



**GODAVARI GAS PRIVATE LIMITED**  
( A Joint Venture of APGDC & HPCL)



# FY 2022-23 ANNUAL REPORT



[www.godavarigas.com](http://www.godavarigas.com)



Rajahmundry



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## CORPORATE INFORMATION

### CHIEF FINANCIAL OFFICER:

Mr. Antarjyami Sahu

### COMPANY SECRETARY

Mrs. Kusumambha Polishetty (From 17-02-2023)

### STATUTORY AUDITORS

M/s. Panchakshari & Co, Chartered Accountants

Address: 3-33-2 Mamidi Venkata Rao Street Subbarao peta, Tadepalligudem Rajamundry- 534101, Andhra Pradesh Phone No: 08818229340, Email: mvpanch@gmail.com

### INTERNAL AUDITORS

M/s . Raghavendra Ram & Co

### SECRETARIAL AUDITORS

M/s. Agrawal S. & Associates Company Secretaries in practice

### BANKERS

#### **Canara Bank**

Address: Industrial Finance branch, Near old MCA Quarters, Hyderguda Hyderabad-500029, Telangana

Phone No.040-23436945

Website: [www.canarabank.com](http://www.canarabank.com)

## **Indusind Bank**

**Address:**2401Gen, Thimmayya Road, PUNE- 411001, INDIA,

**Telephone:**(020)26343201

**Website:** www.indusind.com

## REGISTERED OFFICE

#85-06-23/2, 2nd Floor, Morampudi Junction,

Near Indian Oil PetrolBunk, NA Rajahmundry

East Godavari ,AndhraPradesh, 533107

WEB SITE: www.godavarigas.in

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

PHONE NO:0883-2476111



## **BOARD OF DIRECTORS**



**Shri. R. Karikal Valaven**  
**(Chairman)**



**Shri Varatharajan Govindaraj**  
**(Managing Director (Up To 27-05-2022))**



**Shri Pankaj Bhagat**  
**(Managing Director)**



**Shri Dilip Kumar Pattanaik**  
**(Director)**



**Shri Ratan Raj Vedala**  
**(Director From 28-05-2022)**

## AN EVENTFUL YEAR



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

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

**WEBSITE: [www.godavarigas.in](http://www.godavarigas.in), Email: [info@godavarigas.in](mailto:info@godavarigas.in), Phone No.0883-2476111**

## **NOTICE**

**Notice is hereby given that the 7th Annual General Meeting of the Members of M/s. GODAVARI GAS PRIVATE LIMITED will be held on Friday 22nd December 2023 at 11:00 AM 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 2023, 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 2023, 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 record the Appointment of M/s. RAO AND SHARMA chartered accountant as statutory auditor of the company C&AG vide Letter No./CA. V/COY/ANDHRA PRADESH, GGPL (1)/785 from Comptroller & Auditor General of India dated on 20.09.2023 For the financial year 2023-24 and to fix a remuneration of Rs.1,50,000/- (excluding GST and out of pocket exp).**

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

***"RESOLVED THAT pursuant to the provisions of Section 139 and 142 of the Companies Act, 2013 read with Rule 3 of the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions of the Companies Act, 2013 read with rules madethereunder (including any statutory modification(s) or re- enactment thereof for the time being in force) the consent of the shareholders be and is hereby accorded to appoint M/s. RAO AND SHARMA Bhimavaram as Statutory Auditors of the Company for the Financial Year 2023-24 ,***

***"RESOLVED THAT the approval of the shareholders be and is hereby accorded for fixing the remuneration of the Statutory Auditor of the Company for the Financial Year 2023-24 as Rs. 1,50,000 (excluding. GST @18% and Out of Pocket expenses).***

## Special Business:

3. **Appointment of Dr. N. YUVARAJ, IAS, Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574) as the Director of the Company.**

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, **Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN:06679574)** who was appointed as an Additional Director of the Company with effect from 28<sup>th</sup> September 2023, as per the provisions of Section 161 read with Companies (Appointment and Qualification of Directors) Rules, 2014 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 Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN:06679574) is further appointed as Chairman of the company”.

4. **Appointment of Mr. K. SREENIVASA RAO bearing (DIN: 10335631) as Nonexecutive Nominee Director of the Company.**

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, **Mr. K. SREENIVASA RAO bearing (DIN: 10335631)** who was appointed as an Additional Director of the Company with effect from 1<sup>st</sup> October 2023, as per the provisions of Section 161 read with Companies (Appointment and Qualification of Directors) Rules, 2014 be and is hereby appointed as non-executive Nominee Director of the Company.”

**For and on behalf of  
M/s. GODAVARI GAS PRIVATE LIMITED**

**Place: Visakhapatnam  
Date: 20.12.2023  
(COMPANY SECRETARY)**

**S/d  
KUSUMAMBHA POLISHETTY**



## **NOTES:**

1. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 read with Secretarial Standards Issued by the Institute of Company Secretaries of India in respect of the Special Business under Item No.3 and 4 set out above is annexed hereto and forms part of the Notice. Information on all the Directors proposed to be appointed/re-appointed at the Meeting as required as per SS-2 is provided in the Notice.
2. The Ministry of Corporate Affairs vide its Circular No.14/2020 dated 8th April, 2020, Circular No 17/2020 dated 13th April, 2020, Circular No 20/2020 dated 5th May, 2020, Circular No 02/2021 dated 13th January 2021 , Circular No 19/2021 dated 8th December 2021, Circular No 21/2021 dated 14th December 2021 and Circular No 02/2022 dated 5th May 2022 (collectively referred to as 'Circulars'), has introduced certain measures enabling companies to convene their Annual General Meetings/Allowed to hold Annual General Meetings (AGM/ Meeting) through Video Conferencing (VC) or Other Audio Visual Means (OAVM). In compliance with the provisions of the Companies Act, 2013(the Act)and MCA circulars, the AGM of the company is being conducted through VC/OAVM.
3. Corporate members are required to send to the Company, a certified copy of the Board Resolution/ Authorized nomination Letter pursuant to section 113 of the Companies Act 2013, through e-mail at cs@godavarigas.com or by post addressing to Company Secretary.
4. If there is any change in the e-mail ID already registered with the Company, members are requested to immediately notify such change to the Company.
5. The facility of joining the e-AGM through VC/ OAVM will be opened 15 minutes before and will be open up to 15 minutes after the scheduled start time of the e-AGM.
6. In view of the MCA Circulars, no proxy shall be appointed by the members. However, corporate members are required to send to the Company, a certified copy of the Board Resolution, pursuant to section 113 of the Companies Act 2013, authorizing their representative to attend and vote at the Meeting through VC.
7. In Compliance with the aforesaid MCA circulars, Notice of the AGM along with the Annual Report 2022-23 being sent through electronic mode to those Members whose email addresses are registered with the Company, Member may note that the notice and Annual Report 2022-23 willalso be available on the Company's website [www.godavarigas.in](http://www.godavarigas.in)
8. Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this notice.



## EXPLANATORY STATEMENT

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

Item no. 3:

**Appointment of Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574) as a Non-Executive Director and Chairman.**

**Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN:06679574)** was appointed as an Additional Director of the Company with effect from 28<sup>th</sup> September 2023, pursuant to section 161 of the Companies Act, 2013.

**Dr.N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574)**, holds office as Director up to the date of this Annual General Meeting and is eligible for appointment as Director.

The appointment of **Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574)** 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 **Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574)** is appointed as Chairman of the company.

**Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574)** 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, **Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574)**, possesses appropriate skills, experience and knowledge.

The board accordingly recommends the resolution as set out in Item No.3 of the notice for approval of the members.

No directors, key managerial personal, Manager or their relatives are interested or concerned in the resolution except **Dr. N. YUVARAJ, IAS Special Chief Secretary (FAC), Infrastructure & Investment Department, Government of Andhra Pradesh, bearing (DIN: 06679574)** to the extent that he is a director of the company.

## Details of the Appointee Directors

The details 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	<b>Dr. N. YUVARAJ, IAS</b>
1.	Age	47 Years
2.	Qualification	Indian Administrative Service
3.	Experience	18 Years
4.	Date of First Appointment on Board	28-09-2023
5.	Shareholding in the Company	NIL
6.	Relationship with other Directors/Manager or Key Managerial Personnel	No relationship with other Key Managerial Personnel or
7.	Number of Board Meetings attended during the year	2 Board meetings
8.	Other Directorships and Memberships/ Chairmanship of Committees of other Boards	<ul style="list-style-type: none"> <li>- BHAVANAPADU PORT DEVELOPMENT CORPORATION LIMITED</li> <li>- MACHILIPATNAM PORT DEVELOPMENT CORPORATION LIMITED</li> <li>- AMARAVATI DEVELOPMENT CORPORATION LIMITED</li> <li>- ANDHRA PRADESH INDUSTRIAL INFRASTRUCTURE CORPORATION LTD</li> <li>- ANDHRA PRADESH GAS DISTRIBUTION CORPORATION LIMITED</li> <li>- NICDIT KRISHNAPATNAM INDUSTRIAL CITY DEVELOPMENT LIMITED</li> </ul>

## Item no. 3:

**Appointment of Mr. K. SREENIVASA RAO, bearing (DIN: 10335631) as a Non-Executive Nominee Director.** Mr. K. SREENIVASA RAO, bearing (DIN: 10335631) was appointed as an Additional Director of the Company with effect from 1<sup>st</sup> October 2023, pursuant to section 161 of the Companies Act, 2013. Mr. K. SREENIVASA RAO, bearing (DIN: 10335631), holds office as Director up to the date of this Annual General Meeting and is eligible for appointment as Director.

The appointment of Mr. K. SREENIVASA RAO, bearing (DIN: 10335631) as Director shall be effective upon approval by the members in the Meeting.

Mr. K. SREENIVASA RAO, bearing (DIN: 10335631) 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, Mr. K. SREENIVASA RAO, bearing (DIN: 10335631), possesses appropriate skills, experience, and knowledge.

The board accordingly recommends the resolution as set out in Item No.4 of the notice for approval of the members.

