



# GREEN GAS LIMITED

(A Joint Venture of GAIL (India) Ltd. & Indian Oil Corporation Ltd.)

CIN : U23201UP2005PLC030834



## ANNUAL REPORT 2021-22





## Board of Directors:



**Shri Sujoy Choudhury**  
Chairman  
(From 15.03.2022)



**Dr. S.S.V. Ramakumar**  
Chairman  
(From 01.09.2021 till 15.03.2022)



**Shri G. K. Satish**  
Chairman  
(Till 31.08.2021)



**Shri K. B. Singh**  
Director  
(From 01.12.2021)



**Shri A. K. Tiwari**  
Director  
(Till 30.11.2021)



**Shri J. P. Singh**  
Managing Director  
(From 03.12.2021)



**Shri Sanzeev Medhi**  
Managing Director  
(Till 19.11.2021)



**Shri Sharat Kumar**  
Director (Commercial)



**Shri S. L. Raina**  
Independent Director



**Smt. Usha Gupta**  
Independent Director



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### Board of Directors

<b>Shri Sujoy Choudhury</b> Chairman	<b>Shri K. B. Singh</b> Director	<b>Shri J. P. Singh</b> Managing Director	<b>Shri Sharat Kumar</b> Director (Commercial)	<b>Shri S. L. Raina</b> Independent Director	<b>Smt. Usha Gupta</b> Independent Director
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### Auditors

<b>Ms. Seema Agarwal</b> Secretarial Auditor	<b>M/s K. B. Saxena &amp; Associates</b> Cost Auditor	<b>M/s S. Srivastava &amp; Co.</b> Statutory Auditor	<b>M/s G.K. Surekha &amp; Co.</b> Internal Auditor
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### Bankers



### Registered office

Fortuna Tower, 2nd Floor, 10, Rana Pratap Marg, Lucknow-226001 (U.P.)

### Registrars & Transfer Agents

**KFin Technologies Limited**

(Formerly known as KFin Technologies Pvt. Ltd.)

Selenium, Tower-B, Plot No. 31 & 32, Gachi Bowli, Financial District, Nanakramguda,  
Hyderabad-500032, Telangana



## VISION

To make Green Gas Limited an unparalleled natural gas distribution company providing eco-friendly and clean fuel to transport, domestic, commercial and industrial sectors, with a total commitment to provide quality service to its customers.



## MISSION

To provide safe, convenient and reliable gas supply to our customers in transport, domestic, commercial and industrial sectors.

To provide a cleaner and environment friendly auto fuel to clients.

To facilitate conversions of commercial and private vehicles to CNG through external agencies by

1. Making available the quality kits; and
2. Creating a network of workshops to undertake reliable and speedy conversion to CNG





## Message from the Chairman



Dear Shareholders,

Let me begin by conveying my good wishes to all of you and hope you all are safe and in good health. As you are aware, the last two years have been challenging ones with the COVID-19 pandemic impacting both human activity and health. But as the saying goes, the show must go on. With vaccinations gaining pace, and the pandemic showing signs of losing its lethal sting, it seems business as usual, but not without scars, which will only heal with time.

In this backdrop, I am pleased to share that we have emerged from a challenging period, overcoming the disruptions of the last two years, the unprecedented inflation in input costs, the highly tensed geo-political situation, and disturbed logistics around the world. Your Company has shown great resilience during this period with our unwavering commitment and focus on the growth has seen us achieve the highest ever turnover over and above ₹ 500 crores FY 2021-22.

In its seventeenth year of operation, the Company's Revenue from operations grew by 68% YoY to ₹ 52,346.03 Lakhs in 2021-22 from ₹ 31,085.87 Lakhs in 2020-21. Your Company has achieved higher-than-pre-COVID sales owing to a scenario-based strategy and prior planning.

Further, it has shown remarkable resilience in bouncing back to normal, posting Net Profits of ₹ 6,259.87 Lakhs in FY 2021-22 as compared to ₹ 5,633.65 Lakhs reported in the previous FY 2020-21. PAT margin has fallen to 11.96 % in FY 2021-22, as compared to 18.12 % in FY 2020-21. This was mainly due to squeezed profit margin on account of higher input prices, increase in operation & maintenance expenses, partially by rupee depreciation and change in the gas allocation policy for CNG & PNG (domestic) segment.

In line with its commitment to provide clean fuel in all areas of its operations, your Company continued to expand its pipeline in financial year under discussion. MDPE pipeline network grew by 35%, with a total of 7,814 Inch-Kms at the end of FY 2021-22 compared to a total of 5,779 Inch-Kms at the start of the year. The CS pipeline network increased by 3%, reaching 1000 Inch-Kms at the end of FY 2021-22, up from 973 Inch-Kms at the start of the year.

With all your support and blessings, we are confident to continue our journey of sustainable growth in the coming years.

Sujoy Choudhury  
Chairman  
Green Gas Limited





## Message from the Managing Director

Dear Shareholders,

At the outset, I would like to congratulate all stake holders for sailing through these testing times. The year 2021-22 was extremely challenging for the company as not only did we face the consequences of the COVID-19 pandemic but sadly the company lost the then Managing Director in the middle of ongoing projects. It was, indeed, a tough time for the company and to make it worse the gas prices skyrocketed. Your company tackled all the challenges with firm resolve and commitment.

Your Directors are delighted to present the Annual Report 2021-22 and the Company's audited financial statements for the Financial Year ended March 31, 2022.

The Board of Directors wish to express gratitude to everyone who risked their personal safety to ensure the Company's ongoing operations during the Pandemic. We have emerged from a challenging period, with multiple COVID related disruptions last year and the year before and unprecedented inflation in input costs and highly tensed geo-political situation and disturbed logistics around the World. Despite challenges, your Company continued its operations and maintained uninterrupted gas supply to all its customers without any compromise on safety.

I am delighted to share that your Company has shown great resilience during this period, registering a robust growth of 48% in Annual CNG Sales (in SCM) during the year as compared to last financial year despite COVID striking in the peak summer season in first quarter of the year. In terms of annual PNG sales, the company continues to record exceptional double-digit growth of 52% (in SCM).

During FY 2021-22, 11 new CNG stations were added thereby increasing the total no. of CNG Stations to 79 as against 68 CNG stations till FY 2020-21, registering a growth of 16%. In the same period, the Company has reported growth of 38% in PNG domestic connections, from 1,09,216 in previous year to the present 1,50,418.

In fulfilment of the PNGRB Guidelines, your Company is accredited with ISO 45001:2018 for Occupational Health Safety Management System, ISO 14001:20015 for Environment Management System and ISO 9001:2015 for Quality Management System and has complied to Integrity Management System.

I am also delighted to share that your Company has been bestowed with appreciation letter for developing the mechanism of HSE index, based on Eighteen HSE elements to evaluate the overall HSE performance and achieved the score above 75% as declared by "National Safety Council Mumbai, the Govt. Autonomous Agency for the financial year of 2021-22. Also, to check the efficacy and preparedness of the key personnel to act in the event of an emergency, onsite and offsite mock drill is conducted periodically as per norms of PNGRB.

In the coming year your company shall be focusing on increasing a greater number of CNG Stations and providing PNG connections to Domestic, Commercial and Industrial segment. Your company is emphasizing on laying of steel network in the newly awarded geographical areas for speedy establishment of CNG Stations/District Regulating Stations for providing PNG connections. Also, the recent developments in gas allocation policy of Govt of India is surely an indication of a brighter future for CGD industry.

Before I conclude, on behalf of the Board of Directors, I wish to convey our sincere regards and deep gratitude to all the stake holders for believing in us and supporting us to achieve new milestones year on year.

Your directors also appreciate GGL employees at all levels for their dedication, hard work and commitment.

I would conclude by saying that we are determined to achieve greater heights by working in synergy with all our stakeholders.

Thank you,

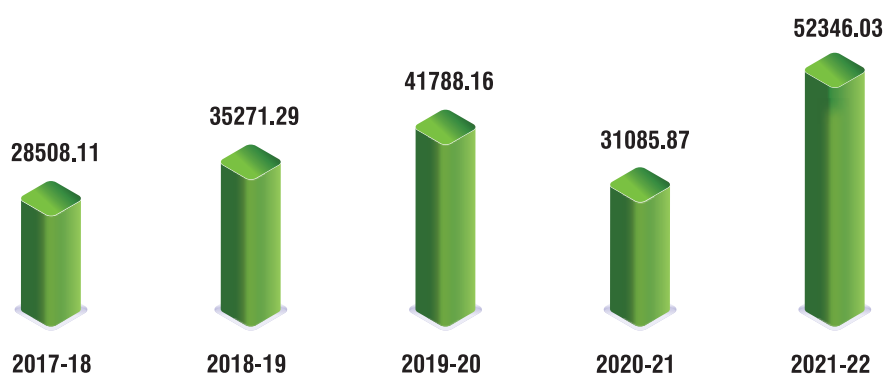
**JP Singh**  
Managing Director



## KEY FINANCIAL HIGHLIGHTS

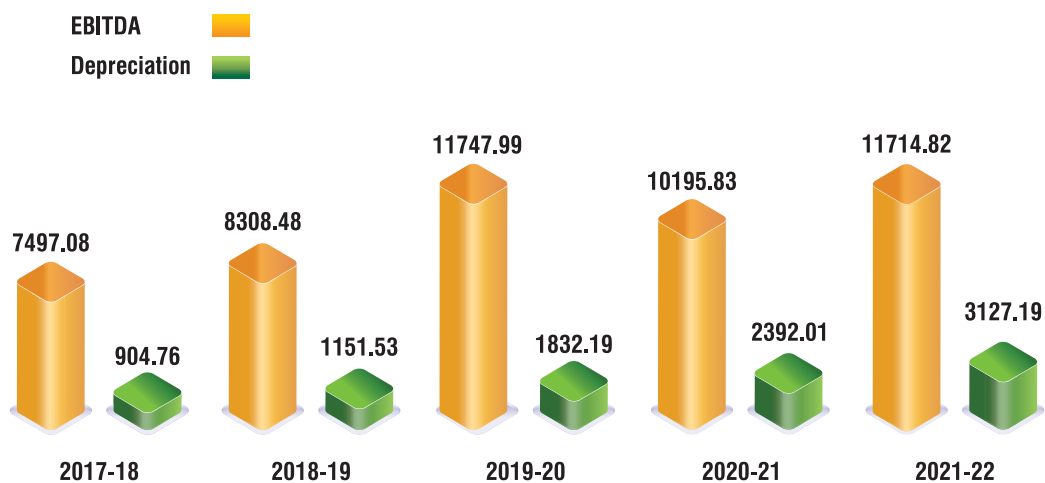
## Sales Turnover

(In Rs. Lakhs)



