOI008858	Associate	26%	Section 2(6)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 1 st April, 2019)				No. of Shares held at the end of the year (As on 31 st March, 2020)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.Promoters									
(1) Indian	-	-	-	-	-	-	-	-	-
a) Individual/ HUF	-	-	-	-	-	-	-	-	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	31500000	31500000	100%	-	61825550	61825550	100%	-
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other..	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-									
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-									
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	31500000	31500000	100%	-	61825550	61825550	100%	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-

ANNUAL REPORT

Category of Shareholders	No. of Shares held at the beginning of the year (As on 1 st April, 2019)				No. of Shares held at the end of the year (As on 31 st March, 2020)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B) = (B)(1) + (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	31500000	31500000	100%	-	61825550	61825550	100%	-

(ii) Shareholding of Promoters

SIN o.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1	Andhra Pradesh Gas Distribution Corporation Limited	23310000	74%	-	45750907	74%	-	0.00%
2	Hindustan Petroleum Corporation Limited	8190000	26%	-	16074643	26%	-	0.00%
	Total	31500000	100%	-	61825550	100%	-	0.00%

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year (01/04/2019)		Cumulative Shareholding during the year(31/03/2020)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Andhra Pradesh Gas Distribution Corporation Limited				
	At the beginning of the year	2,33,10,000	74%	2,33,10,000	74%
	Increase on allotment of shares on right issue of shares basis as on 11.12.2019	1,24,50,907	74%	1,24,50,907	74%
	Increase on allotment of shares on right issue of shares basis as on 31.01.2020	99,90,000	74%	99,90,000	74%
	At the End of the year	4,57,50,907	74%	4,57,50,907	74%
2.	Hindustan Petroleum Corporation Limited				
	At the beginning of the year	81,90,000	26%	81,90,000	26%
	Increase on allotment of shares on right issue of shares basis as on 11.12.2019	43,74,643	26%	43,74,643	26%
	Increase on allotment of shares on right issue of shares basis as on 31.01.2020	35,10,000	26%	35,10,000	26%
	At the End of the year	1,60,74,643	26%	1,60,74,643	26%

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NA			
	Date wise Increase/Decrease in Share holding during the yearspecifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/sweat equity etc):				
	At the End of the year (or on the date of separation, if separated during the year)				

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NA			
	Date wise Increase / Decrease in Share holding during the yearspecifying the reasons for increase / decrease (e.g.allotment / transfer / bonus/ sweat equity etc):				
	At the End of the year				

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Amt. Rs./Lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	3119.29	-	-	3,119.29
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	22.87	-	-	22.87

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Total (i+ii+iii)	3,142.17			3,142.17
Change in Indebtedness during the financial year				
• Addition	10,666.72	-	-	10,666.72
• Reduction	-	-	-	-
Net Change	10,666.72	-	-	10,666.72
Indebtedness at the end of the financial year				
i) Principal Amount	9,907.58	-	-	9,907.58
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	759.17	-	-	759.17
Total (i+ii+iii)	10,666.75	-	-	10,666.75

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amt. Rs./Lacs)

Sl. no.	Particulars of Remuneration	Name of MD/WT/ Manager				Total Amount
		Shri Raman Chadha (Managing Director)				
1.	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	18.92	-	-	-	18.92
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NIL	-	-	-	-
2.	Stock Option	NIL	-	-	-	-
3.	Sweat Equity	NIL	-	-	-	-
4.	Commission	NIL	-	-	-	-
	- as % of profit					
	- others, specify...					
5.	Others, please specify	NIL	-	-	-	-
	Total (A)	18.92	-	-	-	18.92
	Ceiling as per the Act					

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors						Total Amount
								
1.	Independent Directors	NA						NA
	- Fee for attending board committee meetings - Commission - Others, please specify							
	Total (1)							NIL
2.	Other Non-Executive Directors	Shri Ajay Jain (Chairman) (w.e.f 01.04.2019 till 05.10.2019)	Dr Rajat Bhargava (Chairman) (w.e.f from 05.10.2019 till 31.03.2020)	Shri Dilip Kumar Pattanaik (Non Executive Director)	Shri Sai Kumar Suri (Non Executive Director)	Dr. Koya Praveen (Non-Executive Director) (w.e.f 01.04.2019 till 08.08.2019)	Shri Hari Narayanan Murugan (Non executive Director) (w.e.f 31.01.2020 till 31.03.2020)	
	- Fee for attending board committee meetings - Commission - Others, please specify	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Total (2)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Total (B) = (1 + 2)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL	NIL	18.92
	Overall Ceiling as per the Act							

B. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

(Amt. Rs./Lacs)

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Shri Venkata Subbarao Pendem CFO	Sushri Shikha CS	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	33.93	6.06	39.99

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Shri Venkata Subbarao Pendem CFO	Sushri Shikha CS	Total
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2.	Stock Option	-	NIL	NIL	NIL
3.	Sweat Equity	-	NIL	NIL	NIL
4.	Commission - as % of profit - others, specify...	-	NIL	NIL	NIL
5.	Others, please specify	-	2.52	1.41	3.93
	Total		36.44	7.47	43.91

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/CO URT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty					
Punishment					
Compounding					

Date: 23/12/2020

Place: Visakhapatnam

 By the order of
 Godavari Gas Private Limited

Varatharajan Govindaraj	Dilip Kumar Pattaniak
Managing Director	Director
DIN: 08552938	DIN: 07540032

Annexure-III
Particulars of contracts/arrangements entered into by the company with related parties
Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis

There were no contracts or arrangements or transactions entered into during the financial year 2019-20, which was not at arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis

S. No	Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	date(s) of approval by the Board	Amount paid as advances, if any
1.	Andhra Pradesh Gas Distribution Corporation Limited (APGDC)	Purchase of Tangible Fixed Assets of CNG Mother Station in Kovvur	Nil	The related party transactions during the year were in the ordinary course of business and on arm's length basis.	Since all the related party transactions are in ordinary course of business and on arm's length basis, approval of board is not required	6,14,04,904
		Salary/ other benefits to deputed man power				2,06,28,313

ANNUAL REPORT

2.	Hindustan Petroleum Corporation limited (HPCL)	Salary/ other benefits to deputed man power	Nil			1,14,14,963
		Stores at Ravulapalem				11,50,500
		Sale of Natural Gas-CNG				1,91,42,854
3.	GAIL India Limited	Purchase of Natural Gas	Nil			10,02,33,136
		Capital Advance for Hookup Charges				3,01,78,000
		Permission Charges for Pipeline				6,03,112

Date: 23/12/2020
Place: Visakhapatnam

For and on behalf of
Godavari Gas Private Limited

Shri Varatharajan Govindaraj
Managing Director
DIN: 08552938

Shri Dilip Kumar Pattanaik
Director
DIN: 07540032

INDEPENDENT AUDITORS' REPORT**To the Members of M/s. Godavari Gas Private Limited
Report on the Ind AS Financial Statements****Opinion**