No directors, key managerial personal, Manager or their relatives are interested or concerned in the resolution except Mr. K. SREENIVASA RAO, bearing (DIN: 10335631) to the extent that he is a director of the company.

## Details of the Appointee Directors:

The details 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.	Particulars	Mr. K. SREENIVASA RAO,
1.	Age	58 years
2.	Qualification	Graduate in Mechanical Engineering from NIT
3.	Experience	36 Years
4.	Date of First Appointment on Board	11 <sup>th</sup> December 2023
5.	Shareholding in the Company	NIL
6.	Relationship with other Directors/Manager or Key Managerial Personnel	No relationship with other Key Managerial Personnel or
7.	Number of Board Meetings attended during the year	1 Board meeting
8.	Other Directorships and Memberships/ Chairmanship of Committees of other Boards	- HPOIL Gas Private Limited - AAVANTIKA GAS LIMITED - GSPL India Transco Limited - GSPL India Gas net Limited - HPCL LNG Limited

S/d

Place: Visakhapatnam  
Date: 20.12.2023

KUSUMAMBHA POLISHETTY  
(COMPANY SECRETARY)

## DIRECTORS REPORT

To,

**The Members of**

M/s. Godavari Gas Private Limited (GGPL)

Your directors have pleasure in presenting the 7<sup>th</sup> (Seventh) Annual Report of M/s. Godavari Gas Private Limited (GGPL) together with the Audited Financial Statements for the Financial Year ended on 31<sup>st</sup> March 2023.

M/s. 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 a private company under the provisions of Companies Act, 2013 on 27.09.2016.

The Company is established with the objective to develop a city gas distribution (CGD) network in East and West Godavari districts.

The Paid-up Share Capital of the Company as on 31<sup>st</sup> March 2023 is Rs. 100 Cr. (Rupees Hundred Crore only), the same is held by APGDC and HPCL in the ratio of 74:26.

### STATEMENT OF COMPANY'S AFFAIRS

Particulars	Amount in Lakhs	
	Current Financial Year 2022-23	Previous Financial Year 2021-22
<i>Revenue from operations</i>	6020.36	2831.03
<i>Other Income</i>	30.66	13.54
<i>Expenses other than Depreciation, Finance Cost, Exceptional Items and Tax Expense</i>	5308.36	2087.06
<i>Profit before Depreciation, Finance Cost, Exceptional Items and Tax Expense</i>	7 42.65	757.52
<i>Less: Depreciation/Amortization/Impairment</i>	271.70	209.56

<i>Profit/loss before Finance Costs, Exceptional items and Tax Expense</i>	470.95	547.95
<i>Less: Finance Costs</i>	688.84	477.51
<i>Profit/loss before Exceptional Items and Tax Expense</i>	(21.789)	70.44
<i>Add/(less): Exceptional Items</i>	-	-
<i>Profit/loss before Tax Expense</i>	(217.89)	70.44
<i>Less: Tax Expense (Current &amp;Deferred)</i>	(163.61)	(96.27)
<i>Profit/loss for the year (1)</i>	(381.50)	(25.83)
<i>Total Comprehensive Income/loss (2)</i>	-	-
<i>Total (1&amp;2)</i>	(381.50)	(25.83)
<i>Balance of profit/loss for earlier years</i>	(751.88)	(726.05)
<i>Less: Transfer to Debenture Redemption Reserve</i>	-	-
<i>Less: Transfer to Reserves</i>	-	-
<i>Balance carried forward</i>	(1133.38)	(751.88)

\*Figures in the bracket indicate the negative figure

## REVIEW OF THE OPERATIONS OF THE COMPANY:

During the financial year ended 31<sup>st</sup>March 2023, your Company's total income was Rs. 6051.02 Lakhs against Rs. 2844.58 Lakhs during the previous financial year 2021-22.

The Company incurred a loss of Rs.381.50 Lakhs as against Rs.25.83 Lakhs during previous financial year 2021-22

## PHYSICAL PERFORMANCE:

Our company has commissioned 1 CNG station, 3 Commercial PNG connections during FY 2022-23 Key physical performances are as given below:

<b>Nature of activity</b>	<b>UOM</b>	<b>FY 2022-23</b>	<b>FY 2021-22</b>
CNG stations	No. s	1	1
Domestic PNG connections	No. s	0	675
Commercial PNG connections	No. s	3	0
Industrial PNG connections	No. s	0	2
Steel Pipeline construction	Kms	12.83	5
MDPE pipeline construction	Kms	17.115	3



Nature of activity	UOM	Physical performance	
		2022-23	2021-22
CNG sale	Kgs	37,19,096.	14,53,632
PNG sale (incl. Commercial, Domestic & industrial consumers)	SCM	71,69,543	64,61,737
Sale of petrol	Qty in KL	655	-

## CAPITAL EXPENDITURE:

The total cumulative capital expenditure incurred up to FY 2022-23 is Rs.327 Crore. against Rs.303.23 Crore up to FY 2021-22 which includes.

- Rs. 7617.05 lakhs towards fixed assets capitalized on account of CNG stations and PNG network capitalizations up to FY 2022-23 (Rs. 6,672.55 Lakhs up to FY 2021-22)
- Rs.23,544.89 lakhs towards capital work in progress of under construction project expenses in FY2022-23 (Rs.22,155.80 lakhs in FY 2021-22)
- Rs.45 lakhs Paid for purchase of land at Bhimadole.

## DIVIDEND:

Your directors have not recommended any dividend for the financial year ended 31st March 2023 as the Company incurred loss of Rs 381.50 lakhs during the financial year 2022-23.

## TRANSFER TO RESERVE:

Your directors did not propose to transfer 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 be transferred in IEPF (Investor Education and Protection Fund) as per the provisions of the Companies Act, 2013.

## CHANGE IN THE NATURE OF BUSINESS

There was no change in 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.

## SHARE CAPITAL:

The Authorized Share Capital of company is Rs. 100 Crores. The paid-up share capital of the company is Rs. 100 Crores.

## STATUTORY AUDITORS:

The Comptroller and Auditors General of India had appointed M/s Panchakshari & Co., Chartered Accountants, (Registration No. 012238S) vide letter No./ No./CA. V/ COY/ANDHRA PRADESH, GGPL (1)/978 Dated :07/09/2022 as the Statutory Auditors of the Company for the financial year 2022-23 from the 6<sup>th</sup> Annual General Meeting, until the conclusion of the 7<sup>th</sup> 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'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 four comments on disclosure & presentation of Financial Statement of the Company (**Annexure-I**).

## INTERNAL AUDITOR:

As per the provisions of Section 138 of the Companies Act, 2013 and Rule 13 (1) (c) (ii) of the Companies (Accounts) Rules, 2014 the Board of Directors in its 29<sup>th</sup> Board Meeting on 15<sup>th</sup> December 2022 appointed M/s. Raghavendra Ram & Co, Chartered Accountants as Internal Auditor for the F.Y. 2022-23.

## SECRETARIAL AUDITOR:

As per the provisions of Section 204 of the Companies Act, 2013 and Rules there under Board of Directors in its 32<sup>nd</sup> Board Meeting on 28.09.2023 appointed M/s. Agrawal S. & Associates, Company Secretaries, as Secretarial Auditor for the F.Y. 2022-23.

The Secretarial Audit Report **MR-3** is attached as **Annexure-II**.

## 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 / KMP	Designation	DIN/PAN	Date of Appointment	Date of Cessation
1	Shri VARATHARAJAN GOVINDARAJ	Managing Director	08552938	20.07.2020	27.05.2022
2	Shri PANKAJ BHAGAT	Managing Director	09624618	28.05.2022	-
3	Shri RATAN RAJ VEDALA	Additional Director	09636654	28.05.2022	-
4	Mrs. KUSUMAMBHA POLISHETTY	Company Secretary	DMQPK6808B	17.02.2023	

## BOARD MEETINGS:

The Board meets at the regular interval to review the Company's business and discuss its strategy and plans. During the period under review, the Board met 4 times viz., on 28.04.2022, 26.08.2022, 15.12.2022, and 28.12.2022.

Details of attendances are as under:

Sr. No.	Director	No. of Board Meetings	
		Held	Attended
1.	Shri Ramakrishnan Karikal valaven	4	4
2.	Shri Dilip Kumar Pattanaik	4	4
3.	Shri Varatharajan Govindaraj	1	1
4.	Shri Pankaj Bhagat	3	3
5.	Shri Ratan Raj Vedala	3	2

## 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 companies and associate companies.

## **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 are there any cases pending to be disclosed.

## **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 the business needs.

## **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 General Meetings.

## **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 31<sup>st</sup> March 2023 under Section 186 of the Companies Act, 2013 read with Rule 11 of the Companies (Meetings of Board and its Powers) Rules, 2014.

## **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 contracts or arrangements with related parties is

annexed herewith in Form AOC-2 as **Annexure-III** in terms of Section 134 of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014.

## **MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

There were no material changes and commitments in the business operations of the Company which have occurred between the end of the Financial Year (2022-23) to which the Financial Statements relate and the date of signing of the Board's Report.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO:**

The details regarding 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 are as follows:

### **Conservation of Energy:**

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

#### **A. Technology Absorption:**

Research and Development (R&D): Nil

Technology Absorption, Adoption, and Innovation: Nil

#### **B. 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 Section 135 of the Companies Act, 2013 and the rules made there under.



## **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 of the Company and its operations in the future.

## **DIRECTORS' 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 2022-23, 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, 2023 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 safeguarding the assets of the company and for preventing fraud and other irregularities.
- d. The Directors had prepared the annual accounts on a going concern basis.
- 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.

## **PARTICULARS OF EMPLOYEES:**

During the financial year 2022-23, 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.

## ACKNOWLEDGEMENTS:

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 heartfelt gratitude to the stakeholders for their continued support to the company.