## Gross Margin

(In Rs. Lakhs)

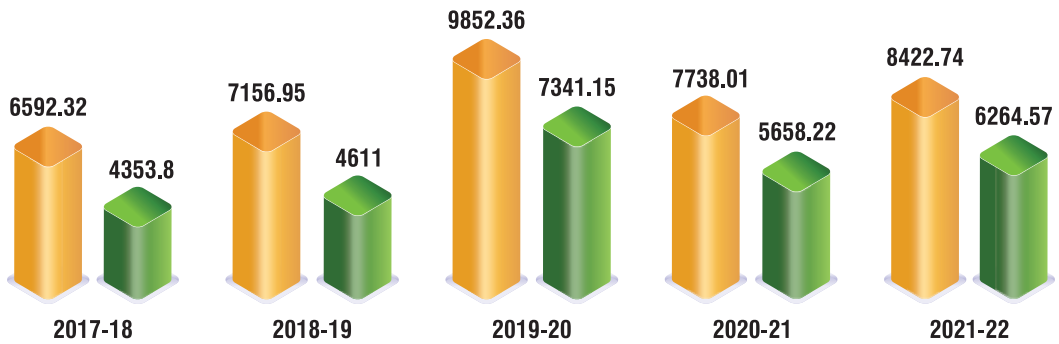


## KEY FINANCIAL HIGHLIGHTS

### Profitability

(In Rs. Lakhs)

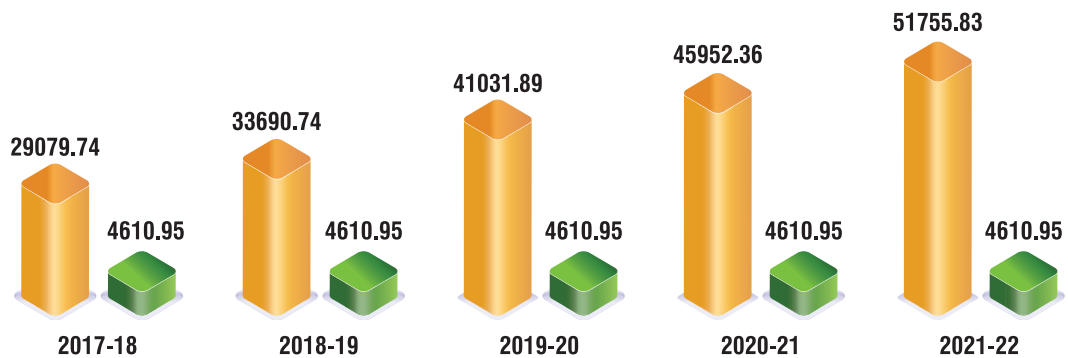
PBT  
PAT (After OCI)



### Shareholders Fund

(In Rs. Lakhs)

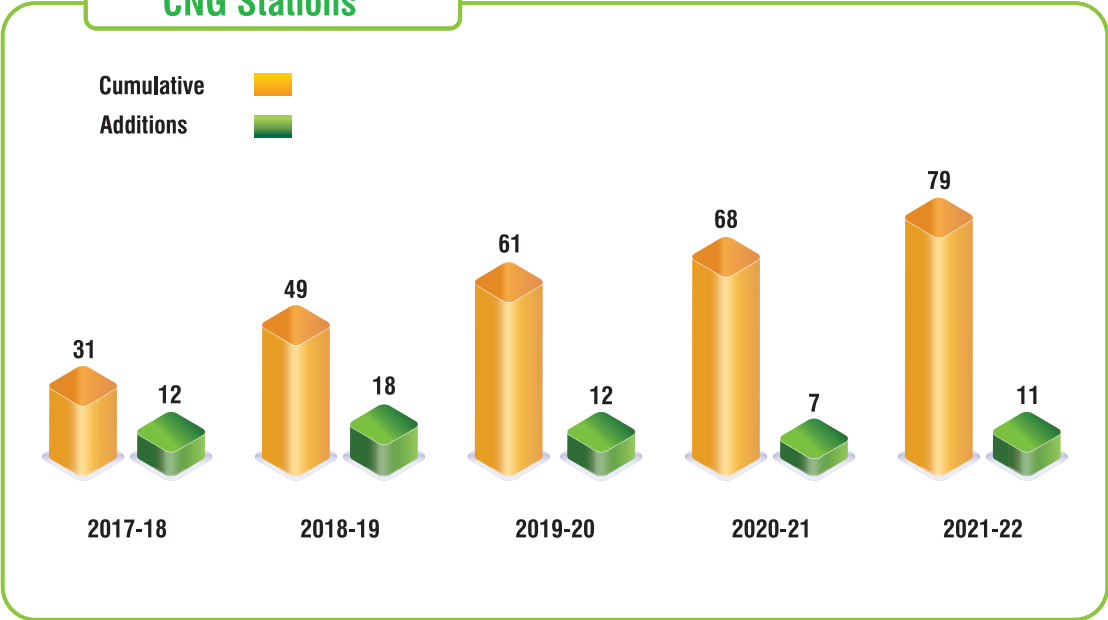
Networth  
Equity



## KEY OPERATIONAL HIGHLIGHTS

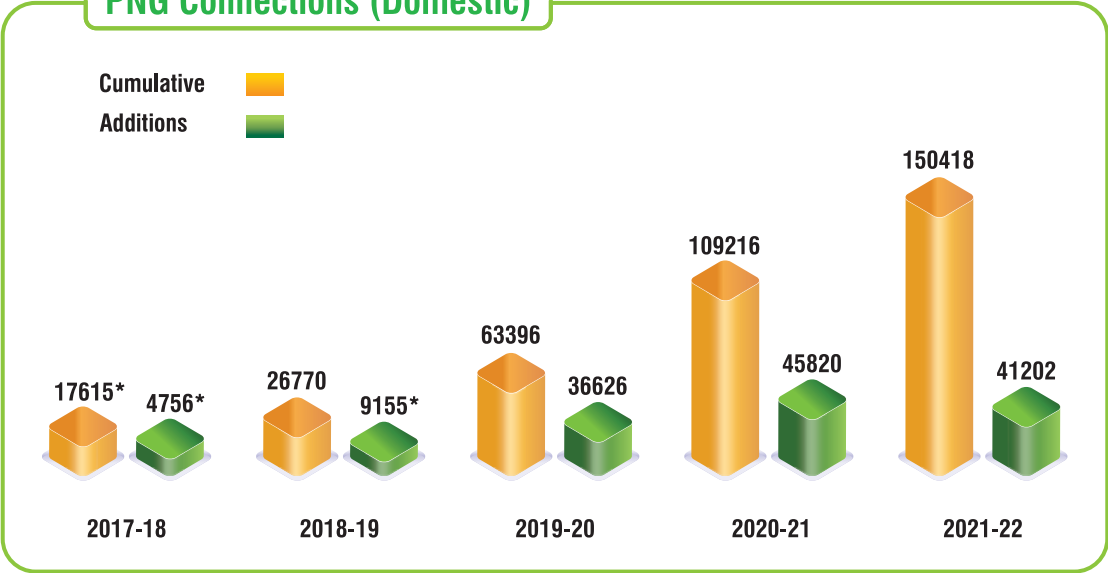
## CNG Stations

(In Nos.)



### PNG Connections (Domestic)

(In Nos.)



Note: \* Earlier erroneous reporting in data corrected.

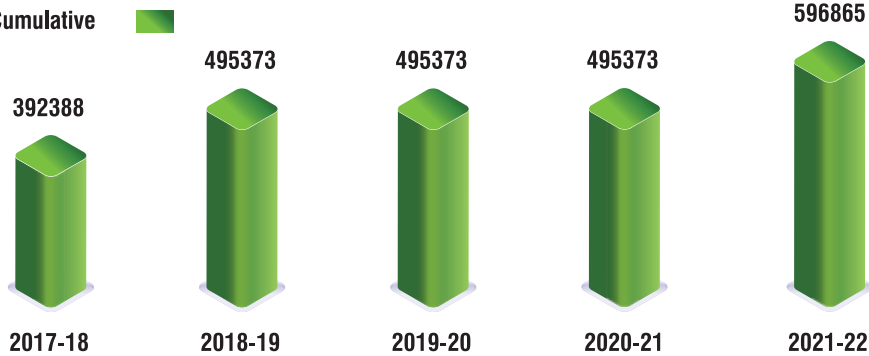


## KEY OPERATIONAL HIGHLIGHTS

### Compression Capacity

(In Kgs. Per Day)

Cumulative

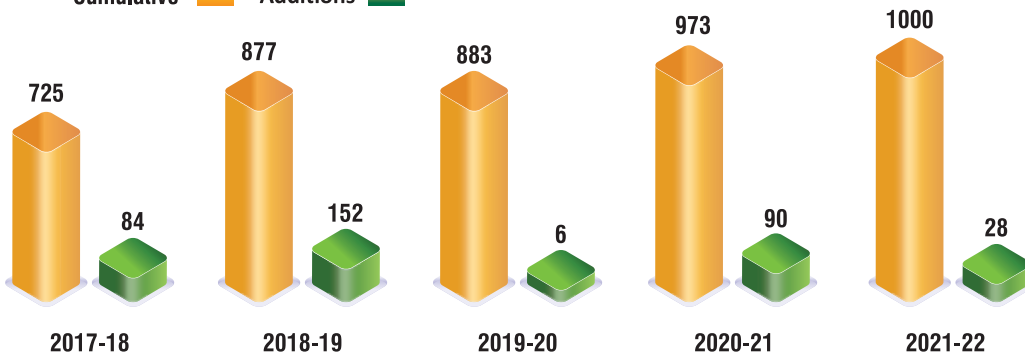


### Steel Network

(In Inch Kms)