We have audited the accompanying Ind AS financial statements of M/s. Godavari Gas Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit And Loss (Including Other Comprehensive Income) The Statement of Cash Flows And Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 states of affairs of the company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Audit specified under section 143(10) of the Act ("the SAs"). Our responsibilities under those Standards are further described in the Auditor's responsibilities for the Audit of the 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 (the "ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Management's Responsibility for 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 preparation of these Ind AS financial Statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in the equity of the company in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness the accounting records, relevant to the preparation and presentation of the Ind AS financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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. The Board of Directors are responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the 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 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 judgement and maintain professional skepticism throughout the audit. We also:

- Identify and access the risks of material misstatement of 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, 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 the significant audit findings, including the any significant deficiencies in internal control that we identify during the 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 section 143(11) of the Act, we give in "Annexure-A" a statement on the matters specified in paragraphs 3 and 4 of the order.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which are to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of these books.
 - c. The Balance Sheet, The Statement of Profit and Loss, the statement of Cash Flows and the Statement of changes in the Equity dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of sections 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in "Annexure -B".
 - g. With respect to the 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

ANNUAL REPORT

3. As required under section 143(5) of the Act, following are the observations on directions issued by the Comptroller and Auditor-General of India.
- The company is having existing system of accounting under Tally ERP through which all the accounting transactions are taken place. However, the material/inventory management is separately tracked and accounted in tally. The company has implemented SAP in the current financial year and started processing accounting transactions in SAP. In house billing Collection software is under development for processing and monitoring PNG billing transactions. All these activities shall be integrated to SAP in future period.
 - There is no case of restructuring of existing loan, waiver/write off of debts/loans/interests etc.,
 - As per information, explanation and records produced for verification, there are no funds received/receivable for any specific schemes from central government/state agencies.

For **SIVA KRISHNA & NARAYAN**
Chartered Accountants
Firm Registration No: 03883S

R.V.N. SASTRY, FCA
Membership No: 206635

PLACE: Visakhapatnam

DATE: 15.06.2020

ANNEXURE-A to the Independent Auditors' Report**Referred to in Report on other Legal and Regulatory requirements of the Independent Auditors' Report of even date to the members of Godavari Gas Pvt. Ltd. on the financial statements as of and for the year ended 31st March 2020:**

1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As Explained to us, these fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies have been noticed on such physical verification.
(c) According to the information and explanations given by the management, the title deeds of immovable properties included in tangible assets are held in the name of the Company.
2. (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.

(b) On the basis of our examination of the inventory records, the company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records have been properly dealt with by the company.
3. According to the information and explanation given 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 act. Accordingly, the clauses (iii) (a), (iii) (b) and (iii) (c) of paragraph 3 of the Order are not applicable to the company.
4. There are no loans, investments, guarantees and security to which provisions of section 185 and 186 of the Act are applicable. Accordingly, the clause (iv) of paragraph 3 of the Order is not applicable to the Company.
5. As explained to us, the Company has not accepted any deposits to which directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under are applicable. Accordingly, clause (v) of paragraph 3 of the Order is not applicable to the Company.
6. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its services. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate and complete.
7. a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company has generally been regular in depositing undisputed statutory dues including provident funds, employees' state insurance, income-tax, sales-tax, service-tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, applicable to it with the appropriate authorities. According to the information and explanations given to us, there were no undisputed statutory dues which have remained outstanding as at 31st March, 2019 for a period more than six months from the date they became payable.

- b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income tax or sales tax or services tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute.
8. According to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted in repayment of dues to bank. The company has not borrowed any moneys from any financial institution or government or debenture holders.
 9. In our opinion and according to the information and explanations given to us, the term loans have been applied by the company for the purposes for which the same were obtained. The company has not raised any moneys by way of initial public offer or further public offer (including debt instruments).
 10. On the basis of our examination and according to the information and explanations given to us, no fraud, by the Company or any fraud on the company by its officers or employees has been noticed or reported during the year.
 11. The company is a Private Limited Company. Accordingly, the clause (xi) of paragraph 3 of the Order relating to the payment or provision of managerial remuneration in accordance with requisite approvals mandates by the provisions of section 197 read with Schedule V to the Act is not applicable to the Company.
 12. The Company is not a Nidhi Company. Accordingly, the clause (xii) of paragraph 3 of the order is not applicable to the Company.
 13. According to the information and explanations given to us and the records of the company examines by us, all transactions with related parties are in compliance with Section 177 and 188 of the Act where applicable and the details have been disclosed in the Financial Statements as required by the applicable Accounting Standards.
 14. According to the information and explanations given to us and the records of the Company examined by us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
 15. According to the information and explanations given to us and the records of the Company examined by us, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the clause (xv) of paragraph 3 of the Order relating to the compliance to the provisions of section 192 of the Act is not applicable to the Company.
 16. The Company is not required to be registered under section 45-1A of the Reservation Bank of India Act, 1934. Accordingly, the clause (xvi) of paragraph 3 of Order is not Applicable to the Company.

For SIVA KRISHNA & NARAYAN
Chartered Accountants
Firm Registration No:03883S

R.V.N.SASTRY, FCA
Membership No:206635

PLACE: Visakhapatnam

DATE: 15.06.2020

ANNUAL REPORT

ANNEXURE-B to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause i of Sub-section 3 of Section 143 of the Companies Act 2013 ("the Act") referred to in Report on Other Legal and Regulatory requirements of the Independent Auditors' Report of even date

We have audited the internal financial controls of M/s. GODAVARI GAS PRIVATE LIMITED ("the Company") as of March 31, 2020 in conjunction with our audit of the Ind AS 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 (ICAI). 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 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 Act.

Auditor's 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 deemed to be prescribed under section 143(10) of the Act, 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 ICAI. 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 judgement, including the assessment of the risks of material misstatements 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 assurance

ANNUAL REPORT

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected Also projections of any evaluation of the internal financial controls over financial 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, 2018 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For SIVA KRISHNA & NARAYAN