**Date: 20.12.2023**

**Place: Visakhapatnam**

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

**Sd/-  
Pankaj Bhagat  
Managing Director  
DIN: 09624618**

**Sd/-  
Ratan Raj Vedala  
Director  
DIN: 09636654**



प्रधान महालेखाकार (लेखापरीक्षा) का कार्यालय,  
आन्ध्र प्रदेश, विजयवाडा - 520 002.  
OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT)  
ANDHRA PRADESH, VIJAYAWADA - 520 002.



Lr. No.PAG(AU)/AP/AMG-II/TSC-I /GGPL-FY23/2023-24/ 239

Date: 06.11.2023  
07

To  
The Managing Director,  
Godavari Gas Private Limited,  
D.No.85-6-23/2, 2nd floor,  
Near Morrapudi Junction,  
Rajahmundry- 533107  
Andhra Pradesh.

**Sub:** Comments of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the Financial Statements of the Godavari Gas Private Limited (GGPL) for the year ended 31 March 2023.

Sir,

I am to forward herewith comments of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the Financial Statements of GGPL for the year ended 31 March 2023 for necessary action.

2. The date of placing the Comments along with Financial Statements and Auditors' Report before the shareholders of the Company may please be intimated and a copy of the proceedings of the meetings be furnished.
3. The date of forwarding the Annual Report and financial statements of the Company together with the Auditors' Report and Comments of the CAG of India to the appropriate Government for the year ended 31 March 2023 for being laid before the State Legislature/Parliament may also be intimated.
4. Five copies of the Annual Report for the year 2022-23 may be furnished to this office.

Encl: As above.

Yours faithfully,

**BHASKAR** Digitally signed by  
**KALLURU** BHASKAR KALLURU  
Date: 2023.11.06  
13:12:51 +05'30'

Senior Deputy Accountant General

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA  
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE  
FINANCIAL STATEMENTS OF GODAVARI GAS PRIVATE LIMITED FOR THE  
YEAR ENDED 31 MARCH 2023**

The preparation of the financial statements of Godavari Gas Private Limited for the year ended 31 March 2023 in accordance with financial reporting framework prescribed under Companies Act, 2013 (Act) 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 the financial statements under Section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated 14.06.2023.

I, on behalf of the Comptroller & Auditor General of India, have conducted a supplementary audit of the financial statements of Godavari Gas Private Limited for the year ended 31 March 2023 under Section 143 (6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under Section 143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related Audit Report.

**A. Comments on profitability**

**Statement of Profit and Loss**

**Expenses**

**Depreciation and Amortization expenses**

1. Para 2 of Part C in the Schedule-II to the Companies Act, 2013 states that during any financial year, any addition has been made to any asset, or where any asset has been sold, discarded, demolished or destroyed, the depreciation on such assets shall be calculated on a pro rata basis from the date of such addition or, as the case may be, up to the date on which such asset has been sold, discarded, demolished or destroyed.” Hence, the Company’s accounting practice during the year to calculate depreciation charge for entire month in which depreciation commenced instead of calculating on pro-rata basis from date of asset acquired / available for use. Though the Company’s accounting practice is deviating from the provisions of Schedule II to the Companies Act, 2013, neither the deviation nor impact of such deviation is disclosed in Notes to Accounts. The financial impact of deviation could not be ascertained, as details were not furnished during field audit.

## B. Comments on Disclosures

### Capital work-in-progress (Note-6): ₹235.45 crore

2. According to Division-II (Ind AS) of Schedule III (as amended in March 2021) and the provisions of Section 129 of the Companies Act 2013, Capital-Work-in Progress (CWIP) ageing schedule (Projects in progress and Projects temporarily suspended) in the prescribed format shall be given in financial statements. Further, CWIP whose completion is overdue or has exceeded its cost compared to its original plan, CWIP completion schedule shall be given separately. As on 31 March 2023, the balance of CWIP disclosed on the face of Balance Sheet and Note-6 was ₹235.45 crore (previous year: ₹221.56 crore) constituting 77.01 per cent of total Property, Plant & Equipment (PPE) as on reporting date. However, the ageing Schedule of CWIP is not disclosed in the financial statements for the year, which is a deviation from the provisions of the Companies Act, 2013. Though the Management should disclose the reasons for deviation and impact, the same has not been complied with.

### Trade receivables (Note-9): ₹4.48 crore

3. According to Division-II (Ind AS) of Schedule III (as amended in March 2021) and the provisions of Section 129 of the Companies Act 2013, Trade Receivables ageing Schedule in the prescribed format shall be given in financial statements. Further, similar information shall be given for Trade Receivables where no due date of payment is specified, in that case disclosure shall be from the date of the transaction and unbilled dues shall be disclosed separately. However, the ageing Schedule of Trade Receivables is not disclosed in the financial statements for the year, which is a deviation from the provisions of the Companies Act, 2013. Though the Management should disclose the reasons for deviation and impact, the same has not been complied with.

## C. Comments on Auditor's Report.

4. 'Report on Other Legal and Regulatory Requirements' of Independent Auditor Report dated 14.06.2023 did not contain any specific reference to report on Sub-directions issued by CAG under Section 143(5) of the Companies Act, 2013. Hence, the Independent Auditors Report is found deficient to that extent.

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

*(Signature)*

(INDU AGRAWAL)

Principal Accountant General (Audit)

प्रधान महालेखाकार (ले.प.)

Place: Vijayawada

Date: 06-11-2023





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**Form No. MR-3**

**Secretarial Audit Report**

**For the financial year ended 31<sup>st</sup> March, 2023**

{Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014}

**To,  
The Members,  
Godavari Gas Private Limited**

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Godavari Gas Private Limited** (hereinafter called GGPL/the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and Compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2023 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): **Not applicable**
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulation, 2011;

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (f) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (vi) Compliances/ processes/ systems under other applicable Laws to the Company are being verified on the basis of random sampling.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by the Institute of Company Secretaries of India- ***Generally complied with.***
- (ii) The Listing Agreement- **Not Applicable.**

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above subject to the following observations:

***Observation No 1 Non-compliance of Section 203 of Companies Act, 2013, the Company should have whole-time Company Secretary in the Company during the period from 01.04.2022 to 16.02.2023.***

***Observation No. 2 Non-compliance of Section 205 of the Companies Act, 2013, the Board to consider and take note of compliance of all laws at least on annual basis in Compliance of Section 205 of the Companies Act, 2013.***

***Observation No. 3 Non-compliance of Section 173 of the Companies Act, 2013, gap between two board meetings should not be more than 120 days, as a gap of more than 120 days was observed between 30<sup>th</sup> and 31<sup>st</sup> board meeting.***

**We further report that** the Board of Directors of the Company is duly constituted. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Generally, adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking

and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Minutes Book was not presented before us for verification.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

**We further report that** there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For **Agarwal S. & Associates,**  
*Company Secretaries, ICSI*  
*Unique Code: P2003DE049100*  
*Peer Review Cert. No.: 2725/2022*

**Anjali** Digitally signed  
by Anjali  
Date:  
2023.11.14  
16:06:50  
+05'30'

**CS Anjali Partner**  
ACS No. : 65330  
CP No. : 26496

Place: New Delhi  
Date: 14.11.2023  
**UDIN: A065330E001854733**

This report is to be read with our letter of even date which is annexed as "Annexure A" and forms an integral part of this report.

**To,  
The Members,  
Godavari Gas Private Limited**

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our Responsibility is to express an opinion on these secretarial records, based on our inspection of records produced before us for Audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company and our report is not covering observations/comments/ weaknesses already pointed out by the other Auditors.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations, happening of events, etc.
5. The Compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis and to give our opinion whether Company has proper Board- processes and Compliance-mechanism in place or not.
6. The Secretarial Audit Report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Agarwal S. & Associates,**  
*Company Secretaries, ICSI*  
*Unique Code: P2003DE049100*  
*Peer Review Cert. No.: 2725/2022*

**Anjali**   
Digitally signed by Anjali  
Date: 2023.11.14  
16:07:06 +05'30'

**CS Anjali Partner**  
**ACS No. : 65330**  
**CP No. : 26496**

Place: New Delhi  
Date: 14.11.2023

## ANNEXURE – III 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.

Details of contracts or arrangements or transactions entered into with related party: -

### 1. APGDC

#### Amount in Lakhs

S.NO.	NATURE OF TRANSACTIONS AND OUTSTANDING BALANCES	AS AT 31st MARCH 2023
1.	Transactions for the reporting period -Deputation Manpower cost -Pre-Operative Expenses for Kovvur -Towards furniture on behalf of GGPL -Advance	235.721  0.84 800
2.	Payable to APGDC -Towards furniture on behalf of GGPL -Salary/Other benefits to deputation manpower -towards pre-operative expenses for KovvurAdvance Purchases, sales, VAT diff and stock as on 31.12.16 at Kovvur	(0.847)  (880.83) (80) -
	Receivable from/(Payable to)APGDC	(961.68)

### 2. HPCL

S.NO.	NATURE OF TRANSACTIONS AND OUTSTANDING BALANCES	AS AT 31ST MARCH 2023
1.	Transaction for the reporting period -Deputation Manpower cost -Sale of Natural Gas -Warehouse rental -Lease Rental at outlet site Amalapuram -Purchases of MS HSD	173.98 702.06 12.17 5.31 717.52

2.	Payable to M/s. HPCL -Towards Salary/Other Benefits to Deputation Manpower -Towards stores at Ravulapalem -Towards Purchase of MS HSD -Receivable towards supplies made -HPCL Lease Rent-Amaapuram	(606.73) (13.70) (65.15) 73.30 2.025
	Receivable from/(Payable to) HPCL	(610.26)

### 3. GAIL INDIA LIMITED

S.NO.	NATURE OF TRANSACTIONS AND OUTSTANDING BALANCES	AS AT MARCH 31ST 2023
1	Transactions for the reporting period Purchase of Natural Gas Capital advance paid for Hook up changes Permission charges for Pipeline	3522.89 - 30.61
2	Payable for M/s. GAIL -Towards steel Pipe line Towards March 2nd fortnight supplies	- (491.80)
	Receivable from/(Payable to) GAIL India Ltd	(491.80)