Cumulative

Additions

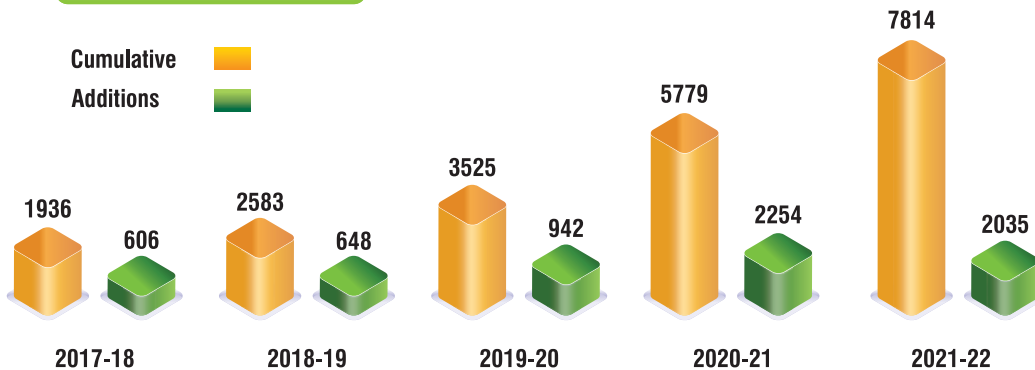


### MDPE Network

(In Inch Kms)

Cumulative

Additions



## DIRECTORS' REPORT

(For the year ended March 31, 2022)

## The Members,

Your Directors take great pleasure in presenting the 17<sup>th</sup> Annual Report, together with the Audited Financial Statements of your Company for the year ended March 31, 2022.

## 1. NATURE OF BUSINESS

Green Gas Limited (GGL) is a Joint Venture Company of GAIL (India) Limited (GAIL) and Indian Oil Corporation Limited (IndianOil). It is committed to supply safe and uninterrupted natural gas to domestic, commercial, industrial, and automotive sector at Lucknow, Agra, Unnao (except areas already authorized), Ayodhya and Sultanpur Geographical Areas (GAs) in Uttar Pradesh.

During the year under review, there was no change in the nature of the business of the Company.

## 2. PERFORMANCE OF THE COMPANY (FINANCIAL REVIEW)

GGL's summarized financial performance is depicted below:

(₹ in lakhs)

Items	For the Year 31-Mar-2022	For the Year 31-Mar-2021
Sales and Operating Income	52,346.03	31,085.87
Other Income	106.44	89.9
Total Income	52,452.47	31,175.77
Cost of material consumed		
(Net of change in inventories)	27,315.78	11,255.64
Excise Duty	5,484.30	3,343.55
Employee benefit expenses	937.55	886.64
Other expenses	7,000.02	5,494.11
Profit before Depreciation, Interest & Tax	11,714.82	10,195.83
Depreciation & Amortization Expenses	3,127.19	2,392.01
Finance Costs	164.89	65.81
Profit before tax	8,422.74	7,738.01



Items	For the Year 31-Mar-2022	For the Year 31-Mar-2021
Current tax	1,417.01	1,475.33
Deferred tax	745.86	629.03
Profit after tax	6,259.87	5,633.65
Other comprehensive income net of tax	4.7	24.57
Total comprehensive income for the period	6,264.57	5,658.22
Retained Earnings – opening balance	41,341.41	36,420.94
Add : Profit for the period	6,259.87	5,633.65
Profit available for appropriations	47,601.28	42,054.59
Appropriations:		
Dividends	-461.1	-737.75
Transferred to general reserve		---
Other comprehensive income recognized directly in retained earnings	4.70	24.57
Retained Earnings – closing balance	47,144.88	41,341.41
Earnings per share (in ₹)	13.58	12.22
PBT % (of Turnover)	16.09%	24.89%
PAT Margin % (of Turnover)	11.96%	18.12%

**Note:**

- There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this report.
- Previous year figures have been regrouped / reclassified wherever considered necessary to correspond with current period classification /disclosures.

**3. DIVIDEND**

For FY 2021-22, based on the Company's performance, your Directors are pleased to recommend a Final dividend of 10% (₹ 1.00 per equity share of ₹ 10 each). The said dividend on equity shares, if approved by Members, would involve a dividend payout of ₹ 461 Lakhs.



#### 4. TRANSFER OF UNCLAIMED DIVIDEND TO THE INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

In terms of the applicable provisions, there is no dividend which remains outstanding, or which remains to be paid and which requires to be transferred to the IEPF during the year.

#### 5. RESERVE

Your Company has not transferred any amount to reserve. The Company proposes to retain the entire amount of profits in the Profit and Loss Account.

#### 6. STATE OF COMPANY'S AFFAIRS

##### a) Year in retrospect

Your Company began its commercial operation of selling CNG from April 2, 2006. In its seventeenth year of operation, the Company's Revenue from Operations grew by 68% YoY to ₹ 52,346.03 Lakhs in 2021-22 from ₹ 31,085.87 Lakhs in 2020-21. Your Company has achieved higher-than-pre-COVID sales owing to a scenario-based strategy and prior planning.

The Company has shown remarkable resilience in bouncing back to normal, posting Net Profits of ₹ 6,259.87 Lakhs in FY 2021-22 as compared to ₹ 5,633.65 Lakhs reported in the previous FY 2020-21. Despite rising input costs, the Company was able to increase its profitability through effective long-term gas procurement and cost optimization.

PAT margin has fallen to 11.96 % in FY 2021-22, as compared to 18.12 % in FY 2020-21. This was mainly due to squeezed Profit margin on account of higher input prices, increase in Operation & Maintenance expenses, partially by rupee depreciation and change in the gas allocation policy by the Government for CNG & PNG (domestic) segment. Margins were under pressure due to spiralling cost inflation. We exited the year with a positive momentum recording highest ever revenue. It has been a year of revival despite transitional impact of COVID and commodity inflation.

Unprecedented mounting inflation has been rampant world over and the margins are under pressure. The Indian economy is also suffering high inflation. The Company has witnessed a sharp rise in input costs which has significantly impacted the profitability. To reduce the surging cost impact on margins, the Company has been assiduously working on adopting innovative solutions and improving its operational efficiencies at all levels and maximizing its realization.

**COVID-19 impact:** FY 2021-22 witnessed two waves of COVID-19 pandemic, one in the beginning of the financial year and another towards the end. Unfortunately, during the first wave in May-June 2021 there was an unprecedented toll on human lives though disruption in the economic activities was contained to minimum. The Government and Administration across the Country have acted with remarkable agility in handling the crisis.

The Board of Directors wishes to express gratitude to everyone who risked their lives and safety to ensure the Company's ongoing operations during the epidemic.



## EVENTS AT A GLANCE



Inauguration of CNG Mother Station at Lucknow



Farewell of Shri A. K. Tiwari, the then Nominee Director, GGL



Interaction of Directors with Employees of GGL

We have emerged from a challenging period, with multiple COVID related disruptions last year and the year before and unprecedented inflation in input costs and highly tensed geo-political situation and disturbed logistics around the World. Your Company has shown great resilience during this period and our unwavering commitment and focus on the growth has translated FY 2021-22 into achievement of highest ever turnover over and above ₹ 500 crores for us.

**b) Challenges**

In a challenging environment, we have shown resilience and agility to deliver strong all-round performance. Our reported turnover and net profit grew 68% and 10%, respectively in financial year 2021-22.

The current external macro environment remains challenging, and we do foresee certain headwinds. Costs of key input materials and capital items continue to see significant inflation, and this is likely to persist for some time. Domestic natural gas price, determined by a government-set formula linked to average rates at international hubs, was \$1.79 per mmBtu last August, 2021. It rose to \$2.9 last October, 2021 and \$6.1 this April, 2022. The blended rate, which varies every month based on the cost of imported gas, has risen from \$8.9 in July, 2022 to \$10.5 in August, 2022.

Challenges before your Company include roll out of CGD infrastructure in time bound manner to meet regulatory targets, following the expiration of marketing exclusivity, the Company's current geographic territories may be subject to open access, and volatile RLNG prices may have an impact on prospects. While the inflationary environment continues to pose a challenge, however, we maintain a positive outlook on demand growth and gradual recovery of margins.

To address these, the Company is working on updating its strong systems and processes, as well as boosting workforce and talent development. Furthermore, some are being addressed to suitable forums, such as the lack of a nodal agency for licenses, unified tax structure, changes in government policies, the inability to obtain necessary materials at optimal market rates, and so on.

Our scale of operations, infrastructure network and experience give us the confidence that we will be able to effectively face these challenges. We confidently look forward to another year of growth.

**c) Business Planning & Control System Mechanism**

Your Company has a precise business planning framework in place for defining objectives and other operational criteria, which are periodically assessed in relation to actual performance to ensure timely initiation of remedial action, if needed.





## OPERATIONS ACTIVITIES AT FULL SWING



Engine Maintenance (Engine Head Rebuilt)



Liner Assembling Work in Process



Air compressor Maintenance



Booster Gas Cooler Cleaning Work



Compressor Maintenance in progress.

## 7. PERFORMANCE HIGHLIGHTS

In light of the changing regulatory and legal environments, the Company's performance has been satisfactory.

### A Sales Performance

Your Company registered robust growth of 48% in Annual CNG Sales (in SCM) during the year as compared to last financial year despite Covid striking in the peak summer season in first quarter of the year. In terms of annual PNG sales, the company continues to record exceptional double-digit growth of 52% (in SCM).