Chartered Accountants

Firm Registration No: 03883S

R.V.N. SASTRY, FCA

Membership No: 206635

PLACE: Rajahmundry

DATE: 15.06.2020

GODAVARI GAS PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2020

(Amount in Rs.)			
PARTICULARS	Note No.	As at March 31, 2020	As at March 31, 2019
ASSETS			
Non-Current Assets			
(a) Property, Plant & Equipment			
(i) Tangible assets	4	29,67,87,757	9,78,64,810
(ii) Intangible assets	4	47,21,130	23,35,201
(iii) Capital work-in-progress	5	1,41,35,15,696	52,52,72,290
(iv) Intangible assets under development		12,75,000	9,58,501
(b) Other non-current assets	6	14,61,54,827	6,09,40,396
(c) Deferred Tax Asset (Net)	17	-	-
		1,86,24,54,410	68,73,71,198
Current Assets			
(a) Inventories	7	29,85,972	17,61,643
(b) Financial Assets			
(i) Trade Receivables	8	76,07,094	84,99,167
(ii) Cash & Cash Equivalents	9	80,86,261	6,87,41,431
(iii) Bank Balances other than (ii) above	10	1,46,72,322	1,55,85,416
(iv) Others	11	34,76,269	7,43,045
(c) Other Current Assets	12	8,64,070	7,41,557
		3,76,91,988	9,60,72,259
TOTAL ASSETS		1,90,01,46,398	78,34,43,457
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	13	61,82,55,500	31,50,00,000
(b) Other Equity	14	(4,39,29,709)	(1,88,92,132)
		57,43,25,791	29,61,07,868
Liabilities			
Non Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	15	1,06,66,75,068	31,42,16,579
(ii) Other Financial Liabilities		-	-
(b) Provisions	16	39,406	14,518
(c) Deferred Tax Liability (Net)	17	1,47,62,501	31,21,881
(d) Other Non Current Liabilities		-	-
		1,08,14,76,975	31,73,52,978
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade payables	18	93,37,729	1,13,98,514
(iii) Other Financial liabilities	19	23,33,49,650	15,84,14,109
(b) Other Current Liabilities	20	15,12,526	1,44,836
(c) Provisions	21	1,43,727	25,152
(d) Current tax liabilities (Net)	22	-	-
		24,43,43,632	16,99,82,611
TOTAL EQUITY AND LIABILITIES		1,90,01,46,398	78,34,43,457
		-	-

The accompanying notes form an integral part of the financial statements.

ANNUAL REPORT

As per our report of even date

For and on behalf of the Board

For Siva Krishna & Narayan

Chartered Accountants

Registration No. 03883S

Sd/-

P Venkata Subbarao
Chief Financial Officer
PAN - BSSPS8930G

Sd/-

Shikha
Company Secretary
PAN - GRPPS3230G

Sd/-

Partner : R.V.N. SASTRY, FCA

M.No : 206635

Sd/-

R Chadha
Managing Director
DIN - 06842809

Sd/-

Dilip K Pattanaik
Director
DIN - 07540032

Place: Rajahmundry

Date : 15.06.2020

GODAVARI GAS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020

(Amount in Rs.)

PARTICULARS	Note No.	For the year ended March 31, 2020	For the year ended March 31, 2019
I Revenue			
Revenue from Operations	23	13,81,88,842	5,40,33,565
Other Income	24	28,55,850	13,90,934
Total Revenue		14,10,44,693	5,54,24,499
II Expenses			
Cost of materials consumed	25	1,25,56,010	88,48,944
Purchase of Stock In trade		7,51,54,427	2,21,42,392
Changes in Inventories of Finished Goods		-	-
Work - in - Progress and Stock in trade		-	-
Excise Duty on Sale of CNG		24,83,138	11,75,203
Employee Benefit Expenses	26	71,36,208	8,33,311
Finance Cost	27	87,72,087	-
Depreciation & Amortization Expenses	4A	1,00,59,339	30,75,225
Other Expenses	28	3,82,80,441	2,56,56,887
Total Expenses		15,44,41,650	6,17,31,962
Profit before exceptional and extraordinary		(1,33,96,957)	(63,07,463)
Exceptional items		-	-10,82,195
a) Expenses incidental to Land Acquisition transf to CWIP		-	-
Profit before tax		(1,33,96,957)	(52,25,268)
Tax Expense:			
(i) Current Tax			
(ii) Deferred Tax		1,16,40,620	31,62,146
Profit/ (Loss) for the Period		(2,50,37,577)	(83,87,414)
Other Comprehensive Income			
A: (i) Items that will not be reclassified to profit or loss in subsequent periods		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B: (i) Items that will be reclassified to Profit & Loss		-	-
(ii) Income tax relating to items that will be reclassified		-	-
Other Comprehensive Income for the Year		-	-
Total Comprehensive Income for the Year		(2,50,37,577)	(83,87,414)
Earnings per Equity Share			
Basic and Diluted Earnings Per Equity Share of Rs.10 each	29	(0.40)	(0.27)

The accompanying notes form an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

For Siva Krishna & Narayan

Sd/-

Sd/-

Chartered Accountants
Registration No. 03883SP Venkata Subbarao
Chief Financial Officer
PAN - BSSPS8930GShikha
Company Secretary
PAN - GRPPS3230G

Sd/-

Partner : R.V.N. SASTRY, FCA

Sd/-

Sd/-

M.No : 206635

R Chadha
Managing Director
DIN - 06842809Dilip K Pattanaik
Director
DIN - 07540032Place: Rajahmundry
Date : 15.06.2020

GODAVARI GAS PRIVATE LIMITED
STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED MARCH 31, 2020

(Amount in Rs.)		
Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
A CASH FLOW FROM OPERATING ACTIVITIES:		
Profit/(Loss) before tax	(1,33,96,957)	(52,25,268)
Adjustments to reconcile net profit to net cash provided by operating activities		
Depreciation	1,00,59,339	30,75,225
Changes in assets and liabilities		
(Increase)/Decrease in Current Assets		
(i) Inventories	(12,24,329)	(17,42,193)
(ii) Trade receivables	8,92,073	(58,45,810)
(iii) Other financial assets	(18,20,130)	(11,80,082)
(iv) Other current assets	(1,22,513)	(6,90,057)
Increase/(Decrease) in Current Liabilities		
(v) Trade payables	(20,60,785)	7,61,87,454
(vi) (Increase)/Decrease in other financial liabilities	7,49,35,541	(4,60,968)
(vii) Increase/(Decrease) in other current Liabilities	14,86,265	39,76,010
(viii) Increase/(Decrease) in other Non current Liabilities	24,888	14,518
	7,21,11,010	7,02,58,872
Cash Generated from Operations	6,87,73,392	6,81,08,829
Income taxes refund / (paid)	-	-
Net Cash from Operating Activities (A)	6,87,73,392	6,81,08,829
B CASH FLOW FROM INVESTING ACTIVITIES:		
Investment in Fixed assets	(21,13,68,214)	(7,29,02,800)
Investment in CWIP	(88,85,59,905)	(38,92,91,993)
Investment in other non-current assets (Capital advances)	(8,52,14,431)	(10,17,877)
Net Cash from Investing Activities (B)	(1,18,51,42,550)	(46,32,12,670)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Long term Loans raised	75,24,58,489	24,68,86,800
Equity capital raised	30,32,55,500	21,50,00,000
Net Cash from Financing Activities (C)	1,05,57,13,989	46,18,86,800
Net Increase/(Decrease) in Cash & Cash Equivalents (A)+(B)+(C)	(6,06,55,169)	6,67,82,959
Cash and Cash Equivalents As At Beginning of the Year	6,87,41,431	19,58,472
Cash and Cash Equivalents As At End of the Year	80,86,261	6,87,41,431

Notes

- i) The above Cash Flow Statement has been prepared under the 'Indirect Method' in accordance with Ind AS - 7 Statement of Cash Flows
- ii) Figures in brackets are outflows / deductions.
- iii) Cash and cash equivalents represent bank balances.