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

**Date:20.12.2023**

**Place: Visakhapatnam**

**S/d**

**S/d**

**Shri Pankaj Bhagat  
Managing Director  
DIN : 0924618**

**Shri Ratan Raj Vedala  
Director  
DIN : 09636654**



## ANNEXURE-IV FORM NO. MGT.9 EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31.03.2023

[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:

- i) 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, Rajahmundry East Godavari AP 533107
- vii) Whether listed company : No
- viii) Name, Address and Contact details of Registrar and Transfer Agent, if any : NA

### 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%

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	U11100AP2011SGC106844	Holding	74%	Section 2(46)
2	Hindustan Petroleum Corporation Limited	L23201MH1952GOI008858	Associate	26%	Section 2(6)

## **PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –**

### **II. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year(As on 1st April, 2022)				No. of Shares held at the end of the year(As on 31st March, 2023)				% 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.	-	88957306	88957306	100%	-	100000000	100000000	100%	11.04%
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)	-	88957306	88957306	100 %	-	100000000	100000000	11.04%
		B. Public Shareholding								
		1. Institutions	-	-	-	-	-	-	-	-
		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	-	-	-	-	-	-	-	-

Category of Shareholders	No. of Shares held at the beginning of the year (As on 1 <sup>st</sup> April, 2022)				Shares held at the end of the year (As on 31 <sup>st</sup> March, 2023)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1) + (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	88957306	88957306	100%	-	100000000	100000000	100%	11.04%

## CHANGES IN PROMOTERS SHAREHOLDING:

### 1) APGDC

S.no	APGDC	No of Shares	% of Shares of the Company
1	At the beginning of the year	6,58,28,407	74%
2	Increase or decrease in no of shareholding	81,71,593	74%
3	At the end of the year	7,40,00,000	74%

## 2) HPCL

S.no	HPCL	No of Shares	% of Shares of the Company
1	At the beginning of the year	2,31,28,899	26%
2	Increase or decrease in no of shareholding	28,71,101	26%
3	At the end of the year	2,60,00,000	26%

## REMUNERATION TO DIRECTORS AND KEY MANAGERIAL PERSONAL

### A. Remuneration to Managing director

S.No.	Particulars of Remuneration	Name of Directors	Total Amount
1	Managing Directors		
	Gross salary (a) Salary as per provisions contained inspection 17(1) of the income tax Act, 1961	Shri G. Vartharajan (w.e.f.01.04.2022 up to 27.05.2022)	3,16,268
	(b) Value of perquisites u/s 17(2) of income tax Act, 1961 (c) Profits in lieu of salary under section 17(3) income tax Act, 1961	Shri Pankaj Bhagat (w.e.f.28.05.2022 to 31.03.2023)	18,76,040
2	Stock Option	NIL	-
3	Sweat Equity	NIL	
4	Commission -as % of profit	NIL	
5	Others, please specify	NIL	
	<b>Total(A)</b>		<b>21,92,308/-</b>
	Ceiling as per the Act		



## B. Remuneration to other Directors.

S.No.	Particulars of Remuneration	Name of Director	Name of Director	Name of Director
1	Independent Directors	NA	NA	
	<ul style="list-style-type: none"> <li>• Fee for attending board committee meetings</li> <li>• Commission</li> <li>Others, Please specify</li> </ul>			
	Total(1)	NIL	NIL	NIL
2	Other Non-Executive Directors	Shri RAMAKRISHNAN KARIKAL VALAVEN	Shri DILIP KUMAR PATTANAIAK	Shri RATAN RAJ VEDALA
	<ul style="list-style-type: none"> <li>• Fee for attending board committee meetings</li> <li>• Commissions</li> <li>• Others , please specify</li> </ul>	NIL	NIL	NIL
	Total(2)	NIL	NIL	NIL
	Total(B)(1+2)	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL
	Overall Ceiling as per act	NIL	NIL	NIL

## C. Remuneration to Key Managerial Personal other than MD/Manager/WTB

Sl NO.	Particulars of Remuneration	CFO	CS	CEO	TOTAL
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the income tax Act, 1961	69,87,016	68,703	-	70,55,719/-
	(b) Value of perquisites U/s 17(2) of Income tax Act 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission -as % of profit -others, specify	-	-	-	-
5.	Others, Please Specify	-	-	-	-
	TOTAL (C)				70,55,719/-
	Total(A+B+C)				92,48,027/-

## D. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of Companies Act	Brief Description	Details of penalty/Punishment/compounding fees Imposed	Authority /NCLT/ Court	Appeal Made, If any (give details)
A. Company	NA	NA	NA	NA	NA
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding Fees	NA	NA	NA	NA	NA
B. Directors	NA	NA	NA	NA	NA
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. Other officers in default	NA	NA	NA	NA	NA

# Annual Report 2022-23

Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding fees	NA	NA	NA	NA	NA

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

**Date: 20.12.2023**

**Place: Visakhapatnam**

**S/d**

**S/d**

**Shri Pankaj Bhagat  
Managing Director  
DIN : 0924618**

**Shri Ratan Raj Vedala  
Director  
DIN : 09636654**

-----  
**PANCHAKSHARI & CO.,**  
CHARTERED ACCOUNTANTS

3-33-2 MAMIDI VENKATA RAO STREET,  
SUBBARAO PETA,  
**TADEPALLIGUDEM 534 101**  
WEST GODAVARI DISTRICT.,  
ANDHRA PRADESH  
Ph 08818 229340 ( OFF & FAX )  
094411 22700  
E Mail : [mnvpanch@gmail.com](mailto:mnvpanch@gmail.com)  
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## INDEPENDENT AUDITORS' REPORT

To

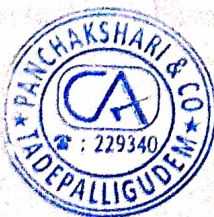
The Board of Directors  
Godavari Gas Private Limited

### Report on the Audit of the Ind AS Financial Statements

#### Opinion

We have audited the accompanying Ind AS financial statements of Godavari Gas Private Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the 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 state of affairs of the Company as at March 31, 2023, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.



For PANCHAKSHARI & CO.,  
Chartered Accountants  
*(Signature)*  
(M.N.V. PANCHAKSHARI)  
Managing Partner



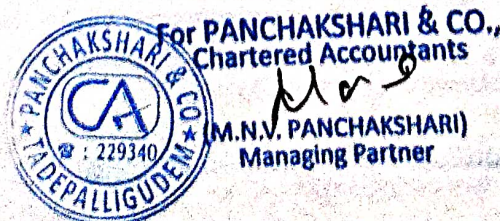
## Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing 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 the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 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 judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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



For PANCHAKSHARI & CO.,  
Chartered Accountants  
*M. N. V. Panchakshari*  
(M.N.V. PANCHAKSHARI)  
Managing Partner



report. However, future events or conditions may cause the Company to cease to continuous a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the **Companies (Auditor's Report) Order, 2020** ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by C & AG of India through directions/ sub- directions issued under section 143(5) of the companies Act 2013, on the basis of written representation received from the management, we give our report on the matters specified in the Annexure "C" attached.
3. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts)



**For PANCHAKSHARI & CO.,**  
**Chartered Accountants**

*(Signature)*  
**(M.N.V. PANCHAKSHARI)**  
**Managing Partner**



Rules, 2014;

- (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the board of directors, none of the directors are disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- (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; and
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.
- h) (i) The management has represented that, to the best of it's knowledge and belief, no funds ( which has been material either individually or in the aggregate ) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (ii) The Management has represented, that, to the best of it's knowledge and belief, no funds ( which are material either individually or in the aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- iii) Based on such audit procedures that the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.



For PANCHAKSHARI & CO.,  
Chartered Accountants  
(M.N.V. PANCHAKSHARI)  
Managing Partner



i) The Company has not declared nor proposed or paid any dividends during year and therefore compliance under section 123 of the Companies Act, 2013 is not applicable to the Company.

j) Whether the company has used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.”.

4. As required under section 143(5) of the Act, based on our audit we report that:

- a. 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 last financial year and started processing accounting transactions in SAP partially. In house Billing and collection software is used for processing and monitoring PNG billing transactions. All these activities shall be integrated to SAP.
- b. There is no case of restructuring of existing loan, waiver/write-off of debts/loans/ interest etc.,
- c. 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 PANCHAKSHARI & CO.,  
Chartered Accountants  
Firm Registration No: 012238S



M.N.V. PANCHAKSHARI, FCA  
Membership No: 208908

PLACE: TADEPALLIGUDEM

UDIN : 23208908 BGWVC1990

DATE: 14-06-2023



**ANNEXURE-A to the Independent Auditors' Report:**

**Annexure "A" to the Independent Auditor's Report\***

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of Andhra Pradesh Gas Distribution Corporation Limited of even date)

(i) (a) (A) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

(B) The company is maintaining proper records showing full particulars of intangible assets;

(b) As explained to us, these Property, Plant and Equipment 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, No land is registered in favour of the company ..