### B Business Performance

(i) Compressed Natural Gas (CNG) - During FY 2021-22, new CNG stations were added thereby increasing the total no. of CNG Stations to 79 as against 68 CNG stations till FY 2020-21, registering a growth of 16%. Your company successfully commissioned two new CNG Mother Stations in Lucknow this year. Given the limited availability of land from government agencies, the company has also taken the initiative to establish CNG stations under the Dealer Owned Dealer Operated (DODO) model. Your company is in discussions with different landowners, OMCs, and others to identify and commission new CNG stations across GAs.

(ii) Piped Natural Gas (PNG):

a) Domestic Connections:

During the year, your Company has reported growth of 38% in PNG domestic connections, from 1,09,216 in previous year to the present 1,50,418. This rise in customer base was accomplished by ongoing network expansion and other infrastructure development operations. New clients were added, broadening the demand base.

b) Industrial & Commercial (I & C) Connections:

During the year, the Commercial & Industrial customer base remained flat at 125, as in the previous year, owing primarily to COVID-19 in the first quarter, which negatively impacted business operations of Industrial & Commercial undertakings, primarily malls, hotels, restaurants, manufacturing operations, and so on.

### C Network Expansion

Your Company has, during the year, undertaken activities for network expansion in Lucknow, Agra & Ayodhya G.A.s to cater to the demand of existing customers as well as considering future requirements. MDPE pipeline network grew by 35%, with a total of 7,814 Inch-Kms at the end of FY 2021-22 compared to a total of 5,779 Inch-Kms at the start of the year. The CS pipeline network increased by 3%, reaching 1000 Inch-Kms at the end of FY 2021-22, up from 973 Inch-Kms at the start of the year.



## 8. CAPITAL EXPENDITURE AND WORKING CAPITAL MANAGEMENT

Your Company has gross block of PPE of ₹ 676.56 crores with net balance of ₹ 582.53 crores as on March 31, 2022. During the FY 2021-22, assets amounting to ₹ 131.55 crores were added/ capitalized. Financing arrangement already made for Rupee Term Loan of ₹ 500 crores for funding the ongoing and future capex requirements of the Company are under draw down. Work is in various stages of progress with ₹ 314.02 Crores towards capital inventory/ projects under construction including interest during construction. Prudent financial management and profitability contributed to a strong balance sheet. Working capital has returned to normal, resulting in high cash levels.

During FY 2021-22, your Company has switched over Rupee Term Loan of ₹ 500 crores from State Bank of India to HDFC Bank Ltd. to achieve attractive Repo Rate linked interest rate of @ 6.2% from MCLR rate of 7.1% for funding the ongoing and future capex requirement of the Company pertaining to City Gas Distribution business. The above will result in significant interest savings on the Rupee Term Loan.

Your Company for augmenting funds for CAPEX needs has taken disbursal out of the Rupee Term Loan sanctioned by HDFC Bank Ltd. and the total disbursal at close of the year stood at ₹ 290.97 crores. During the COVID-19 Pandemic period, it has not availed any moratorium on any of its payments to the institutions. Banks and Financial Institutions continue their unstinted support in all aspects and the Board records its appreciation for the same.

## 9. FUTURE OUTLOOK

Your Company has aggressive plans to expand in GAs of Unnao (part) District and Ayodhya & Sultanpur Districts in Uttar Pradesh in addition to the existing GAs Lucknow and Agra. Business plan has been prepared through M/s SBI Caps with inputs from M/s MECON for 25 years infrastructure planning based on demand projections and network simulations.

Your Company has plans to put an additional infrastructure for development of CNG and CGD network with estimated Capex of ₹ 1,626.36 crores from FY 2020-21 to FY 2024-25, out of which ₹ 276.34 crores have been spent in FY 2021-22 across all GAs. Further ₹ 455.12 crores have been spent in last two years across all GAs.

The CNG segment is growing at a rapid pace and there is an opportunity to tap the potential to a greater extent. Accordingly, your Company has, planned to expand the CNG reach through addition of CNG facilities at OMC's ROs as well as develop Green field CNG Stations of GGL under COCO/DODO models in all GAs in addition to conversion of existing Daughter Booster stations to Online station thereby increasing overall compression capacity.

Compressed Bio-Gas (CBG) is like commercially available natural gas in its composition and energy potential. It can be used as an alternate, renewable automotive fuel. Use of CBG will also help to bring down dependency on crude oil imports and in enhancing farmers' income, rural employment, and entrepreneurship. Your Company under Sustainable Alternative Towards Affordable Transportation (SATAT) initiative by the MoPNG, which is aimed at promoting setting up of CBG production plants for use in automotive fuels, issued 29 nos. of Lols to interested parties.



Your Company had introduced billing app in FY 2020-21 which has been made fully made operation in current FY 2021-22 including CRM module which shall lead to timely generation of bills, enable consumers to generate their own bills, make payments with maximum convenience and customers can connect with GGL Engage to resolve their complaints in time bound manner.

Your Company has not accepted any Deposits in terms of the provisions of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 and as such, no amount of principal or interest payment was outstanding as on the Balance Sheet date.

The Authorized share capital of your Company as on March 31, 2022 is ₹ 103,00,00,000/- (Rupees One Hundred Three Crores only) consisting of 10,30,00,000 (Ten crore Thirty Lakhs) equity shares of ₹10/- each. The paid up and subscribed share capital of the Company as on March 31, 2022 is ₹ 46,10,95,000/-. There was no change in Authorized share capital and Paid-up share during the FY 2021-22.

Your Company has appointed National Securities Depository Limited (NSDL) as a Depository and KFin Technologies Limited (formerly known as KFin Technologies Private Limited) as a Registrar and Transfer Agent (RTA).

A Practicing Chartered Accountant carried out a half-yearly share capital audit for the periods ended on September 30, 2021 and March 31, 2022 to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and the total issued capital. The audit confirms that the total issued / paid-up capital of the Company agrees with the total number of shares in physical form and the total number of dematerialised shares held with NSDL.

Your Company has not issued any shares with differential voting rights or sweat equity or ESOPS.

Your Company does not have Subsidiaries, Joint Ventures and Associate Companies.

Your Company did not give any other loans or guarantees, provide any security or make any investments as covered under Section 185 and 186 of the Companies Act, 2013.

As required under the provisions of the Companies Act, 2013, the Annual Return is available on the Company's website [www.gglonline.net](http://www.gglonline.net)



## ACTIVITIES UNDER CSR INITIATIVES



CNG Kit Fitment Technician Program by ASDC at Agra & Ayodhya



Sponsoring Skill & Entrepreneurship Development Vocational Training organised by NIESBUD



## ACTIVITIES UNDER CSR INITIATIVES



### Providing Ambulance equipped with Mobile Healthcare Unit to HelpAge India



### Organizing Mega Eye & General Health Check-up Camp



## Distribution of Semi-automatic Battery Powered Electric-Tricycle to Specially Abled Individuals

## 16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Particulars of Transactions with related parties during the financial year are disclosed in Note No. 37 of the Financial Statements. These transactions entered were on arm's length basis and in ordinary course of business. There were no materially significant related party transactions with the Company's Promoters, Directors, Management, Key Managerial Personnel or their relatives, which could have had a potential conflict with the interests of the Company at large.

Form AOC-2, containing the note on the aforesaid related party transactions is enclosed as **Annexure-A**.

## 17. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Particulars of Energy Conservation, Technology Absorption, Foreign Exchange Earnings and Outgo under the provisions of Section 134(1) (m) of the Companies Act, 2013 read with rule 8 of the Companies (Accounts) Rules, 2014, are appended as **Annexure-B**.

## 18. PARTICULARS OF EMPLOYEES UNDER COMPANIES ACT, 2013

No employee was in receipt of remuneration exceeding the threshold as set out under section 197 (12) of the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

## 19. CORPORATE SOCIAL RESPONSIBILITY

Your Company believes that Corporate Social Responsibility (CSR) plays a major role in the development of any society. Therefore, as a responsible Corporate Citizen, it has made CSR an integral part of its ethos and culture.

Accordingly, your Company has been taking various CSR initiatives for meeting the obligations as detailed in its CSR Policy. The Company's CSR policy provide a constructive framework to review and organize our social outreach programs in promoting education, health care, sanitation, environment sustainability, etc. The policy intends to strive for economic development that positively impacts society at large by way of optimum utilization of resources. As a responsible corporate citizen, our CSR programs are aimed at providing the most value to society. The Company's approach to CSR has been more than merely compliance.

Your Company has implemented CSR programs as identified under Schedule VII of the Companies Act, 2013 primarily for addressing the needs of communities located in proximity of its operating locations. During the year, the Company spent entire 2% of the average net profits made during the three preceding financial years amounting to ₹ 165.017 lakhs on various CSR activities. The amount spent towards the activities under CSR has been fully utilized.

CSR policy of the Company may be accessed on the website [www.gglonline.net](http://www.gglonline.net).

(Url: [https://www.gglonline.net/mediaggl/2022/03/GGL\\_CSR\\_Policy.pdf](https://www.gglonline.net/mediaggl/2022/03/GGL_CSR_Policy.pdf))

A report on CSR activities as required under Rule 8 of the Companies (Corporate Social Responsibility) Rules, 2014 is enclosed as **Annexure- C** to this report.

## 20. DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review:

- a) Dr. S.S.V. Ramakumar was appointed as Chairman (Non-Executive), GGL w.e.f. September 1, 2021, in place of Shri G. K. Satish owing to the withdrawal of his nomination by IndianOil. Shri G. K. Satish held the office of Director, GGL up to August 31, 2021.
- b) Shri Sanjeev Medhi ceased to be a Managing Director due to his untimely demise on November 19, 2021. Shri J. P. Singh was appointed as Additional Director & Managing Director w.e.f. December 3, 2021.
- c) Shri K. B. Singh, nominee of GAIL, was appointed as the Additional Director (Non-Executive) of the Company in place of Shri A. K. Tiwari w.e.f. December 1, 2021.
- d) Furthermore, after IndianOil's withdrawal of Dr. S.S.V. Ramakumar's nomination, Shri Sujoy Choudhury was appointed as Additional Director (Non-Executive) & Chairman, GGL from March 15, 2022. Dr. S.S.V. Ramakumar ceased to be Director, GGL w.e.f. March 15, 2022.