As per our report of even date

For and on behalf of the Board

For Siva Krishna & Narayan
 Chartered Accountants
 Registration No. 03883S

Sd/-
P Venkata Subbarao
 Chief Financial Officer
 PAN - BSSPS8930G

Sd/-
Shikha
 Company Secretary
 PAN - GRPPS3230G

Sd/-

Partner : R.V.N. SASTRY, FCA
 M.No : 206635

Sd/-
R Chadha
 Managing Director
 DIN - 06842809

Sd/-
Dilip K Pattanaik
 Director
 DIN - 07540032

Place: Rajahmundry
 Date : 15.06.2020

GODAVARI GAS PRIVATE LIMITED
STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED MARCH 31, 2020

(A) EQUITY SHARE CAPITAL

For the period ended March 31, 2020

Particulars	For year ended March 31, 2020		For year ended March 31, 2019	
	No. of Shares	Amount in Rs	No. of Shares	Amount in Rs
Equity shares of Rs. 10 each issued, subscribed and fully paid				
Balance at the beginning of the reporting period	3,15,00,000	31,50,00,000	3,15,00,000	31,50,00,000
Changes in equity share capital during the year	3,03,25,550	30,32,55,500	-	-
Balance at the end of the reporting period	6,18,25,550	61,82,55,500	3,15,00,000	31,50,00,000

(B) OTHER EQUITY

For the period ended March 31, 2020

Reserves and Surplus

(Amount in Rs.)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Retained Earnings		
Balance at the beginning of the reporting period	(1,88,92,132)	(1,05,04,718)
Profit / (Loss) for the year (Note - 14)	(2,50,37,577)	(83,87,414)
Other Comprehensive Income for the Year	-	-
Balance at the end of the reporting period	(4,39,29,709)	(1,88,92,132)

The accompanying notes form an integral part of the financial statements.

As per our report of even date

For and on behalf of the Board

For Siva Krishna & Narayan
 Chartered Accountants
 Registration No. 03883S

Sd/-
P Venkata Subbarao
 Chief Financial Officer
 PAN - BSSPS8930G

Sd/-
Shikha
 Company Secretary
 PAN - GRPPS3230G

Sd/-

Partner : R.V.N. SASTRY, FCA
 M.No : 206635

Sd/-
R Chadha
 Managing Director
 DIN - 06842809

Sd/-
Dilip K Pattanaik
 Director
 DIN - 07540032

Place: Rajahmundry
 Date : 15.06.2020

GODAVARI GAS PRIVATE LIMITED**NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st March 2020.****1. Reporting Entity**

Godavari Gas Private Limited (GGPL/the “Company”) is a company domiciled in India with registered office, in Rajahmundry, Andhra Pradesh.

GGPL was promoted as a joint venture company between Andhra Pradesh Gas Distribution Corporation Limited (‘APGDC’) and Hindustan Petroleum Corporation Limited (‘HPCL’) to carry on all or any business of storage, supply, sale, distribution and marketing of Compressed Natural Gas (CNG) as fuels for vehicles, Piped Natural Gas for domestic/commercial/industrial purposes in the states of Andhra Pradesh.

2. Basis of preparation of financial statement**(a) Statement of compliance:**

- i) The financial statements have been prepared in accordance with Indian Accounting Standards (“Ind AS”) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- ii) Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.
- iii) The financial statements were authorised for issue by the Board of Directors on 28th April 2020.

(b) Functional and presentation currency:

- i) These financial statements are presented in INR, which is the Company’s functional currency. All financial information presented in INR has been rounded to the nearest rupees.

(c) Use of estimates and judgements:

- i) The preparation of the financial statements in conformity with Ind ASs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.
- ii) Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Significant accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, unless otherwise indicated.

(a) **Inventories:**

- i) Inventories are measured at the lower of cost and net realisable value.
- ii) 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.
- iii) Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

(b) **Income Tax:**

- i) Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in the statement of profit and loss except relating to items recognised directly in equity or in other comprehensive income.
- ii) Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.
- iii) Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.
- iv) Deferred tax is not recognised for the following temporary differences: the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit/ loss.
- v) Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.
- vi) Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.
- vii) A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which

they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(c) Property, Plant and Equipment:

- **Recognition and measurement**

- Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses.
- Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use and borrowing costs on qualifying assets.
- When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.
- Stores & Spares which meet the definition of property plant and equipment and satisfy the recognition criteria of Ind AS 16 are capitalized as property, plant and equipment.
- Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income in the statement of profit and loss.
- The capital work in progress includes material in transit / value of materials / equipment etc. received at site for use in the projects.
- The related expenditure incurred during the year, which is attributable to acquisition / construction of fixed assets/projects, is capitalized at the time of commissioning of such assets.

- **Subsequent Costs**

- The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of profit and loss as incurred.

- **Depreciation**

- Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

- ii) Depreciation is recognised in the statement of profit and loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Company will obtain ownership by the end of the lease term. Land is not depreciated.
- iii) The estimated useful lives for the current and comparative periods are determined with reference to Schedule II to the Companies Act, 2013. Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate

• Intangible assets

- i) Intangible assets are carried at cost net of accumulated amortization and accumulated impairment losses, if any. Internally generated intangibles, excluding development costs, are not capitalised and the related expenditure is reflected in Statement of Profit and Loss in the period in which the expenditure is incurred. Development costs are capitalised if technical and commercial feasibility of the project is demonstrated, future economic benefits are probable, the Corporation has an intention and ability to complete and use or sell the asset and the costs can be measured reliably.
- ii) The useful lives of intangible assets are assessed as either finite or indefinite.
- iii) Intangible assets with finite lives are amortised on straight line basis over their useful life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at each financial year end. The amortisation expense on intangible assets with finite lives and impairment loss is recognised in the statement of Profit & Loss.
- iv) Intangible assets with indefinite useful lives, such as 'right of way' which is perpetual and absolute in nature, are not amortised, but are tested for impairment annually. The useful lives are reviewed at each period to determine whether events and circumstances continue to support an indefinite useful life assessment for that asset. If not, the change in useful life from indefinite to finite is made on a prospective basis. The impairment loss on intangible assets with indefinite life is recognised in the Statement of Profit and Loss.

(d) Lease accounting- Leased Assets, liability & payments

The company has adopted IND AS 116 in accounting for leases in the place of IND AS 17 w.e.f 01.04.2019 and consequently various financial adjustments including but not limited creation of lease assets for right-of-use, lease liability, periodical depreciation, interest & principal repayment accrual in the place of recognizing lease payments on straight line basis over the lease term for all leases with a term of more than 12 months.

ANNUAL REPORT

(e) Revenue:

• Goods Sold:

- i) Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognised when persuasive evidence exists, usually in the form of an executed sales agreement, that the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably. If it is probable that discounts will be granted and the amount can be measured reliably, then the discount is recognised as a reduction of revenue as the sales are recognised.
- ii) The timing of the transfers of risks and rewards varies depending on the individual terms of the contract of sale, which generally coincides with the delivery of goods to the customers.