(d) According to the information and explanations given by the management, company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets;

(e) According to the information and explanations given by the management , no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under;

1. (ii) (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency and coverage and procedure of such verification is reasonable 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 ;

(b) According to the information and explanations given to us, the Company has not sanctioned any Working Capital limits in aggregate, from banks or financial institutions on the basis of security of current assets; Hence the Company has not filed quarterly returns or statements with such banks or financial institutions ;

(iii) During the Year the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties ; Accordingly,

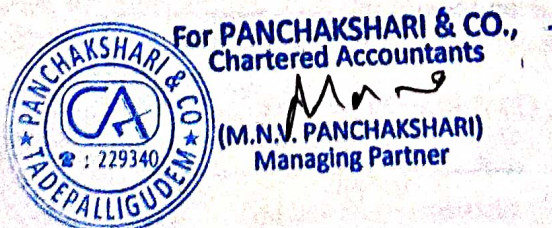


For PANCHAKSHARI & CO.,  
Chartered Accountants  
(M.N.V. PANCHAKSHARI)  
Managing Partner



the sub clause ( ) of paragraph iii of the Order is not applicable to the Company

- (iv) 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
- (v) 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
- (vi) 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 ;
- (vii) (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 Goods and Service Tax, Provident fund, 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 31<sup>st</sup> March, 2023 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 Statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute
- (viii) According to the information and explanations given to us, That there were no transactions which has not been recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), hence there were no previously unrecorded income has been properly recorded in the books of account during the year;
- (ix) (a) 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 loans or payment of Interest thereon to any lender .
- (b) the company is not a declared wilful defaulter by any bank or financial institution or other lender;





- (c) 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.
- (d) In our opinion and according to the information and explanations given to us, no short term funds raised by the Company and hence application of the same for long term is not applicable.;
- (e) In our opinion and according to the information and explanations given to us the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures,;
- (f) In our opinion and according to the information and explanations given to us, company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies,;
- (x) (a) In our opinion and according to the information and explanations given to us, moneys were not raised by way of initial public offer or further public offer (including debt instruments) during the year;
- (b) In our opinion and according to the information and explanations given to us, the company has made any preferential allotment or private placement of shares during the year and if so, whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised
- (xi) (a) 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;
- (b) On the basis of our examination and according to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- (c) On the basis of our examination and according to the information and explanations given to us, the company has not received any whistle-blower complaints, during the year ;
- (xii) The Company is not a Nidhi company. Accordingly, clause a,b ,c of paragraph 3 (xii) of the order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and the records of the company examined by us, all transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable and the details have been disclosed in



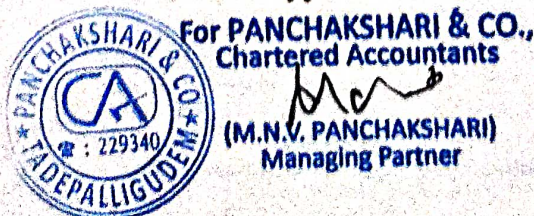
For PANCHAKSHARI & CO.,  
Chartered Accountants

(M.N.V. PANCHAKSHARI)  
Managing Partner



the Financial Statements as required by the applicable Accounting Standards

- (xiv) (a) Company has an internal audit system commensurate with the size and nature of its business;  
(b) Reports of the Internal Auditors for the period under audit were considered by the statutory auditor;
- (xv) According to the information and explanations given to us and there 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;
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the clause (xvi) of paragraph 3 of the Order is not applicable to the Company;
- (b) The Company is not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India,;
- (d) Not Applicable to the Company ( whether the Group has more than one CIC as part of the Group, if yes, indicate the number of CICs which are part of the Group;)
- (xvii) During the Current Year company has not incurred any cash loss..;
- (xviii) No resignation of the Statutory Auditor during the year;
- (xix) on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, in our opinion no material uncertainty exists as on the date of the audit report and the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;
- (xx) (a) According to the information and explanations given to us and there records of the Company the company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act and hence para (xx) is not applicable to the Company.





- (b) There is no amount remaining unspent under the sub section (5) of section 135 of the Companies Act, 2013 pursuant to any ongoing project, which needs to be transferred to special accounts in compliance with the provision of sub 6 section 135 of the Companies Act, 2013.
- (xxi) As the company is standalone one and has no subsidiaries, associates or joint ventures and hence the provisions of the clause 3 (xxi) of the Order is not applicable to the company.



**For PANCHAKSHARI & CO.,**  
**Chartered Accountants**  
**Firm Registration No: 012238S**

*M.N.V.*

**M.N.V.PANCHAKSHARI, FCA**  
**Membership No: 208908**

PLACE: TADEPALLIGUDEM  
DATE: 14-06-2023



## **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 over financial reporting of Godavari Gas Private Limited ("the Company") as of March 31, 2023 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.



For PANCHAKSHARI & CO.,  
Chartered Accountants  
(M.N.V. PANCHAKSHARI)  
Managing Partner



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



For PANCHAKSHARI & CO.,  
Chartered Accountants

(M.N.V. PANCHAKSHARI)  
Managing Partner



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, 2023 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 PANCHAKSHARI & CO.,  
Chartered Accountants  
Firm Registration No: 012238S**



  
**M.N.V.PANCHAKSHARI , FCA  
Membership No: 208908**

**PLACE: TADEPALLIGUDEM**

**DATE: 14-06-2023**



### Annexure-C to the Auditor's Reports

(As referred to in paragraph no 3 in report on other legal and regulatory requirements of our report of even date to the members of the **GODAVARIGAS PRIVATE LIMITED** on the Financial Statements for the year ended 31<sup>st</sup> March 2023.

As required by section 143(5) of the companies act 2013, we give in the Annexure C, to this report a statement on the directions and sub directions issued by the Comptroller & Auditor General of India, to the extent applicable to the information and explanations given to us during course of our audit and the audit procedures conducted by us, we report that:

#### Report on Sub Directions u/s 143 (5) of the Companies Act 2013:

Sl. No.	Description	Observation
1	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, maybe stated.	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 and started processing accounting transactions in SAP partially. In house Billing and collection software is used for processing and monitoring PNG billing transactions. All these activities shall be integrated to SAP
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc.. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for ? ( In case, lender is a Government Company, then this direction is also applicable for Statutory Auditor of Lender Company).	As per explanation and information given to us and records verified by us there is no restructuring of a loan or cases of waive off or write off of any debts/loans or interest.



For **PANCHAKSHARI & CO.,**  
Chartered Accountants

(M.N.V. PANCHAKSHARI)  
Managing Partner



3	Whether funds (Grants/subsidy etc.,) received /receivable for specific schemes from Central/State Government or its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	As per explanation and information given to us and records verified by us the company does not receive any funds under specific schemes from Central/State Government or its agencies.
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Place: Visakhapatnam

Date: 14-06-2023

**For Panchakshari & Co**

Chartered Accountants

Firm Regn.No.0122385



*[Handwritten Signature]*

**M.N.V.Panchakshari**

**Managing Partner**

Membership No. 208908



## GODAVARI GAS PRIVATE LIMITED BALANCE SHEET AS AT March 31, 2023

(Amount in Lakhs. Rs.)			
PARTICULARS	Note No.	As at March 31, 2023	As at March 31, 2022
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital	4	10,000.00	8,895.73
(b) Other Equity	5	(1,322.31)	(846.73)
		<b>8,677.69</b>	<b>8,049.00</b>
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	6	18,364.82	17,344.46
(ii) Other Financial Liabilities			-
(b) Provisions	7	2.96	2.47
(c) Deferred Tax Liability (Net)	8	519.85	356.24
(d) Other Non Current Liabilities	9	80.00	-
		<b>18,967.63</b>	<b>17,703.17</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Trade payables Borrowings			-
(ii) Trade payables - Micro & Small Enterprises	10	34.57	58.23
(iii) Trade payables - Other than Micro & Small Enterprises	11	692.79	239.44
(iii) Other Financial liabilities	12	1,858.65	1,442.78
(b) Other Current Liabilities	13	2,170.46	2,902.10
(c) Provisions	14	324.84	147.19
(d) Current tax liabilities (Net)	15	-	-
		<b>5,081.32</b>	<b>4,789.74</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>32,726.64</b>	<b>30,541.91</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant & Equipment			
(i) Tangible assets	16	6,875.33	6,196.03
(ii) Intangible assets	17	124.06	130.56
(iii) Capital work-in-progress	18	23,544.89	22,155.80
(iv) Intangible assets under development		28.19	25.30
(b) Other non-current assets	19	1,273.75	1,322.63
(c) Deferred Tax Asset (Net)		-	-
		<b>31,846.22</b>	<b>29,830.31</b>
<b>Current Assets</b>			
(a) Inventories	20	37.38	2.26
(b) Financial Assets			
(i) Trade Receivables	21	447.77	275.38
(ii) Cash & Cash Equivalents	22	155.18	219.99
(iii) Other Bank Balances	23	192.27	175.66
(iv) Others	24	34.55	31.46
(c) Other Current Assets	25	13.28	6.84
		<b>880.43</b>	<b>711.60</b>
<b>TOTAL ASSETS</b>		<b>32,726.64</b>	<b>30,541.91</b>

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

# Annual Report 2022-23

Partner: M.N.V.Panchakshari  
M.No : 208908  
UDIN :23208908BGWXVC1220

S/d	S/d
Antarjyami Sahu	Kusumambha.P
Chief Financial Officer	Company Secretary
PAN : ADQPS3353R	PAN:-DMQPK6808B

Place : Visakhapatnam  
Date : 14-06-2023

S/d	S/d
Pankaj Bhagat	Ratan Raj Vedala
Managing Director	Director
DIN: 09624618	DIN: 09636654

**GODAVARI GAS PRIVATE LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED March 31, 2023**

(Amount in Lakhs. Rs.)