The Board takes this opportunity to place on record its appreciation for valuable contribution made by Shri G. K. Satish, Shri A. K. Tiwari, Dr. S.S.V. Ramakumar, and Shri Sanjeev Medhi during their tenure as the Directors of the Company.

- e) At the 16<sup>th</sup> Annual General Meeting of the Company held on September 22, 2021, Smt. Usha Gupta was appointed as an Independent Director for a term of 3 (Three) years with effect from October 21, 2020.
- f) Shri Piyush Mishra, ceased to be Chief Financial Officer (CFO) from April 1, 2021. Your Directors placed on record its appreciation for the services rendered. Shri Sharat Kumar, Director (Commercial) has been designated as CFO from July 22, 2021.
- g) Later, Shri Amit Maheshwari was appointed as CFO in place of Shri Sharat Kumar w.e.f. November 27, 2021. Shri Sharat Kumar ceased to be CFO, GGL w.e.f. November 27, 2021.

The Additional Directors are appointed to hold office upto the ensuing Annual General Meeting. The said appointments are subject to approval of members at the ensuing Annual General Meeting. The Company has received notices under Section 160 of the Companies Act, 2013 proposing their appointment as Directors of the Company.

The Nomination & Remuneration Committee has commended the appointment of Shri Sujoy Choudhury, Shri K. B. Singh and Shri J. P. Singh as Directors of the Company. Being eligible, they have offered themselves to be appointed as Director of your Company.

All the Independent Directors have given declarations stating that, they meet the criteria of independence as contemplated under Section 149(6) read with Schedule IV to the Companies Act, 2013 and they have registered their names in the Independent Directors' Databank to qualify themselves to be appointed as Independent Director under the provisions of the Companies Act, 2013 and the relevant





rules and the same were taken on record by the Board. In the opinion of the Board of Directors, Independent Directors appointed during the year have required integrity, expertise, and experience.

In accordance with the Articles of Association of the Company and in terms of Section 152 the Companies Act, 2013, Shri Sujoy Choudhury, Non-Executive Director shall retire by rotation at the forthcoming Annual General Meeting and being eligible, has offered himself for re-appointment.

Brief Profile of Directors proposed to be appointed is provided in the Notice convening the Annual General Meeting for reference of the shareholders.

None of the Directors are disqualified under Section 164(2) of the Companies Act, 2013, from being appointed as a Director of the Company.

The Board composition of your Company as on 31<sup>st</sup> March, 2022 is as under:

<b>Name of Director</b>	<b>Designation</b>	<b>Category</b>	<b>Parent/Nominating Company</b>
Shri Sujoy Choudhury (DIN: 09503285)	Chairman (Additional Director)	Non-Executive	IndianOil
Shri K. B. Singh (DIN: 08692365)	Additional Director	Non-Executive	GAIL
Shri J. P. Singh (DIN: 09419382)	Managing Director (Additional Director)	Executive	GAIL
Shri Sharat Kumar (DIN: 08758450)	Whole-time Director [Director (Commercial)]	Executive	IndianOil
Shri S. L. Raina (DIN: 02766927)	Independent Director	Non-Executive	--
Smt. Usha Gupta (DIN: 07206974)	Independent Director	Non-Executive	--

Pursuant to the provisions of section 203 of the Companies Act, 2013, the Key Managerial Personnel (KMP) of the Company and changes thereto during the year are as under:

1. Shri J. P. Singh, Managing Director with effect from 03.12.2021.
2. Shri Sanzeev Medhi, Managing Director till 19.11.2021.
3. Shri Sharat Kumar, Whole-time Director [Director (Commercial)].
4. Shri Sharat Kumar additionally designated as Chief Financial Officer from 22.07.2021 till 27.11.2021.
5. Shri Amit Maheshwari, Chief Financial Officer from 27.11.2021.
6. Shri Piyush Mishra, Chief Financial Officer till 01.04.2021.
7. Shri Nikit Rastogi, Company Secretary.

There being no other change in Directors and Key Managerial Personnel during the year.



## 21. MANAGERIAL REMUNERATION

During the year, the Managing Director and Whole-time Director [holding the office of Director (Commercial)] of the Company are paid remuneration as per the Secondment policy of their respective parent companies namely GAIL and IndianOil.

The Company has not paid any remuneration to Non-Executive Directors (except Independent Directors) for attending meetings during the Financial Year 2021-22.

At present, the Board has fixed the sitting fee of ₹ 25,000 and ₹ 15,000 for attending each Board Meeting and Committee/Sub-Committee/Separate Meeting respectively for the Independent Directors.

## 22. ANNUAL PERFORMANCE EVALUATION

The Annual Performance Evaluation for the year was conducted for all Board Members as well as the working of the Board and its Committee. This evaluation was led by the Chairman of the Company with specific focus on the performance and effective functioning of the Board. The Board evaluation framework has been designed in compliance with the requirements under the Companies Act, 2013. The Board evaluation was conducted through questionnaire having qualitative parameters and feedback based on the ratings.

The Board of Directors carried out the evaluation of every Director, Committees of Board, and the Board as a whole, based on the laid down criteria of performance evaluation. The results of such evaluation were discussed in the Board Meeting, Nomination & Remuneration Committee Meeting and Separate Meeting of Independent Directors and noted with satisfaction.

## 23. BOARD MEETINGS

The Board of Directors meets at regular intervals to discuss and decide on Company's operations, policies, and strategy apart from other Board business. The Board and Committee Meetings are pre-scheduled and a schedule of each of the Board and Committee Meetings is disseminated to the Directors well in advance to facilitate them to plan their schedule and to ensure meaningful participation in the meetings. However, in case of a special and urgent business need, the Board's approval is either taken by passing resolution by circulation, as permitted by law, which is noted and confirmed at the subsequent Board Meeting or meeting is called at a shorter notice. In special and exceptional circumstances, additional or supplementary item(s) on the agenda are permitted.

Eight (8) Board Meetings were held during the year ended March 31, 2022 i.e., on May 12, 2021; July 21, 2021; August 25, 2021; September 22, 2021; November 27, 2021; December 27, 2021; February 04, 2022 & March 30, 2022. The gap between any two meetings did not exceed one hundred and twenty days and mostly these Board Meetings were held through video conferencing/ other audio-visual mode (VC/OAVM). During the year, all the Directors were allowed/given option at their discretion to join the Board Meetings through VC/OAVM.



The details of attendance of each Director at the Board Meetings are given below:

<b>Name of Director</b>	<b>No. of Board Meeting</b>	<b>No. of Board Meeting attended</b>
Shri Sujoy Choudhury <sup>1</sup> (DIN: 09503285)	1	1
Shri K. B. Singh <sup>2</sup> (DIN: 08692365)	3	3
Shri J. P. Singh <sup>3</sup> (DIN: 09419382)	3	3
Shri Sharat Kumar (DIN: 08758450)	8	8
Shri S. L. Raina (DIN: 02766927)	8	7
Smt. Usha Gupta (DIN: 07206974)	8	8
Dr. S.S.V. Ramakumar <sup>4</sup> (DIN: 07626484)	4	4
Shri A. K. Tiwari <sup>5</sup> (DIN: 07654612)	5	5
Shri G. K. Satish <sup>6</sup> (DIN: 06932170)	3	3
Shri Sanzeev Medhi <sup>7</sup> (DIN: 08409465)	4	4

1. Appointed as an Additional Director (Non-Executive) & Chairman effective March 15, 2022.
2. Appointed as an Additional Director (Non-Executive) effective December 1, 2021.
3. Appointed as an Additional Director & Managing Director effective December 3, 2021.
4. Appointed as Chairman effective September 1, 2021 and ceased to be a Director effective March 15, 2022.
5. Ceased to be a Director effective December 1, 2021.
6. Ceased to be a Director effective August 31, 2021.
7. Ceased to be Managing Director effective November 19, 2021 due to sudden demise.

## **24. COMMITTEES OF THE BOARD**

The Board Committee play a crucial role in the governance structure of the Company and has been constituted to deal with specific areas / activities as mandated by applicable regulation, which concern the Company and need a closer review. The Board Committee is set up under the formal approval of the Board to carry out clearly defined roles which are to be performed by Members of the Board. The Board is informed about the summary of the discussions held in the Committee Meetings. The Minutes of the meetings of Committee is placed before the Board for review. The Board Committees can request special invitees to join the meeting, as appropriate. The Company Secretary acts as a Secretary to the Committees.

Although your Company is an Unlisted Joint Venture Company, it is not required to appoint Independent Directors but, as a part of corporate governance, it has on its Board appointed two Independent Directors.

**a) Audit Committee**

The Audit Committee comprises of three Non-Executive Directors of which two are Independent Directors. The Chairperson of the Committee is a Non-Executive Independent Director. The term of reference of Audit Committee includes matters specified in Section 177 of the Companies Act, 2013. The Audit Committee has been constituted/re-constituted during the year. The constitution of the Audit Committee as on March 31, 2022:-

Name of Director	Designation	Role in Committee
Smt. Usha Gupta	Independent Director	Chairperson
Shri S. L. Raina	Independent Director	Member
Shri K. B. Singh	Additional Director	Member

During the financial year ended March 31, 2022, four (4) Audit Committee meetings were held on September 22, 2021; December 27, 2021; February 04, 2022; and March 30, 2022. The attendance of the Members of Audit Committee Meetings is as under: -

Name of Members	No. of Meeting entitled to attend	No. of Meeting attended
Smt. Usha Gupta	4	4
Shri S. L. Raina	4	4
Shri K. B. Singh	3	3
Shri A. K. Tiwari	1	1

**b) Nomination and Remuneration Committee ('NRC')**

The Nomination & Remuneration Committee ('NRC') comprises of three Non-Executive Directors of which two are Independent Directors. The Chairman of the Committee is a Non-Executive Independent Director. The Committee has been constituted/re-constituted during the year.