• Others:

- i) Insurance claims are accounted for on the basis of claims admitted/settled by the insurers.

(f) Employee Benefits:

• Defined contribution plans

- i) A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in the statement of profit and loss in the periods during which services are rendered by employees. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available. Contributions to a defined contribution plan that is due more than 12 months after the end of the period in which the employees render the service are discounted to their present value

• Defined Benefit Plans:

- i) A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit pension plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The discount rate is the yield at the reporting date on government bonds, in the absence of deep market for high quality corporate bonds that have maturity dates approximating the terms of the Company's obligations and that are denominated in the same currency in which the benefits are expected to be paid. The calculation is performed annually by a qualified actuary using the projected unit credit method.

- ii) To the extent that the benefits vest immediately, the expense is recognised immediately in the statement of profit and loss. The Company recognises all actuarial gains and losses arising from defined benefit plans in other comprehensive income.

- **Other long-term employee benefits**

- i) The Company's net obligation in respect of long-term employee benefits other than pension plans is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is the yield at the reporting date on government bonds, in the absence of deep market for high quality corporate bonds that have maturity dates approximating the terms of the Company's obligations. The calculation is performed using the projected unit credit method. Any actuarial gains/ losses are recognised in the statement of profit and loss in the period in which they arise.

- **Short term employee benefits**

- i) Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

- (g) **Foreign currency**

- i) Transactions in foreign currencies are translated to functional currencies of Company at exchange rates at the dates of the transactions.
- ii) Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortised cost in foreign currency translated at the exchange rate at the end of the reporting period.
- iii) Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined.
- iv) Foreign currency differences arising on retranslation are recognised in the statement of profit and loss.
- v) Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

(h) Provisions

- i) A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

(i) Impairment**• Financial assets (including receivables)**

- i) A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.
- ii) Objective evidence that financial assets are impaired can include default or delinquency by a debtor, restructuring of an amount due to the Company on terms that the Company would not consider otherwise, indications that a debtor or issuer will enter bankruptcy, or the disappearance of an active market for a security.
- iii) In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss for trade receivables
- iv) The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables
- v) ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss. This amount is reflected in a separate line in the statement of profit and loss as an impairment gain or loss.

• Non-Financial Assets

- i) The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated each year at the same time.
- ii) The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit, or CGU").

- iii) The Company's corporate assets do not generate separate cash inflows. If there is an indication that a corporate asset may be impaired, then the recoverable amount is determined for the CGU to which the corporate asset belongs.
- iv) An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment losses recognised in respect of CGUs are allocated to reduce the carrying amounts of the other assets in the unit (group of units) on a pro rata basis.
- v) An impairment loss in respect of assets, impairment losses recognised in prior periods is assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(j) Financial Instruments:

• **Financial Assets**

- i) The Company initially recognises loans and receivables and deposits on the date that they are originated. All other financial assets are recognised initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument.
- ii) The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability. Financial assets and liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.
- iii) They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss.
- iv) The Company's financial assets include security deposits, cash and cash equivalents, trade receivables and eligible current and non-current assets. Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

• **Financial Liabilities**

- i) The Company initially recognises debt securities issued and subordinated liabilities on the date that they are originated. All other financial liabilities are recognised initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument.

- ii) The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire.
- iii) Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

iv) The Company has the following financial liabilities:

Loans and borrowings and trade and other payables: Such financial liabilities are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition these financial liabilities are measured at amortised cost using the effective interest method.

- **Share Capital**

- i) Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

(k) Finance Income and Finance Costs

- i) Finance income comprises interest income on funds invested, dividend income. Interest income is recognised as it accrues in the statement of profit and loss, using the effective interest method.
- ii) Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions, impairment losses recognised on financial assets. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in the statement of profit and loss using the effective interest method.

(l) Earnings per share

- i) The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares.
- ii) Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held.
- iii) Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares, which comprise of shares to be issued to APIIC as a consideration for land given to the Company.

ANNUAL REPORT

(m) Cash and Cash equivalents

- i) Cash and cash equivalents includes cash on hand, balances with banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(n) Non-Current Assets Held for Sale

- i) Non-current assets comprising assets and liabilities, that are expected to be recovered primarily through sale rather than through continuing use, are classified as held for sale. Immediately before classification as held for sale, the assets are remeasured in accordance with the Company's accounting policies. Thereafter generally the assets are measured at the lower of their carrying amount and fair value less cost to sell. Any impairment loss on initial classification as held for sale and subsequent gains or losses on re measurement are recognised in the statement of profit and loss. Gains are not recognised in excess of any cumulative impairment loss.

(o) New standards and interpretations not yet adopted

- i) A number of new standards, amendments to standards and interpretations are not yet effective for the year ended 31 March 2020, and have not been applied in preparing these financial statements. None of these is expected to have an effect on the financial statements of the Company.

GODAVARI GAS PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Note 4: Property, Plant and Equipment

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Property, Plant and Equipment (Note: 4A)	29,67,87,757	9,78,64,810
Intangible assets (Note: 4A)	47,21,130	23,35,201

Note 5: Capital Work In Progress

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
As at the beginning of the year	52,52,72,290	13,69,38,798
Additions during the year	1,09,60,34,629	45,87,11,675
Deductions during the year	20,65,16,223	7,03,78,183
As at the end of the year	1,41,47,90,696	52,52,72,290

Note 6: Other Non-current assets

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Capital Advances	12,92,24,245	4,03,69,506
Tap Off Charges	1,61,47,365	1,80,47,053
Bank Guarantee Commission	7,83,217	25,23,837
As at the end of the year	14,61,54,827	6,09,40,396

Note 7: Inventories

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Finished goods	1,01,240	1,47,361
Stores & Spares	28,84,732	16,14,282
As at the end of the year	29,85,972	17,61,643

Note 8: Current Trade Receivables

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Secured considered good	20,01,219	41,21,338
Unsecured considered good	56,05,875	43,77,829
Unsecured considered good, Which have significant increase in Credit Risk	5,88,159	-
Unsecured considered good, Credit Impaired	-	-
Less: Provision on Doubtful Debts	(5,88,159)	-
As at the end of the year	76,07,094	84,99,167

The above trade receivables include an amount of Rs. 29,61,529 outstanding from HPCL against supply of CNG.