PARTICULARS	Note No.	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>I Income</b>			
Income from Operations	26	6,020.36	2,831.04
Other Income	27	30.66	13.54
<b>Total Income</b>		<b>6,051.02</b>	<b>2,844.58</b>
<b>II Expenses</b>			
Cost of materials consumed	28	1,687.45	175.19
Purchase of Stock In trade		2,517.56	1,224.71
Changes in Inventories of Finished Goods			
Work - in - Progress and Stock in trade			
Excise Duty on Sale of CNG	28A	252.02	85.61
Employee Benefit Expenses	29	113.84	128.55
Finance Cost	30	688.84	477.51
Depreciation & Amortization Expenses		271.70	209.57
Other Expenses	31	737.49	473.01
<b>Total Expenses</b>		<b>6,268.91</b>	<b>2,774.14</b>
<b>Profit before exceptional and extraordinary items and tax</b>		(217.89)	70.44
Exceptional items			
a) Expenses Incidental to Land Acquisition transf to CWIP			-
<b>Profit before tax</b>		(217.89)	70.44
Tax Expense:			
(i) Current Tax			
(ii) Deffered Tax	32	(163.61)	(96.27)
<b>Profit/ (Loss) for the Period</b>		(381.50)	(25.83)
<b>Other Comprehensive Income</b>			
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 to			-
<b>Other Comprehensive Income for the Year</b>			
<b>Total Comprehensive Income for the Year</b>		<b>(381.50)</b>	<b>(25.83)</b>
<b>Earnings per Equity Share</b>	33	<b>(0.42)</b>	<b>(0.03)</b>

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

# Annual Report 2022-23

For Panchakshari & Co Chartered Accountants  
Registration No : 012238S

S/d  
Partner : M.N.V.Panchakshari  
M.No : 208908  
UDIN :23208908BGWXVC1220

Place : Visakhapatnam  
Date : 14-06-2023

For and on behalf of the Board

S/d  
Antarjyami Sahu  
Chief Financial Officer  
PAN : ADQPS3353R

S/d  
Pankaj Bhagat  
Managing Director  
DIN: 09624618

S/d  
Kusumambha.P  
Company Secretary  
PAN:-DMQPK6808B

S/d  
Ratan Raj Vedala  
Director  
DIN: 09636654

## GODAVARI GAS PRIVATE LIMITED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED March 31, 2023

(Amount in Lakhs. Rs.)		
Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit/(Loss) before tax	(217.89)	70.44
<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>		
<b>Depreciation</b>	<b>271.70</b>	<b>209.57</b>
<b>Changes in assets and liabilities</b>		
(Increase)/Decrease in Current Assets		
(i) Inventories	(35.12)	27.23
(ii) Trade receivables	(172.38)	(155.99)
(iii) Other financial assets	(19.69)	(26.82)
(iv) Other current assets	(6.44)	3.02
Increase/(Decrease) in Current Liabilities		
(v) Trade payables	429.69	(1,213.47)
(vi) (Increase)/Decrease in other financial liabilities	415.87	476.98
(vii) Increase/(Decrease) in other current Liabilities	(553.98)	118.14
(viii) Increase/(Decrease) in other Non current Liabilities	0.49	0.92
	58.43	(769.99)
<b>Cash Generated from Operations</b>	112.24	(489.98)
<b>Net Cash from Operating Activities ( A )</b>	<b>112.24</b>	<b>(489.98)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Investment in Fixed assets	(944.50)	(1,940.98)
Investment in CWIP	(1,392.98)	(546.04)
Decrease in Investment in other non-current assets (Capital advances)	48.87	14.81
<b>Net Cash from Investing Activities ( B )</b>	<b>(2,288.61)</b>	<b>(2,472.20)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Long term Loans raised	1,020.36	993.67
Equity capital raised / Share Application Money Received	1,010.20	2,007.75
Advance from APGDC	80.00	
<b>Net Cash from Financing Activities ( C )</b>	<b>2,110.55</b>	<b>3,001.42</b>
<b>Net Increase/(Decrease) in Cash&amp;Cash Equivalents (A)+(B)+(C)</b>	<b>(65.81)</b>	<b>39.23</b>
Cash and Cash Equivalents As At Beginning of the Year	219.99	180.76
Cash and Cash Equivalents As At End of the Year	<b>155.18</b>	<b>219.99</b>

### 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.

# Annual Report 2022-23

For and on behalf of the Board

For Panchakshari & Co Chartered Accountants  
Registration No : 012238S

S/d  
Partner : M.N.V.Panchakshari  
M.No : 208908  
UDIN :23208908BGWXVC1220

Place : Visakhapatnam  
Date : 14-06-2023

S/d  
Antarjyami Sahu  
Chief Financial Officer  
PAN : ADQPS3353R

S/d  
Pankaj Bhagat  
Managing Director  
DIN: 09624618

S/d  
Kusumambha.P  
Company Secretary  
PAN:-DMQPK6808B

S/d  
Ratan Raj Vedala  
Director  
DIN: 09636654

## GODAVARI GAS PRIVATE LIMITED

### STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED March 31, 2023

#### (A) EQUITY SHARE CAPITAL

For the period ended March 31, 2023

Amount in lakhs. Rs.

Particulars	For year ended March 31, 2023		For year ended March 31, 2022	
	No. of Shares	Amount in Rs	No. of Shares	Amount in Rs
<b>Equity shares of Rs. 10 each issued, subscribed and fully paid</b>				
Balance at the beginning of the reporting period	8,89,57,306.00	8,895.73	6,18,25,550.00	6,182.56
Changes in equity share capital during the year	1,10,42,694.00	1,104.27	2,71,31,756.00	2,713.18
Balance at the end of the reporting period	10,00,00,000.00	10,000.00	8,89,57,306.00	8,895.73

#### (B) SHARE APPLICATION MONEY PENDING ALLOTMENT

For the period ended March 31, 2023

Particulars	For year ended March 31, 2023		For year ended March 31, 2022	
<b>Share Application Money Pending Allotment</b>		-		Rs.94.07
<b>Balance at the end of the reporting period</b>		-		Rs.94.07

#### (b) Other Equity

For the period ended March 31, 2023

#### Reserves and Surplus

Particulars	For year ended March 31, 2023		For year ended March 31, 2022	
Balance at the beginning of the reporting period		(941)		(915)
Profit / (Loss) for the year (Note - 14)		(382)		(26)
Share Application Money Pending Allotment		-		94
Other Comprehensive Income for the Year				
<b>Balance at the end of the reporting period</b>		<b>(1,322)</b>		<b>(847)</b>

The accompanying notes form an integral part of the financial statements

1. HPCL Share Application money pending for allotment beginning of reporting period of fy 2022-23 is Rs.94,07,440/- and Share Application money Received during the year is of Rs. 1,93,03,570/-. Shares Application money received from APGDC during the year is of Rs.8,17,15,930/-.

2. Out of Shares Application money received from APGDC and HPCL of Rs.11,04,26,940/- . 81,71,593 Number of shares (Rs.8,17,15,930/-) were allotted to APGDC and 28,71,101 number of shares (Rs.2,87,11,010/-) were allotted to HPCL on rights basis on 28-12-2022.



# Annual Report 2022-23

For Panchakshari & Co Chartered Accountants  
Registration No : 012238S

S/d  
Partner : M.N.V.Panchakshari  
M.No : 208908  
UDIN :23208908BGWXVC1220

Place : Visakhapatnam  
Date : 14-06-2023

For and on behalf of the Board

S/d  
Antarjyami Sahu  
Chief Financial Officer  
PAN : ADQPS3353R

S/d  
Pankaj Bhagat  
Managing Director  
DIN: 09624618

S/d  
Kusumambha.P  
Company Secretary  
PAN:-DMQPK6808B

S/d  
Ratan Raj Vedala  
Director  
DIN: 09636654

## GODAVARI GAS PRIVATE LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31st March 2023.

#### **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 05<sup>TH</sup> June, 2023.

##### **(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

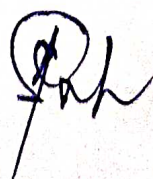
The accounting policies set out below have been applied consistently to all periods presented in these financial statements, unless otherwise indicated.

#### (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.



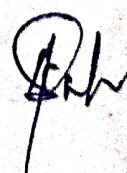


- **Depreciation**

- i) 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 recognising lease payments on straight line basis over the lease term for all leases with a term of more than 12 months.

**(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**

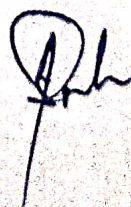
- i) The Company's net obligation in respect of long-term employee benefits other than pension plans is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of 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.

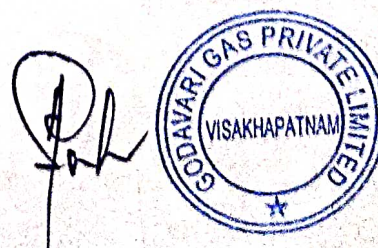
- **Non-Financial Assets**

- 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.

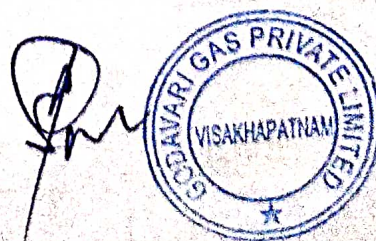
- **Financial Liabilities**

- 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 derecognises 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.

**(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 re measured 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 31st March 2023, 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 PERIOD ENDED March 31,2023

#### Note 4: Share Capital

Amount In lakhs. Rs.

Particulars	As at March 31,2023	As at March 31, 2022
<b>Authorized:</b>		
10,00,00,000 Equity Shares of Rs. 10 each	10,000.00	10,000.00
<b>Subscribed Capital</b>		
10,00,00,000 Equity Shares of Rs. 10 each	10,000.00	8,895.73
<b>Issued and fully Paid-up:</b>		
10,00,00,000 Equity Shares of Rs. 10 each	10,000.00	8,895.73
<b>Subscribed but not fully paid up:</b>		
		-
		-

#### 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, 2023		As at March 31, 2022	
	No. of shares	Amount Rs.	No. of shares	Amount Rs.
<b>Equity Shares</b>				
Number of Shares at the Beginning	8,89,57,306.00	8,895.73	6,18,25,550.00	6,182.56
Add: Equity shares issued	1,10,42,694.00	1,104.27	2,71,31,756.00	2,713.18
<b>Balance at the Reporting Date</b>	<b>10,00,00,000.00</b>	<b>10,000.00</b>	<b>8,89,57,306.00</b>	<b>8,895.73</b>

#### 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/ associates are as below:

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of shares	Amount Rs.	No. of shares	Amount Rs.
<b>Andhra Pradesh Gas Distribution Corporation</b>				
<b>Equity Shares</b>				
Number of Shares at the Beginning	6,58,28,407.00	6,582.84	4,57,50,907.00	4,575.09
Add: Equity shares issued	81,71,593.00	817.16	2,00,77,500.00	2,007.75
<b>Balance at the Reporting Date</b>	<b>7,40,00,000.00</b>	<b>7,400.00</b>	<b>6,58,28,407.00</b>	<b>6,582.84</b>