## GLIMPSES OF ANNUAL GENERAL MEETING & BOARD LEVEL MEETING

16<sup>th</sup> Annual General Meeting held on 22.09.2021 at Lucknow





The constitution of the NRC as on March 31, 2022:-

Name of Director	Designation	Role in Committee
Shri S. L. Raina	Independent Director	Chairperson
Smt. Usha Gupta	Independent Director	Member
Shri Sujoy Choudhury	Additional Director	Member

During the financial year ended March 31, 2022, three (3) NRC meetings were held on November 27, 2021; December 27, 2021; and March 30, 2022. The attendance of the Members of Committee Meetings was as under: -

Name of Members	No. of Meeting entitled to attend	No. of Meeting attended
Shri S. L. Raina	3	2
Smt. Usha Gupta	3	3
Shri Sujoy Choudhury	1	1
Dr. S.S.V. Ramakumar	2	2

**c) Corporate Social Responsibility Committee**

The power, role, and terms of reference of the Corporate Social Responsibility (CSR) Committee covers the areas as contemplated under Section 135 and Schedule VII of the Companies Act, 2013, based on other terms as defined by the Board of Directors. The Minutes of each Corporate Social Responsibility Committee Meeting are placed at the subsequent meeting of the Committee and the Board.

To broad base the structure of CSR Committee after inducting Independent Directors on Board, the CSR Committee has been reconstituted during the year. The constitution of the CSR Committee as on March 31, 2022:-

Name of Director	Designation	Role in Committee
Smt. Usha Gupta	Independent Director	Chairperson
Shri S. L. Raina	Independent Director	Member
Shri J. P. Singh	Managing Director	Member

CSR Committee met twice during FY 2021-22 on July 16, 2021 and March 11, 2022.



The details of attendance of each Director at the CSR Committee Meetings during the year are given below:

<b>Name of Director</b>	<b>No. of Meeting entitled to attend</b>	<b>No. of Meeting attended</b>
Smt. Usha Gupta	1	1
Shri S. L. Raina	1	1
Shri J. P. Singh	1	1
Shri Sanzeev Medhi	1	1
Shri Sharat Kumar	1	1

Besides above, the Share Transfer Sub-Committee, consist of Managing Director and Director (Commercial). The committee meets as per the requirement. No meeting held during the year.

Further, a meeting of the Independent Directors was held on September 22, 2021 which inter alia reviewed and assessed the quality, quantity, and timeliness of flow of information between the Company, Management and the Board that is necessary for the Board to perform their duties effectively and reasonably

## **25. GENERAL MEETINGS**

The details of last three Annual General Meeting held are as follows:

<b>Financial Year</b>	<b>Meeting</b>	<b>Day, Date &amp; Time</b>	<b>Venue of Meeting</b>	<b>Special Resolution(s) Passed, if any</b>
2019-20	14 <sup>th</sup> AGM	Saturday 21.09.2019 12.00 Noon	Hotel Renaissance, Gomti Nagar, Lucknow	Yes
2020-21	15 <sup>th</sup> AGM	Monday 28.09.2020 3.00 P.M.	Through Video Conferencing (VC)	Yes
2021-22	16 <sup>th</sup> AGM	Wednesday 22.09.2021 11.00 A.M.	Hotel Renaissance, Gomti Nagar, Lucknow	Yes

No Extraordinary General Meeting (EGM) was held during Financial Year 2021-22.

## **26. SECRETARIAL STANDARDS OF ICSI**

Your Company follows the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India and approved by the Central Government.



## EVENTS AT A GLANCE



## 27. AUDITORS

The matters related to Auditors and their reports are as under:

### a) STATUTORY AUDITOR

M/s S. Srivastava & Company, Chartered Accountants, Lucknow are appointed by Comptroller and Auditor General ('C&AG') of India as Statutory Auditors of the Company for the audit of FY 2021-22. The Statutory Auditors of the Company have given unqualified report. The comments referred to in the Auditors' Report are self-explanatory and therefore do not call for any further explanations.

C&AG of India had decided not to conduct a supplementary audit under Section 143(6)(a) of the Companies Act, 2013 on the financial statements of your Company for the year ended March 31, 2022. Review & comments of C&AG of India on Company's financial statements for FY 2021-22 forms part of the Financial Statements.

### b) SECRETARIAL AUDITOR

The Board of Directors has appointed Ms. Seema Agarwal, Practicing Company Secretary, Lucknow, as Secretarial Auditor of the Company for the FY 2021-22. Secretarial Audit Report for the financial year ended March 31, 2022 is enclosed as **Annexure-D**.

The comments made by the Secretarial Auditor in their report are self-explanatory and do not call for any further explanations except those stated below.

Regarding delay noticed in filing of Charge related e-forms, it is informed that the process of filing a charge is based on the execution of various documents, such as the facility agreement, NOC from the previous lender, DOH, and CBG, which were processed concurrently between the Company and the previous lender, SBI and HDFC Bank, and completed at different dates where the same took time. In the meanwhile, HDFC Bank had filed the charge as Charge Holder under the Facility Agreement, which had previously been drafted and signed by the Company. However, the Company's management has taken all necessary safeguards and procedures to assure appropriate compliance and that such late submission does not jeopardise the interests of the Company's other intervening creditors.

Regarding filing of Charge for Non-Fund based limit from HDFC Bank Ltd. for ₹ 165 crores viz-a-viz accepted limit of ₹ 110 crores, it is informed that during the transfer of the non-Fund based credit facilities received from State Bank of India to HDFC Bank Ltd., some discrepancies between the terms listed in the accepted Sanction letter and the loan paperwork executed were brought to HDFC Bank's attention; they were taken up by the Company and corrected by the Bank. As a result, rectification in Charge recorded was electronically submitted.

Regarding delay in payment of dividend it is informed that Dividend payments were processed to all shareholders at the same time and on schedule. Technical issues impeded the processing of few numbers of shareholders' payments, and those monies were instead returned to the



## HEALTH SAFETY & ENVIRONMENT



Observation of the National Safety Week & Off- Site Mockdrill



Awareness programmes on Safe usage of PNG in residential society.



Live demo of Fire extinguishers operations in residential society.



bank account intended for that payment. The unpaid dividend was reprocessed and distributed to shareholders.

**c) COST AUDITOR**

Your Company has appointed M/s K. B. Saxena & Associates, Lucknow as Cost Auditors for the FY 2021-22. Cost Audit Report will be filed within the period stipulated under the Companies Act, 2013.

The Board of Directors has re-appointed M/s. K. B. Saxena & Associates, Lucknow, Cost Accountants, as the Cost Auditors of the Company for the FY 2022-23. The remuneration proposed to be paid to the Cost Auditors is subject to ratification by the members at the ensuing Annual General Meeting of the Company.

Accordingly, a resolution seeking members' ratification for the remuneration payable to M/s. K. B. Saxena & Associates, Cost Auditor is included in the notice convening the Annual General Meeting.

**d) INTERNAL AUDITOR**

Internal Audit of your Company is carried out by reputed external professional firm covering major business operations, which ensures the effectiveness of existing processes, controls, and compliances.

The Board has appointed M/s G. K. Surekha & Co., Chartered Accountant, Lucknow as Internal Auditor for consecutive three FY up to FY 2021-22. They have conducted internal audit of FY 2021-22 and submitted their Internal Audit Report.

**28. REPORTING OF FRAUDS BY AUDITORS**

Pursuant to provisions of Section 143 (12) of the Companies Act, 2013, the Auditors have not reported any incident of fraud during the year under review.

**29. DISCLOSURE FOR MAINTENANCE OF COST RECORDS UNDER THE COMPANIES ACT, 2013**

The Company has maintained cost accounting records as prescribed u/s 148 of the Companies Act, 2013.

**30. VIGIL MECHANISM**

Your Company has established a "Vigil Mechanism" for its employees and Directors, for enabling them to come forward and raise their genuine concerns or grievances pursuant to section 177 (9) of the Companies Act, 2013 and rules made there under.

To this effect, the Board has adopted a 'Whistle Blower Policy' (WBP). The policy inter-alia provides safeguards against victimization of the Whistle Blower. The details of the Whistle Blower Policy are available on the website of the Company [www.gglonline.net](http://www.gglonline.net). During the year under review, no complaint has been made by the Directors and employees of the Company. During the year under review, no employee was denied access.



## CELEBRATIONS



Celebrating Republic Day



Shri J. P. Singh, MD, GGL addressing GGL Team on occasion of New Year



Celebrating Women's Day



Celebrating GGL Day



Celebrating Independence Day



The Central Vigilance Commission (CVC) provisions/guidelines shall also mutatis-mandis applies to the Company. In compliance to Office Memorandum of MoPNG, Vigilance function of your Company has been assigned to Chief Vigilance Officer (CVO), GAIL.

### **31. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

Your Company has put in place an adequate system of internal audit and internal control commensurate with its size and nature of its business and continuously focus on strengthening its internal control processes. These systems provide a reasonable assurance in respect of providing financial and operational information, complying with applicable statutes, safeguarding of assets of the Company, and ensuring compliance with corporate policies.

Your Company has engaged the services of an independent professional to carry out the internal audit and ensure that recording and reporting are adequate and proper, that the internal controls exist in the system and that sufficient measures are taken to update the internal control system. The system also ensures that all transactions are appropriately authorised, recorded, and reported.

M/s S. Srivastava & Company, Chartered Accountants, the Statutory Auditors of the Company have issued report on Internal Financial controls over financial reporting u/s 143 (3)(i) of the Companies Act, 2013.

### **32. DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY**

Your Company has developed and implemented a Risk Management Policy which includes, identification of elements of risk. Risk management process has been designed to identify, assess and frame a response to risks for its mitigation.

However, there are certain risks which cannot be avoided but the impact can only be minimized. The recent disruption and uncertainty in business due to second wave of COVID-19 pandemic is one such risk due to which the Company's operations have been impacted. Further, Geo-political situations like the Russia Ukraine war have further forced CGD business to bring down the operational costs due to reduced profit margins.