Note 9: Cash & Cash Equivalents

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Balances with Banks		
- Current Account	55,064	4,63,66,316
- Other Bank Balances	80,31,197	2,23,75,115
Total	80,86,261	6,87,41,431

Note 10: Other Bank Balances

Particulars	As at March 31, 2020	As at March 31, 2019
Deposits For Margin Money With Banks	1,46,72,322	1,55,85,416
Total	1,46,72,322	1,55,85,416

Note 11: Other Current financial assets

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Bank deposits with less than 12 months maturity	-	-
Interest accrued but not paid	-	-
Income Tax Refund	2,57,510	2,73,474
Other Security Deposits	32,18,759	4,69,571
Total	34,76,269	7,43,045

Note 12: Other Current Assets

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Advance with employees including imprest advance	70,000	20,000
Other Prepaid Expenses	7,94,070	7,21,557
Total	8,64,070	7,41,557

Note 13: Share Capital

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Authorized:		
10,00,00,000 Equity Shares of Rs. 10 each	1,00,00,00,000	1,00,00,00,000
	1,00,00,00,000	1,00,00,00,000
Subscribed Capital		
6,18,25,550 Equity Shares of Rs. 10 each	61,82,55,500	31,50,00,000
	61,82,55,500	31,50,00,000
Issued and fully Paid-up:		
6,18,25,550 Equity Shares of Rs. 10 each	61,82,55,500	31,50,00,000
	61,82,55,500	31,50,00,000
Subscribed but not fully paid up:		
	-	-
	-	-

Rights, preferences and restrictions attached to Shares:

Equity Shares - The company has one class of Equity Shares having a par value of Rs.10 each, per share. Each Shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts in proportion to their shareholding.

Reconciliation of the number of shares outstanding at the beginning and at the end of reporting period:

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Equity Shares				
Number of Shares at the Beginning	3,15,00,000	31,50,00,000	1,00,00,000	10,00,00,000
Add: Equity shares issued	3,03,25,550	30,32,55,500	2,15,00,000	21,50,00,000
Balance at the Reporting Date	6,18,25,550	61,82,55,500	3,15,00,000	31,50,00,000

Shares held by Holding Company

Out of equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries/

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Andhra Pradesh Gas Distribution Corporation				
Equity Shares				
Number of Shares at the Beginning	2,33,10,000	23,31,00,000	74,00,000	7,40,00,000
Add: Equity shares issued	2,24,40,907	22,44,09,070	1,59,10,000	15,91,00,000
Balance at the Reporting Date	4,57,50,907	45,75,09,070	2,33,10,000	23,31,00,000

Shareholders holding more than five percent of holdings:

Particulars	As at March 31, 2020		As at March 31, 2019	
	No. of Shares	% Holdings	No. of Shares	% Holdings
Equity shares of Rs. 10 each fully paid up				
Andhra Pradesh Gas Distribution Corporation, Holding Company	4,57,50,907	74%	2,33,10,000	74%
Hindustan Petroleum Corporation Limited, an enterprise with significant influence	1,60,74,643	26%	81,90,000	26%
Total	6,18,25,550	100%	3,15,00,000	100%

Note 14: Other Equity		
	(Amount in Rs.)	
Particulars	As at March 31, 2020	As at March 31, 2019
Reserves and Surplus		
Retained Earnings		
Balance at the Beginning	(1,88,92,132)	(1,05,04,718)
Profit/(Loss) as per Statement of Profit and Loss	(2,50,37,577)	(83,87,414)
Balance at the Reporting Date	(4,39,29,709)	(1,88,92,132)
Total	(4,39,29,709)	(1,88,92,132)
Note 15: Borrowings		
	(Amount in Rs.)	
Particulars	31st March 2020	31st March 2019
A. Non-current borrowings		
Term loans from banks (secured)	1,06,66,75,068	31,42,16,579
	1,06,66,75,068	31,42,16,579
B. Current borrowings		
Term loans from banks (secured)*	-	-
	-	-
Amount included under other financial liabilities		
Total current borrowings	-	-
* current portion of long term borrowings		
C. Terms and repayment schedule		
Terms and conditions of outstanding borrowings are as follows:		
	(Amount in Rs.)	
Particulars	31st March 2020	31st March 2019
1. Secured bank loan in INR	1,06,66,75,068	31,42,16,579
Canara Bank		
-Effective rate of interest - 8.55% (Bank's one year MCLR +0.1%)		
Total borrowings	1,06,66,75,068	31,42,16,579
2. Repayment of secured bank loan borrowed from Canara bank comprising of Term loan		
3. The loan is repayable in 28 equal quarterly installments after a moratorium of 84 months from the initial draw down date. The year maturity of term loan is 30.09.2030		
D. Security for bank loans		
Under term loan agreement - Secured by first charge on fixed assets (movable and immovable) of the company, both present and		
Note 16: Provisions		
	(Amount in Rs.)	
Particulars	As at March 31, 2020	As at March 31, 2019
Provision for employee benefits	39,406	14,518
Total	39,406	14,518
Note 17: Deferred Tax Asset & liability		
	(Amount in Rs.)	
Particulars	As at March 31, 2020	As at March 31, 2019
Deferred Tax Liability	1,47,62,501	31,21,881
Deferred Tax Asset	-	-
Deferred tax liability/asset on account of temporary difference is recognised using tax rates and tax laws enacted or substantively enacted as on the Balance Sheet date		
Note 18: Trade Payables		
	(Amount in Rs.)	
Particulars	As at March 31, 2020	As at March 31, 2019
Trade Payables	-	-
Trade Payables - MSME	39,59,077	19,94,921
Trade Payables - Other than MSME	53,78,652	94,03,593
Total	93,37,729	1,13,98,514

ANNUAL REPORT

Note 19: Other Current Financial Liabilities

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Statutory liabilities		
Tax Deducted at Source	26,91,782	15,71,284
GST	1,35,578	40,540
VAT	3,97,603	3,24,139
Others	14,43,610	33,686
EMD & Security Deposits	2,66,36,761	1,44,21,161
Creditors for Capital Goods	-	-
Trade Payables - MSME	6,73,64,818	8,54,98,761
Trade Payables - Other than MSME	10,59,26,049	4,59,90,447
Others, not mentioned above	-	-
Related Parties		
Deputation Manpower	2,85,80,757	52,95,658
Rent-Stores	1,72,692	8,42,400
Others-APGDC Kovvur	-	43,96,033
Total	23,33,49,650	15,84,14,109

The above amounts include

- (i) Rs. 2,44,96,250/- received from M/s. Lixil India Sanitaryware Pvt Ltd towards security for proposed pipeline for providing Industrial Gas Supplies. Upon commissioning of the pipeline, the same shall be returned and replaced by BG.
- (ii) Payable to APGDC - Rs. 1,61,93,896/- towards deputation manpower cost, HPCL - Rs.1,23,86,861 towards deputation manpower cost & Rs.1,72,692 towards Warehouse rental at ravulapalem

Note 20: Other Current Liabilities

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Others	15,12,526	1,44,836
Total	15,12,526	1,44,836

Note 21: Provisions

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
Provision for employee benefits	1,43,727	25,152
	1,43,727	25,152

Note 22: Current tax liabilities (Net)

No provision of income tax has been made as the project is under construction/erection stage and substantial expenditure incurred are being capitalized.

Note 23: Sale of Products

(Amount in Rs.)