#### Shareholders holding more than five percent of holdings:

Particulars	As at March 31, 2023		As at March 31, 2022	
	No. of shares	% of Share	No. of shares	% of Share
Equity shares of Rs. 10 each fully paid up				
Andhra Pradesh Gas Distribution Corporation, Holding Company	7,40,00,000	74%	6,58,28,407	74%
Hindustan Petroleum Corporation Limited, an enterprise with significant influence	2,60,00,000	26%	2,31,28,899	26%
<b>Total</b>	<b>10,00,00,000</b>	<b>100%</b>	<b>8,89,57,306</b>	<b>100%</b>

## Note 5: Other Equity

Particulars	As at March 31,2023	As at March 31, 2022
<b>Reserves and Surplus</b>		
<b>Retained Earnings</b>		
Balance at the Beginning	(940.81)	(914.97)
Profit/(Loss) as per Statement of Profit and Loss	(381.50)	(25.83)
Balance at the Reporting Date	(1,322.31)	(940.81)
Share Application money Pending Allotment	-	94.07
<b>Total</b>	<b>(1,322.31)</b>	<b>(846.73)</b>

## Note 6: Borrowings

Particulars	As at March 31,2023	As at March 31, 2022
<b>A. Non-current borrowings</b>		
Term loans from banks (secured)	18,364.82	17,344.46
<b>B. Current borrowings</b>		
Term loans from banks (secured)*		-
		-
Amount included under other financial liabilities		
Total current borrowings	18,364.82	17,344.46
* current portion of long term borrowings		

## C. Terms and repayment schedule

Terms and conditions of outstanding borrowings are as follows:

Particulars	As at March 31,2023	As at March 31, 2022
1. Secured bank loan in INR	18,364.82	17,344.46
Canara Bank		
-Effective rate of interest - 9.9% (Bank's one year MCLR +1.15%+1%)		
<b>Total borrowings</b>	<b>18,364.82</b>	<b>17,344.46</b>

## 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 future, by way of hypothecation and mortgage .

## Note 7: Provisions

Particulars	As at March 31,2023	As at March 31, 2022
Long Term Provision for employee benefits	2.96	2.47

## Note 8: Deferred Tax Asset & liability

Particulars	As at March 31,2023	As at March 31, 2022
Deferred Tax Liability	519.85	356.24
<b>Total</b>	<b>519.85</b>	<b>356.24</b>

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 9: Other Non Current Liabilities

Particulars	As at March 31,2023	As at March 31, 2022
Advance from APGDC	80.00	-
<b>Total</b>	<b>80.00</b>	<b>-</b>

## Note 10: Trade Payables MSE Vendors

Particulars	As at March 31,2023	As at March 31, 2022
Trade Payables		
Trade Payables - MSE O&M	34.57	58.23
<b>Total</b>	<b>34.57</b>	<b>58.23</b>

## Note 11: Trade Payables Otherthan MSE Vendors

Particulars	As at March 31,2023	As at March 31, 2022
Trade Payables - Other Than MSE O&M	692.79	239.44
<b>Total</b>	<b>692.79</b>	<b>239.44</b>

## Note 12: Other Current Financial Liabilities

Particulars	As at March 31,2023	As at March 31, 2022
statutory liabilities	-	
Tax Deducted at Source	1.49	5.89
GST	0.17	2.52
VAT	36.26	49.54
Excise Duty	25.42	-
Others (APBOCW, PF, PT, Excise Outstandings)	4.62	0.76
EMD & Security Deposits	288.58	288.40
Deputation Manpower	1,488.42	1,083.55
Rent-Stores	13.70	12.12
<b>Total</b>	<b>1,858.65</b>	<b>1,442.78</b>

## Note 13: Other Current Liabilities

Particulars	As at March 31,2023	As at March 31, 2022
Rent Payable towards Amalapuram & Etc..	109.21	95.93
Other Payables	-	2.57
Vendor Payables - MSE	1,111.10	1,634.57
Vendor Payables - Other than MSE	950.15	1,169.04
<b>Total</b>	<b>2,170.46</b>	<b>2,902.10</b>

Notes to accounts: During the FY 2021-22 project vendor payables MSE Rs.16,34,56,558/- and Non MSE Rs. 11,69,03,523/- were classified under Trade payables MSE & Other than MSE head and During the Current Financial year they were reclassified to Other Current Liabilities head.

## Note 14: Provisions

Particulars	As at March 31, 2023	As at March 31, 2022
Povision for MSME Interest	319.81	144.77
Provision for Audit Fee	3.55	2.27
Provision for employee benefits	1.49	0.15
<b>Total</b>	<b>324.84</b>	<b>147.19</b>

Notes to accounts: During the FY 2021-22 Provision for Audit fee of Rs.1,62,000 were Classified in Trade payables Other than MSE head and During the Current Financial year they were reclassified as Provision for Audit fee to Provisions under Current Liabiliies.

## Note 15: 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 16: Property, Plant and Equipment

(Amount in lakhs . Rs.)

Particulars	As at March 31,2023	As at March 31, 2022
Property, Plant and Equipment	6,875.33	6,196.03
	<b>6,875.33</b>	<b>6,196.03</b>

## Note 17: Intangible assets

Particulars	As at March 31,2023	As at March 31, 2022
Intangible assets	124.06	130.56

## Note 18: Capital Work In Progress

Particulars	As at March 31,2023	As at March 31, 2022
<b>As at the beginning of the Period</b>	22,155.80	21,615.96
Additions during the Period	2,273.37	2,479.12
Deductions during the Period	884.28	1,939.28
<b>As at the end of the Period</b>	<b>23,544.89</b>	<b>22,155.80</b>
Intangible Assets under development	28.19	25.30

## Note 19: Other Non-current assets

Particulars	As at March 31,2023	As at March 31, 2022
Capital Advances	721.64	741.64
Tap Off Charges	454.39	513.56
Bank Guarentee Comission	15.20	4.89
PNGRB Charges	82.53	62.53
<b>As at the end of the year</b>	<b>1,273.75</b>	<b>1,322.63</b>

## Note 20: Inventories

Particulars	As at March 31,2023	As at March 31, 2022
Finished goods		
Natural Gas	5.68	2.26
MS HSD	29.50	
Stores & Spares	2.21	-
<b>As at the end of the year</b>	<b>37.38</b>	<b>2.26</b>

## Note 21: Current Trade Receivables

Particulars	As at March 31,2023	As at March 31, 2022
Secured considered good	179.78	148.86
Unsecured considered good	267.99	126.52
Unsecured considered good which have significant increased in credit risk	5.88	5.88
Doubtful	-	-
Less: Provision on Doubtful Debts	(5.88)	(5.88)
<b>As at the end of the year</b>	<b>447.77</b>	<b>275.38</b>

**GODAVARI GAS PRIVATE LIMITED**  
**For the Period ended 31st March, 2023**  
**Note FIXED ASSETS**

Particulars	Gross Block			Accumulated Depreciation			Net Block		
	Balance as at 01 April 2022	Rs	Deletions	Balance as at 31st March 2023	Rs	On disposals	Balance as at 31st March 2023	Rs	Balance as at 31 Mar 2022
	Rs. In Lakhs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
<b>A Tangible Assets</b>									
<b>Owned Assets:</b>									
Land		45.15		45.15	-		45.15		
Buildings	383.02	30.97	-	413.99	15.50	-	361.10		345.63
Plant & Machinery	6264.70	864.95	-	7129.65	247.73	-	6461.95		5844.73
Furniture and Fixtures	5.66	2.17	-	7.83	0.73	-	4.75		3.31
Vehicles	-	-	-	-	-	-	-		-
Office equipment	5.68	0.27	-	5.95	0.61	-	0.71		1.05
Computer	13.49	1.00	-	14.49	0.64	-	1.67		1.31
<b>Total</b>	<b>6672.56</b>	<b>944.50</b>	<b>-</b>	<b>7617.05</b>	<b>265.20</b>	<b>-</b>	<b>6875.33</b>	<b>6196.03</b>	
<b>B Intangible Assets</b>									
SAP Software	13.04	-	-	13.04	1.24	-	4.44		9.84
Right Of Way	23.35	-	-	23.35	-	-	-		0.00
Right To Use - Office Spa	17.32	-	-	17.32	-	-	17.32		23.35
Right To Use - ONGC DC	3.22	-	-	3.22	-	-	-		-
Right To Use - Peruru	2.52	-	-	2.52	-	-	3.22		-
Right To Use - Amalapura	105.27	-	-	105.27	5.26	-	2.52		-
<b>C Capital Work In Progress</b>	<b>22155.80</b>	<b>2273.37</b>	<b>884.28</b>	<b>23544.89</b>	<b>-</b>	<b>-</b>	<b>92.11</b>	<b>97.37</b>	<b>-</b>
<b>D Intangible assets under development</b>	<b>25.30</b>	<b>2.89</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23544.89</b>	<b>22155.80</b>	<b>-</b>
<b>Total</b>	<b>29018.37</b>	<b>3220.76</b>	<b>884.28</b>	<b>31354.85</b>	<b>271.70</b>	<b>0.00</b>	<b>30572.46</b>	<b>28507.69</b>	

Amount in Lakhs. Rs.

## Note 22: Cash & Cash Equivalents

Particulars	As at March 31,2023	As at March 31, 2022
<b>Balances with Banks</b>		
- Cash	8.32	-
- Current Account	6.62	0.05
- Other Bank Balances FD in Sweep In A/c's	140.24	219.94
<b>Total</b>	<b>155.18</b>	<b>219.99</b>

## Note 23: Other Bank Balances

Particulars	As at March 31,2023	As at March 31, 2022
Deposits For Margin Money With Banks	192.27	175.66
<b>Total</b>		

## Note 24: Other Current financial assets

Particulars	As at March 31,2023	As at March 31, 2022
TDS Receivable FY 2020-21	-	0.88
TDS Receivable FY 2021-22	(0.82)	0.89
TDS Receivable FY 2022-23	2.24	-
TDS FY 2021-22 Unreconciled	(0.15)	(0.15)
Other TDS Receivables (21-22)	5.02	2.58
GST Input	2.05	1.38
Advances & Deposits	26.21	25.87
<b>Total</b>	<b>34.55</b>	<b>31.46</b>

## Note 25: Other Current Assets

Particulars	As at March 31,2023	As at March 31, 2022
Advance with employees including imprest advance	0.90	2.71
Other Prepaid Expenses	12.38	4.12
<b>Total</b>	<b>13.28</b>	<b>6.84</b>



## Note 26: Sale of Products

Amount in lakhs. Rs.