Demand for the Company's products is likely to affect the Company's earnings in the short and medium-term. However, your Company's significant scale and broad geographical exposure, focuses on value added applications.

### **33. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT 2013**

Your Company has complied with the provision relating to the constitution of Internal Complaint Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year under review, there were no complaints received pursuant to the provisions of the said Act.

### 34. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL

There are no significant and material orders passed by the Courts or tribunals impacting the going concern status and the Company's operations in the future.

### 35. HEALTH, SAFETY, AND ENVIRONMENT MANAGEMENT

Your Company is committed to adhere highest priority to Health, Safety, & Environment of the employees and stakeholders in the core business i.e. the uninterrupted supply of the compressed Natural Gas to maintain Eco friendly environment for the common people of the society as well as further to improve health condition of women in the society with the distribution of safe and reliable PNG, the cooking gas/ domestic and commercial fuel to Industries and other Business of the society.

Your Company, to achieve the business objective, lay, build, operate, and maintain the pipeline and associated systems with highest reliability and dedication to fulfil the requirement of customers in Lucknow, Agra, Ayodhya, Sultanpur & Unnao (part) and its adjoining areas.

Your Company is accredited with ISO 45001:2018 for Occupational Health Safety Management System, ISO 14001:20015 for Environment Management System and ISO 9001:2015 for Quality Management System and has complied to Integrity Management System as per PNGRB Guidelines. In line with HSE Policy and other statutory compliance, the Company has conducted Internal Safety Audit, External Safety Audit and T4S Audit as per the guideline of PNGRB, to ensure safe operation of the process, storage, and handling of the entire system.

Your Company has developed the mechanism of HSE index, based on Eighteen HSE elements to evaluate the overall HSE performance and achieved the score above 75% as declared by "National Safety Council Mumbai, the Govt. Autonomous Agency for the financial year of 2021-22.

Further to inculcate behavioral based safe work culture and healthy practices in day-to-day activities exclusively on the job, constant look out, strict supervision to ensure the compliance of HSE Policy, continual efforts for technical Development are prompted by organizing Training and demonstration on HSE related subjects/ topics.

Your Company has developed Daily Progress Report System and encouraging the employees whether the regular or outsourced to report unsafe condition/unsafe practices as well Near Miss for investigation and based on Corrective action further to reduce the risk in the process and at workplace.

In addition, various promotional and informational awareness dissemination on activities like poster making contest, Essay writing contest, Quiz contest were organized for the employees and their families 's member to motivate the working people and stakeholders to improve the safe culture.

To check the efficacy and preparedness of the key personnel to act in the event of an emergency, On-Site and Off- side mock drill is conducted periodically as per norms of PNGRB.

Your Company is promoting the business consistency as a socially responsible and corporate citizen and therefore ensures uninterrupted and safe supply of CNG to the consumers. However, Gas





distribution system is paid special attention with continuous monitoring to ensure healthy condition of the pipelines and allied system.

Your Company is consistently monitoring the compliance of legal/statutory norms like the PESO Acts & Rules, the Factories Acts & Rules, the PNGRB Acts & Rules, the Environment Protection Acts & Rules, and such other applicable Acts, Rules and Regulations enacted by the State and the Central Govt. authorities.

The vision of the Company is to achieve the business excellence by adopting the best practices of the international/standard of Health Safety & Environment.

### **36. HUMAN RESOURCES**

Your Company believes that employee quality is the key to its success. In light of this, it is committed to providing them with skills that will allow them to keep up with technological advancements.

The Company employs professionals to ensure that its operations are fully compliant with local and national regulations, agreements, relevant manuals, and operational requirements. The Company enters into agreements with third-party manpower and service organisations to supply contract workers for services such as security at its Mother Stations.

Employee learning and development is a key determinant in the Company's policy for achieving organisational goals. During the year, our employees were provided trainings in technical skills, behavioural skills, business excellence and general management. The training processes include web-based training modules as well as other mandatory fire safety and general functions courses.

Considering employee health and safety, as well as advisories, orders, and directions issued by State and Central Governments to limit the novel corona virus, adequate safety measures were implemented to protect GGL employees and associated staff deployed at its various locations. During the year, annual preventive health check - ups for employees were organised.

Your Company's permanent employee strength stood at 72 as on March 31, 2022, with total no. of 5-woman employees.

### **37. GENERAL**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- a) the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year alongwith their status as at the end of the financial year.
- b) the details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

### 38. CORPORATE GOVERNANCE

Your Company's philosophy on the Corporate Governance is:

- a) To ensure transparency, high degree of disclosure and adequate control system,
- b) To ensure that the decision-making process is systematic and rational,
- c) To ensure full commitment of the Management to maximize shareholders value, and
- d) To ensure that the employees of the Company subscribe to the corporate values and apply them in their conduct.

### 39. DIRECTORS' RESPONSIBILITY STATEMENT PURSUANT TO SECTION 134(5) OF THE COMPANIES ACT, 2013

Pursuant to the requirement of section 134(5) of the companies Act, 2013 in relation to Directors' Responsibility Statement, it is confirmed that:

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures,
- (b) The directors 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 at the end of the financial year and of the profit and loss of the Company for that period,
- (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 and detecting fraud and other irregularities,
- (d) The directors had prepared the annual accounts on a going concern basis, and
- (e) 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.

### 40. ENHANCING SHAREHOLDERS VALUE

Your Company believes that its members are among its most important stakeholders. Accordingly, your Company's operations are committed to the pursuit of achieving high levels of operating performance and cost competitiveness, consolidating and building for growth, enhancing the productive asset and resource base, and nurturing overall corporate reputation. Your Company is also committed to creating value for its other stakeholders by ensuring that its corporate actions positively impact the socio-economic and environmental dimensions and contribute to sustainable growth and development.





## 41. ACKNOWLEDGEMENT

Your Directors are sincerely thankful and wish to record their appreciation to the Government of India, Ministry of Petroleum and Natural Gas, the Petroleum and Natural Gas Regulatory Board, the Petroleum and Explosives Safety Organization, the State Government of Uttar Pradesh, other statutory regulatory authorities, vendors, suppliers, customers, auditors, lenders and the Company's Promoters (viz., GAIL & IndianOil) for their enduring support and co-operation.

The Directors of your Company also convey their heartfelt gratitude to all the shareholders for the continued support and the trust they have reposed in the Management. The Directors look forward to a better future and further growth for your Company.

Your directors also appreciate employees at all levels for their dedication, hard work, and commitment.

For and on behalf of the Board of Directors

Sd/-

Sharat Kumar

[DIN: 08758450]

Director (Commercial)

Sd/-

J. P. Singh

[DIN: 09419382]

Managing Director

Place: New Delhi

Date: 03/09/2022

## Annexure-A

## FORM NO. AOC.2

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

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

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

There were no contracts or arrangements, or transactions entered into during the year ended March 31, 2022, which are not at arm's length.

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

S. No.	Name(s) of the related party and nature of relationship	Nature of transaction	Transaction Value (₹ in Lakhs)	Duration of transaction	Salient terms of transactions	Date of approval by the board	Amt. paid in advance (₹ in Lakhs)
1	GAIL (India) Limited [Enterprise having Significant Influence]	Natural Gas Purchase	27,149.97	F.Y. (2021-22)	The related party transactions (RPTs) entered during the year were in the ordinary course of business and on arm's length basis.	Since these RPT's are in the ordinary course of business and are at arm's length basis, approval of the board is not applicable.	NIL
2		Hook up Charges	427.16	F.Y. (2021-22)			427.16
3	GAIL Gas Limited [Subsidiary of Enterprise having Significant Influence]	Natural Gas Purchase (Transportation Expense)	755.80	F.Y. (2021-22)			NIL



S. No.	Name(s) of the related party and nature of relationship	Nature of transaction	Transaction Value (₹ in Lakhs)	Duration of transaction	Salient terms of transactions	Date of approval by the board	Amt. paid in advance (₹ in Lakhs)
4	Indian Oil Corporation Limited [Enterprise having Significant Influence]	CNG Sale	21,187.81	F.Y. (2021-22)			NIL
5	Indian Oil Corporation Limited	Facility & Electricity Charges for Retail Outlet	294.23	F.Y. (2021-22)			NIL
6	GAIL (India) Limited [Enterprise having Significant Influence]	Supply of Manpower Services (Secondment Expenses)	114.09	F.Y. (2021-22)			NIL
7	Indian Oil Corporation Limited [Enterprise having Significant Influence]		66.79	F.Y. (2021-22)			NIL

For and on behalf of the Board of Directors

Sd/-

Sharat Kumar  
[DIN: 08758450]

Director (Commercial)

Sd/-

J. P. Singh  
[DIN: 09419382]  
Managing Director

Place: New Delhi  
Date: 03/09/2022



## Annexure-B

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO****A. CONSERVATION OF ENERGY**

- (i) The steps taken or impact on conservation of energy: Conservation of energy is an ongoing process in the Company's activities. Detailed initiatives taken are as under:
1. Vehicle Tracking System has been installed in Light Commercial Vehicles (LCV's) used for transportation of CNG cascades to various CNG Daughter Booster Stations/Daughter Stations. This will help to track and optimize utilization of LCV's.
  2. Conventional light fittings have been replaced by LED light fittings at Taj Nagari CNG Mother Station at Agra. This has resulted in reduction of electrical power consumption at this station. It will further be implemented at other CNG mother stations.
- (ii) The steps taken by the company for utilizing alternate sources of energy: All LCVs used for transportation of CNG to Daughter Booster/ Daughter Stations from GGL Mother Stations under new contracts are fueled through CNG in place of HSD.
- (iii) The capital investment on energy conservation equipments: All new CNG mother stations commissioned have been provided with LED lighting for electrical energy conservation.