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
Sale of PNG	10,09,30,510	2,78,87,668
Sale of CNG	3,72,58,332	2,61,45,897
Total	13,81,88,842	5,40,33,565

Note 24: Other Incomes

(Amount in Rs.)

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
Interest On Others	25,93,465	13,74,302
Other incomes	2,51,725	16,632
Interest on Income Tax Refund	10,660	-
Total	28,55,850	13,90,934

Note 25: Cost of Materials Consumed

(Amount in Rs.)

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
Openig Stock	1,47,361	19,450
Cost of Materials Consumed	8,76,64,316	3,11,19,247
Less: Direct Sales	7,51,54,427	2,21,42,392
Less: Closing Stock	1,01,240	1,47,361
Total	1,25,56,010	88,48,944

Note 26: Employee Benefits Expense

(Amount in Rs.)

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
Salaries and Wages	21,81,520	7,37,374
Deputation Manpower Expenses-Appportioned	47,00,605	-
Contribution to Provident & Other Funds	2,29,195	81,419
Retirement Benefits Expense (Pension, gratuity, Etc.)	24,888	14,518
Total	71,36,208	8,33,311

The Above Deputation manpower expense- apportioned is a proportionate share of deputation manpower cost of deputation employees for the year 2019-20 from APGDC and HPCL who are working for both project and operational activities. Apportionment of deputation manpower cost of FY 2019-20 to P&L is done in the ratio of fixed assets to total non-current assets as at 31.03.2019 which works out to be 14.58%.

Note 27: Finance Cost

(Amount in Rs.)

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
Office Rent Lease Interest	1,31,950	-
Term Loan Interest Expenses	86,40,137	-
Total	87,72,087	-

The Above Term Loan Interest expense is a proportionate share of term loan interest for the year 2019-20 which is partly relating to capitalised fixed asset. Apportionment of term loan interest for the FY 2019-20 to P&L is done in the ratio of fixed assets to total non-current assets as at 31.03.2019 which works out to be 14.58%.

Note 28: Other Expenses

(Amount in Rs.)

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
Auditor's Remuneration		
- Statutory Audit Fees	60,000	47,200
- Tax Audit Fees	65,400	-
Filing Fees (ROC)	6,000	-
Bank Charges	22,443	22,346
Pre-incorporation expenses*	-	-
Power and Fuel	38,76,967	33,59,603
Support Staff - CNG Stations	41,62,661	26,39,020
Dispenser Maintenance	4,67,586	4,99,775
LCV Hiring Expenditure	49,85,637	30,63,759
Cascade Hydro Testing	-	3,14,706
Compressor Maintenance	58,68,280	38,41,473
PNG O&M	72,57,820	21,90,148
TCP - AMC Bhimadole	-	31,860
Manpower Cost of Support Staff - Office	30,02,322	28,14,346
Bank Guarantee Commission	20,66,422	19,55,972
Marketing & Advertisement	1,69,720	5,38,575
Professional Expenses	5,58,964	3,56,320
Insurance	11,84,036	3,77,567
Travelling Expenses	4,31,258	2,58,903
Conveyance and Reimbursement Expenses	31,009	-
Telephone & Internet Expenses	93,593	95,446
Tap Off Amortized	18,99,688	9,49,845
Printing & Stationery	2,25,968	3,47,635
Store Consumption Expenses	1,41,034	2,53,705
Office Rent	72,000	5,98,500
Pipeline Operation and Maintenance charges	4,73,312	3,43,922
General O & M Expenditure CNG Stations	1,45,647	1,83,818
Other Admin & Office Maintenance	4,24,515	5,72,443
Provision for Doubtful debts	5,88,159	-
Total	3,82,80,441	2,56,56,887

ANNUAL REPORT

Note 29: Earnings Per Share

Particulars	For the year ended March 31,2020	For the year ended March 31,2019
(i) Net (loss) as per the Statement of Profit & Loss available for Equity Shareholder	(2,50,37,577)	(83,87,414)
(ii) Weighted average number of equity shares used as denominator for calculating EPS	3,54,23,605	1,00,58,904
(iii) Basic and Diluted earnings per share (i/ii)	(0.71)	(0.83)
(iv) Nominal value of shares	10.00	10.00

Note 30: Accounting Policy

The accounting policy which was used in preparation of financial statements for the period ended 31st March 2019 has been consistently followed and there has been no change in the accounting policy used for preparation of financial statements for the period ended on 31st March 2020

Note 31: Contingent Liabilities and Capital and other commitments

(Amount in Rs.)

Particulars	As at March 31, 2020	As at March 31, 2019
1. Contingent Liabilities:		
(i) Payable to Promoter companies (APGDC & HPCL) incurred before incorporation of the company	-	-
(ii) Reimbursement of Manpower cost to APGDC	-	-
(iii) Guarantees given by GGPL	33,79,60,996	31,19,43,262
2. Capital and other Commitments:		
Estimated amount of contracts remaining to be executed on capital account, not provided for (net of advances)	1,82,72,45,272	2,13,89,77,046
Total	2,16,52,06,268	2,45,09,20,308

Note 32: Segment Information

As the company has only one identifiable segment and disclosure under "Ind AS-108 Segment Reporting" is not applicable.

Note 33: Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Note 34: Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers & Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which will come into effect from 1st April 2018. The effect on adoption of this Ind AS is expected to be insignificant.

Note 35: Ministry of Corporate Affairs ("MCA") has notified the Ind AS 116, Leases which is effect from 1st April 2019. The effect on adoption of this Ind AS is expected to be insignificant.

ANNUAL REPORT

Note 36: To the extent Micro and Small Enterprises have been identified, the outstanding balance, including interest thereon, if any, as at balance sheet date is disclosed on which Auditors have relied upon :

		(Amount in Rs.)	(Amount in Rs.)
S.No.	Particulars	2019-20	2018-19
1	Amounts payable to "suppliers" under MSMED Act, on 31/03/20:- - Principal	7,13,23,895	8,74,93,682
2	Amounts payable to "suppliers" under MSMED Act, beyond appointed day during F.Y 2019-20 (irrespective of whether it pertains to current year or earlier years) - Principal - Interest	-	-
3	Amount of interest due / payable on delayed principal which has already been paid during the current year (without interest or with part interest)	-	-
4	Amount accrued and remaining unpaid at the end of Accounting Year.	-	-
5	Amount of interest which is due and payable, which is carried forward from last year.	-	-

Note 37: RELATED PARTY DISCLOSURE

A Name and Relationship with Related Parties

1 Name of Related Parties

- i. APGDC
- ii. HPCL
- iii. GAIL Inda Ltd
- iv. GAIL Gas Ltd
- v. Government of AP entities APGIC, APGenco, APIIC