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Sale of PNG	3,366.09	2,026.73
Sale of CNG	2,006.32	804.31
Provision for OMC Margin	(55.26)	-
Sale of MS HSD	703.22	-
<b>Total</b>	<b>6,020.36</b>	<b>2,831.04</b>

Notes to Accounts: Rs.55,26,421/- provision has been made for higher trade margin claimed by OMC for sale of CNG at OMC outlet. And Provision for OMC Margin pertains to prior period item of prior period of Rs.12,46,383/- out of Rs.55,26,421/-

## Note 27: Other Incomes

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest Income	11.92	9.20
Other incomes	7.27	4.34
Interest on Incometax Refund	0.22	-
Lease Rent Income from Amalapuram	11.25	-
<b>Total</b>	<b>30.66</b>	<b>13.54</b>

Notes to Accounts: Lease Rent Income from Amalapuram pertains to prior period item of Rs.6,75,000/-

## Note 28: Cost of Materials Consumed

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Openig Stock	2.26	0.65
Purchases		
MS HSD	715.03	
Natural Gas	3,522.89	1,401.51
Less: Direct Sales	2,517.56	1,224.71
Less: Closing Stock	35.17	2.26
<b>Total</b>	<b>1,687.45</b>	<b>175.19</b>

## Note 28A: Excise Cost

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Excise Duty	252.02	85.61
<b>Total</b>	<b>252.02</b>	<b>85.61</b>

## Note 29: Employee Benefits Expense

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries and Wages	45.40	48.88
Deputation Manpower Expenses-Appportioned	67.95	79.14
Retirement Benefits Expense (Pension, gratuity,	0.49	0.53
<b>Total</b>	<b>113.84</b>	<b>128.55</b>

Amount in Lakhs. Rs.

## Note 30: Finance Cost

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Apportioned Bank Term Loan interest	486.34	331.80
MSME Interest	175.04	144.77
Other Interest	27.46	0.95
<b>Total</b>	<b>688.84</b>	<b>477.51</b>

Notes to Accounts : Provision made for MSME Interest payable on MSME Vendors as per RBI Referecne rates Compound Interest as per the MSMED Act.

2.Othe Interest includes ROU Asset interest (Amalapuram Land, Peruru) pertains to prior period items of Rs.12,10,504/-

## Note 31: Other Expenses

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Statutory Audit Fees	1.77	1.77
Tax Audit Fee	0.35	0.46
Internal Audit Fee	1.00	1.18
Filing Fees (ROC)	0.45	0.12
Bank Charges	3.78	3.42
Electrical Spares	0.53	3.72
Power and Fuel	70.58	37.65
Support Staff - CNG Stations	94.01	55.68
Dispenser Maintenance	(1.01)	5.06
LCV Hiring Expenditure	154.88	103.36
Cascade Hydro Testing	11.88	30.38
Compressor Maintenance	73.79	38.45
PNG O&M	74.29	74.35
Manpower Cost of Support Staff - Office	57.11	54.65
Bank Guarentee Commission	19.71	(63.39)
Marketing & Advertisement	8.73	1.30
Professional Expenses	6.17	3.05
Insurance	15.13	16.34
Testing & Calibration of Instruments	1.05	-
Conveyance and reimbursement Expenses	1.14	0.93
Travelling	9.48	1.13
Telephone	0.72	0.85
Tap Off Amortized	59.17	30.69
Cloud Storage Expences	5.32	-
Printing & Stationery	2.11	1.56
Store Consumption Expenses	1.70	33.31
Office Rent & LEASE RENT PERURU	5.17	3.32
Pipeline Operation and Maintenance charges	30.62	10.53
General O & M Expenditure CNG Stations	12.56	10.39
Other Admin & Office Maintenance	15.27	12.74
<b>Total</b>	<b>737.49</b>	<b>473.01</b>

Notes to Accounts : Cloud Storage Expences pertains to prior period items of Rs.4,11,212/-

Amount in Lakhs. Rs.

## Note 32: Deferred Tax FY 2022-23

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Deferred Tax	163.61	96.27

## Note 33: Earnings Per Share

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
(i) Net (loss) as per the Statement of Profit & Loss	(381.50)	(25.83)
(ii) Weighted average number of equity shares	918.01	889.57
(iii) Basic and Diluted earnings per share (i/ii)	(0.42)	(0.03)
(iv) Nominal value of shares	10.00	10.00

## Note 34: Accounting Policy

The accounting policy which was used in preparation of financial statements for the period ended 31st March 2022 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, 2023

## Note 35: Contingent Liabilities and Capital and other commitments

(Amount in Rs.)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
<b>1. Contingent Liabilities:</b>		
(i) Payable to Promoter companies (APGDC & (ii) Reimbursement of Manpower cost to APGDC		-
(iii) Guarantees given by GGPL	3,233.39	3,790.95
<b>2. Capital and other Commitments:</b>	<b>As at March 31, 2023</b>	<b>As at March 31, 2022</b>
Estimated amount of contracts remaining to be executed on capital account, not provided for (net of advances)	9,049.27	9,721.21
<b>Total</b>	<b>9,049</b>	<b>9,721</b>



**Note 36 :** Depreciation is being calculated on basis of the " Systematic allocation of the depreciable amount over its useful life". Management has been consistently following the same accounting policy.

**Note 37: Segment Information**

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

**Note 38:** Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

**Note 39:** 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 40 :** Ministry of Corporate Affairs ("MCA") has notified the Id AS 116 , Leases Which is effect from 1st April 2019.  
The effect on adoption of this Ind AS is expected to be insignificant.

## NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED March 31,2023

**Note 41:** To the extend 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.in Lakhs)

S.No.	Particulars	As at March 31, 2023	As at March 31, 2022
1	Amounts payable to "suppliers" under MSMED Act, on 31/03/23:- - Principal - Interest	1,11,1.10 319.81	1,692.80 144.77
2	Amounts payable to "suppliers" under MSMED Act, beyond appointed day during F.Y 2022-23 (irrespective of whether it pertains to current year or earlier years) - Principal - Interest	206.87 175.04	1,052.34 1444.77
3	Amount of interest due / payable on delayed principal which has already been paid during the current year (without interest or with part interest)	90	53
4	Amount accrued and remaining unpaid at the end of Accounting Year. - Principal - Interest	1,111.10 319.81	1,692.80 144.77
5	Amount of interest which is due and payable, which is carried forward from last year.	145	5

## Note 42: RELATED PARTY DISCLOSURE

### A Name and Relationship with Related Parties

#### 1 Name of Related Parties

- APGDC
- HPCL
- GAIL Inda Ltd

#### 2 Key Management Personnel

- Managing Director
- Chief Financial officer
- Company Secretary

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

#### i. APGDC

No.	Nature of Transactions and outstanding balances	As at March 31, 2023	As at March 31, 2022
1	Transactions for the reporting period - Deputation Manpower Cost - Pre - Operative Expenses for Kovvur - towards furniture on behalf of GGPL - Advance	235.72 0.85 80.00	274.58 - -
2	Payable to <b>APGDC</b> - towards furniture on behalf of GGPL - Salary / Other Benefits to Deputation Man power - towards Pre - Operative Expenses for Kovvur - Advance - Purchases, sales, VAT diff and stock as on 31.12.16 at Kovvur	(0.85) (880.84) - (80.00) -	- (647.85) - -
	<b>Receivable from / (Payable to) APGDC</b>	<b>(962)</b>	<b>(648)</b>

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Amount in Lakhs. Rs.

## ii. HPCL

No.	Nature of Transactions and outstanding balances	As at March 31, 2023	As at March 31, 2022
1	Transactions for the reporting period - Deputation Manpower Cost - Sale of Natural Gas - Warehouse Rental - Lease Rental at outlet site Amalapuram - Purchases of MS HSD	173.98 702.06 12.18 5.31 717.53	190.38 434.84 12.18 5.31 -
2	Payable to M/s. <b>HPCL</b> - Towards Salary / Other Benefits to Deputation Manpower - Towards Stores at Ravulapalem - Towards Purchase of MS HSD - Receivable towards supplies made HPCL Lease Rent - Amalapuram	(606.73) (13.70) (65.16) 73.30 2.03	(435.70) (12.12) - 37.76 10.47
	<b>Receivable from / (Payable to) HPCL</b>	<b>(610.26)</b>	<b>(399.59)</b>

## i. GAIL India Ltd

No.	Nature of Transactions and outstanding balances	As at March 31, 2023	As at March 31, 2022
1	Transactions for the reporting period Purchase of Natural Gas Capital advance Paid for Hook up charges Permission charges for Pipeline	3,522.89 30.62	1,401.51 - 10.58
2	Payable to M/s. <b>GAIL</b> - Towards Steel Pipe line - Towards March 2nd fortnight supplies	- (491.81)	(211.38) (211.38)
	<b>Receivable from / (Payable to) GAIL India Ltd</b>	<b>(491.81)</b>	<b>(211.38)</b>

## vi. Key Management Personnel

No.	Nature of Transactions and outstanding balances	As at March 31, 2023	As at March 31, 2022
1	Transactions for the reporting period i. Company Secretary	0.74	5.70
2	Amount Outstanding As on 31/03/2023 i. Company Secretary	(1.02)	(0.54)

# 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 43: OTHER NOTES

(Amount in Rs. Lakhs)

		As at March 31, 2023	As at March 31, 2022
A	Payment to Auditors		
	- Audit fees	3.13	3.41
B	CIF value of imports during the year (excluding canalised imports):	-	-
C	Earning in Foreign exchange	-	-
D	Expenses in Foreign currency	-	-



# THANK YOU



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**A joint venture of APGDC and  
HPCL**

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**CIN : U40300AP2016PTC104159**

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