2 Key Management Personnel

- i. Managing Director
- ii. Chief Financial officer
- iii. Company Secretary

B Details of Transactions and outstanding balances with related parties:-

i. APGDC

No.	Nature of Transactions and outstanding balances	2019-20	2018-19
1	Transactions for the reporting period - Deputation Manpower Cost - Pre - Operative Expenses for Kowur	2,06,28,313 -	2,20,96,346 41,01,074
2	Payable to APGDC - towards furniture on behalf of GGPL - Salary / Other Benefits to Deputation Man power - towards Pre - Operative Expenses for Kowur - Purchases, sales, VAT diff and stock as on 31.12.16 at Kowur	- (1,61,93,816) - (2,94,959)	- (43,23,760) (41,01,074) (2,94,959)
	Receivable from / (Payable to) APGDC	(1,64,88,775)	(87,19,793)

i. HPCL			
No.	Nature of Transactions and outstanding balances	2019-20	2018-19
1	Transactions for the reporting period		
	- Deputation Manpower Cost	1,14,14,963	1,31,48,297
	- Sale of Natural Gas	1,91,42,854	1,39,97,195
	- Warehouse Rental	11,50,500	9,20,400
	- Civil Works		-
2	Payable to M/s. HPCL		
	- Towards Salary / Other Benefits to Deputation Manpower	(1,23,86,861)	(9,71,898)
	- Towards Stores at Ravulapalem	(1,72,692)	(8,42,400)
	- Receivable towards supplies made & civil works	-	23,84,620
	Receivable from / (Payable to) HPCL	(1,25,59,553)	5,70,322
ii. GAIL India Ltd			
No.	Nature of Transactions and outstanding balances	2019-20	2018-19
1	Transactions for the reporting period		
	Purchase of Natural Gas	10,02,33,136	3,11,19,247
	Capital advance Paid for Hook up charges	3,01,78,000	1,00,00,000
	Permission charges for Pipeline	6,03,112	2,59,600
2	Payable to M/s. GAIL		
	- Towards Steel Pipe line	(64,102)	-
	- Towards March 2nd fortnight supplies	(17,40,863)	(39,70,283)
	Receivable from / (Payable to) GAIL India Ltd	(18,04,965)	(39,70,283)
iv. Government of AP entities APGIC, APGenco, APIIC			
No.	Nature of Transactions and outstanding balances	2019-20	2018-19
1	NIL	-	-
	Receivable from / (Payable to) Government of AP entities	-	-
v. Key Management Personnel			
No.	Nature of Transactions and outstanding balances	2019-20	2018-19
1	Transactions for the reporting period		
	i. Company Secretary	8,47,996	2,98,872
2	Amount Outstanding As on 31/03/20		
	i. Company Secretary	-	35,903
# Detailed disclosures of compensation paid to Key Managerial Personnel- Managing Director & Chief Financial officer are not provided as these payments are in the nature of reimbursement made to employees of shareholders of the company who are on deputation			
Note 38: OTHER NOTES			
		(Amount in Rs.)	(Amount in Rs.)
		2019-20	2018-19
A	Payment to Auditors		
	- Audit fees	1,25,400	47,200
B	CIF value of imports during the year (excluding canalised imports):	-	-
C	Earning in Foreign exchange	-	-
D	Expenses in Foreign currency	-	-

ANNUAL REPORT

Note 39:

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities.

Particulars	Carrying amount			(Amount in Rs.)
	FVTPL	FVTOCI	Amortised Cost	Total
Financial assets				
Current				
Cash and cash equivalents				
As at March 31, 2020	-	-	80,86,261	80,86,261
As at March 31, 2019	-	-	6,87,41,431	6,87,41,431
Financial liabilities				
Current				
Other Current financial liabilities				
As at March 31, 2020	-	-	34,76,269	34,76,269
As at March 31, 2019	-	-	7,43,045	7,43,045

B. Financial Risk Management

I. Risk management Framework

Currently Board is appraised of all the project related activities and associated risks which are discussed and deliberated by the Board. Adequate risk mitigation measures have been put in place as per directions of the Board.

The Company has exposure to the following risks arising from financial instruments:

- Credit Risk
- Liquidity Risk

i. Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or the counterparty to a financial instrument fails to meet its contractual obligation.

The cash and cash equivalents represents balance held in bank.

ii. Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The company is under implementation stage and the source of liquidity is capital infusion from promoters.

As per our report of even date

For and on behalf of the Board

For Siva Krishna & Narayan

Chartered Accountants
Registration No. 03883S

Sd/-

P Venkata Subbarao
Chief Financial Officer
PAN - BSSPS8930G

Sd/-

Shikha
Company Secretary
PAN - GRPPS3230G

Sd/-

Partner : R.V.N. SASTRY, FCA
M.No : 206635

Sd/-

R Chadha
Managing Director
DIN - 06842809

Sd/-

Dilip K Pattanaik
Director
DIN - 07540032

Place: Rajahmundry
Date : 15.06.2020

Note 4A- FIXED ASSETS

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	Balance as at 01 April 2019	Additions	Disposals	Balance as at 31 March 2020	Balance as at 01 April 2019	Depreciation	On disposals	Balance as at 31 March 2020	Balance as at 31 March 2020	Balance as at 31 March 2019
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
A Tangible Assets										
Owned Assets:										
Land	-	-	-	-	-	-	-	-	-	-
Buildings	-	3,83,01,974	-	3,83,01,974	-	8,14,721	-	8,14,721	3,74,87,253	-
Plant & Machinery	10,01,24,937	16,91,44,241	-	26,92,69,178	33,18,743	80,81,017	-	1,13,99,760	25,78,69,418	9,68,06,194
Furniture and Fixtures	4,95,762	8,000	-	5,03,762	84,010	47,731	-	1,31,741	3,72,021	4,11,752
Vehicles	-	-	-	-	-	-	-	-	-	-
Office equipment	5,39,355	22,513	-	5,61,868	1,78,182	92,207	-	2,70,389	2,91,479	3,61,173
Computer	4,72,868	8,55,989	-	13,28,857	1,87,177	3,74,094	-	5,61,271	7,67,586	2,85,691
Total	10,16,32,922	20,83,32,717	-	30,99,65,639	37,68,112	94,09,770	-	1,31,77,882	29,67,87,757	9,78,64,810
B Intangible Assets										
Right Of Way	23,35,201	-	-	23,35,201	-	-	-	-	23,35,201	23,35,201
Right to Use-Office	-	17,31,988	-	17,31,988	-	5,77,332	-	5,77,332	11,54,656	-
SAP Software	-	13,03,509	-	13,03,509	-	72,236	-	72,236	12,31,273	-
C Capital Work In Progress	52,52,72,290	1,09,60,34,629	20,77,91,223	1,41,35,15,696	-	-	-	-	1,41,35,15,696	52,52,72,290
D Intangible assets under development	9,58,501	12,75,000	9,58,501	12,75,000	-	-	-	-	12,75,000	9,58,501
Total	63,01,98,914	1,30,69,45,855	20,87,49,724	1,72,83,95,045	37,68,112	1,00,59,339	-	1,32,50,118	1,41,95,11,826	62,64,30,802