**B. TECHNOLOGY ABSORPTION**

1. The efforts made towards technology absorption-	Green Gas Limited has launched a Web/Mobile application named GGL ENGAGE. It is an end-to-end process for the PNG segment starting from the Registration to the customer care service. The platform facilitates all stakeholders such as customers, vendors, contractors and employees of GGL for efficient data management of PNG segment.
2. The benefits derived like product improvement, cost reduction, product development or import substitution-	Introduction of SPOT Billing process has facilitated customers in monitoring their billing and consumption data along with facilitation of different payment options (i.e BBPS/Debit Cards). Moreover, customers have also been given the option of self-billing and other customer care related services which may be generated through the billing application. Repairing of Intercooler of DR compressor at Lucknow through new vendor tie up has resulted in cost saving and improved package efficiency also.





3. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- (a) the details of technology imported; (b) the year of import; (c) whether the technology has been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place and the reasons thereof-	NIL
4. The expenditure incurred on Research and Development-	NIL

## C. FOREIGN EXCHANGE EARNINGS AND OUTGO

There was no foreign exchange earnings and outgo during the year under review.

For and on behalf of the Board of Directors

Sd/-

Sharat Kumar

[DIN: 08758450]

Director (Commercial)

Sd/-

J. P. Singh

[DIN: 09419382]

Managing Director

Place: New Delhi

Date: 03/09/2022

## ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES FOR FY 2021-22

**1. Brief outline on CSR Policy of the Company: -**

A responsible business is expected to not only take care of its stakeholders but also to engage and contribute meaningfully towards improving the quality of life of the communities and environment in which it operates. Our CSR initiatives are guided by our CSR Policy.

S. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Smt. Usha Gupta <sup>1</sup>	Chairperson of Committee (Independent Director)	1	1
2.	Shri S. L. Raina <sup>2</sup>	Member (Independent Director)	1	1
3.	Shri J. P. Singh <sup>3</sup>	Member (Managing Director)	1	1
4.	Shri Sharat Kumar <sup>4</sup>	Member (Director- Commercial)	1	1
5.	Shri Sanzeev Medhi <sup>5</sup>	Chairperson of Committee (Ex. Managing Director)	1	1

1. Appointed as a member (Chairperson) of the Committee effective July 21, 2021 till November 19, 2021. Subsequently, on re-constitution appointed as a member (Chairperson) effective December 27, 2021.
2. Appointed as a member of the Committee effective July 21, 2021 till November 19, 2021. Subsequently, on re-constitution appointed as a member effective December 27, 2021.
3. Appointed as a member of the Committee effective December 27, 2021.



4. Ceased to be a member of the Committee effective July 21, 2021
5. Ceased to be a member of the Committee due to sudden demise effective November 19, 2021
3. **Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: - [www.gglonline.net](http://www.gglonline.net)**
  - (a) Composition of CSR Committee (at present) :  
[https://www.gglonline.net/media/CompositionOfCSRCommittee\(at%20present\).pdf](https://www.gglonline.net/media/CompositionOfCSRCommittee(at%20present).pdf) ;
  - (b) CSR Policy: [https://www.gglonline.net/mediaggl/2022/03/GGL\\_CSR\\_Policy.pdf](https://www.gglonline.net/mediaggl/2022/03/GGL_CSR_Policy.pdf)
  - (c) CSR projects for FY21-22: <https://www.gglonline.net/media/CSRProjectsforFY%202021-22.pdf>
4. **Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report): - Not Applicable.**
5. **Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: - Not Applicable**

Sl. No.	Financial Year	Amount available for set-off from preceding financial year (in Rs.)	Amount required to be set-off for the financial year, if any (in Rs.)
		Nil	Nil

6. **Average net profits of the company as per section 135 (5): -Rs. 8,249.11 Lakhs**
7.
  - (a) **Two percent of average net profit of the company as per section 135(5)- Rs.164.98 Lakhs**
  - (b) **Surplus arising out of the CSR projects or programs or activities of the previous financial years- Nil**
  - (c) **Amount required to be set off for the financial year, if any- Nil**
  - (d) **Total CSR obligation for the financial year (7a + 7b-7c)- Rs. 164.98 Lakh.**





## (c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1) Sl. No.	(2) Name of the Project.	(3) Item from the list of activities in Schedule VII to the Act.	(4) Local area (Yes/No)	(5) Location of the project.		(6) Amount spent for the project (in Rs. Lakhs)	(7) Mode of implementation – Direct (Yes/No).	(8) Mode of implementation – Through implementing agency	
				State	District			Name	SR registration number
1.	Skill development programme of CNG Kit Fitment Technician	Clause II of Schedule VII	Yes	Uttar Pradesh	Agra	10.39	No	Automotive Skill Development Council, New Delhi	CSR 00004533
					Ayodhya	15.71			
2.	Mobile Healthcare Ambulance Unit with Vehicle.	Clause I of Schedule VII	Yes	Uttar Pradesh	Lucknow	48.85	No	Help Age India	CSR 00000901
3.	Development Support and Distribution of Semi-automatic Battery Powered Electric-Tricycle to Specially Abled individuals from EWS category.	Clause III of Schedule VII	Yes	Uttar Pradesh	Lucknow	15.60	No	Foundation of Innovation & Research in Science & Technology (Startup Incubation & Innovation Centre, Indian Institute of Technology Kanpur)	CSR 00003706
4.	Organizing Mega Eye & General Health Check-up Camp.	Clause I of Schedule VII	Yes	Uttar Pradesh	Lucknow	3.46	No	National Youth Foundation	CSR 00000506
5.	Skill & Entrepreneurship Development Vocational Training (Self Employed Tailor, Domestic Data Entry Operator & Auto/E-Rickshaw Driver)	Clause II of Schedule VII	Yes	Uttar Pradesh	Lucknow	14.81	No	The National Institute for Entrepreneurship and Small Business Development (NIESBUD).	CSR 00022333
					Agra	14.81			
					Ayodhya	14.82			

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	State	District	Amount spent for the project (in Rs. Lakhs)	Mode of implementation – Direct (Yes/No).	Name	SR registration number
6.	Contribution to Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)	Clause VIII of Schedule VII	-	-	-	26.57	Yes	-	-
	<b>TOTAL</b>					<b>165.02</b>			

d) Amount spent in Administrative Overheads: Nil

e) Amount spent on Impact Assessment, if applicable: Nil

f) Total amount spent for the Financial Year (8b + 8c + 8d + 8e): Rs. 165.02 Lakhs

g) Excess amount for set off, if any: Not Applicable

Sl. No.	Particular	Amount (in Rs. Lakh)
(i)	Two percent of average net profit of the company as per section 135(5)	164.98
(ii)	Total amount spent for the Financial Year	165.02
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.04
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	0.04

9. a) Details of Unspent CSR amount for the preceding three financial years: Nil

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.		Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Date of transfer.	
NA	NA	Nil	NA	NA	NA	NA



**b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project - Completed / Ongoing.
NA	NA	NA	NA	NA	Nil	Nil	Nil	NA

**10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year. (asset-wise details). Not Applicable**

- Date of creation or acquisition of the capital asset(s): None
- Amount of CSR spent for creation or acquisition of capital asset: Nil
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: Not Applicable
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): Not Applicable

**11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable**

Sd/-  
Smt. Usha Gupta  
[DIN: 07206974]  
Chairperson CSR Committee

Sd/-  
J. P. Singh  
[DIN: 09419382]  
Managing Director

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2022**

To,  
The Members,  
**GREEN GAS LIMITED (GGL),**  
**CIN – U23201UP2005PLC030834**  
**FORTUNA TOWER, 2<sup>ND</sup> FLOOR**  
**10, RANA PRATAP MARG,**  
**LUCKNOW, UTTAR PRADESH-226001**

Based on my verifications 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, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31<sup>st</sup> March, 2022** 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:

- (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 thereunder-  
**Not applicable to the Company during the Audit Period being an Unlisted Company.**
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder-  
**to the extent applicable.**
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings-  
**Not applicable to the Company during the Audit period, as the Company had no Foreign Direct Investment and Overseas Direct Investment and has not raised External Commercial Borrowings.**
- (v) The Securities and Exchange Board of India Act, 1992 ('SEBI Act') and the Regulations and Guidelines prescribed thereunder-



**Not applicable to the Company during the Audit period being an Unlisted Company.**

**I further report** that having regard to the compliance system prevailing in the Company, and representation made by its officers for the same and on examination of the relevant documents/records in pursuance thereof, on test-check basis, the Company has adequate system of compliances for the following laws applicable specifically to the Company:

- (a) The Petroleum and Natural Gas Regulatory Board Act, 2006
- (b) The Explosives Act, 1884; and
- (c) Gas Cylinders Rules, 2004

**I have also examined compliance with the applicable clauses of the following:**

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with Stock Exchange(s) –

**Not applicable to the Company during the Audit period being an Unlisted Company.**

**I further report** that 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:

- a) Delay noticed in filing of Charge related e-forms to the Registrar of Companies, Ministry of Corporate Affairs during the Audit period.**
- b) Charge for Non-Fund based limit from HDFC Bank Ltd. was filed for Rs. 165 crores viz-a-viz accepted limit of Rs. 110 crores which is rectified on 19.05.2022 date after reporting period.**
- c) At few instances, delay was noticed in payment of dividend which was done on 27.10.2021 i.e. not within the specified time limit of 30 days of the declaration in AGM dated 22.09.2021.**

**I further report that:**

- (a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors & Independent Directors and the changes in the composition of the Board of Directors that took place during the audit period were carried out in compliance with the provisions of the Act.

The Company being Unlisted Joint Venture Company, Green Gas Limited is not compelled to nominate Independent Directors under the relevant provisions of the Companies Act, 2013. Although as a part of good Corporate Governance, Independent Directors have been appointed on the Board voluntarily by the Company.

- (b) During the year, the Company constituted/re-constituted the Audit Committee, CSR Committee and Nomination & Remuneration Committee in terms of relevant provisions of the Companies Act, 2013 and the rules framed there under. The Company has spent Rs. 165.02 Lakhs towards different CSR activities against the allocated amount of Rs. 165 Lakhs in the Financial Year ended on March 31, 2022.



- (c) Adequate notice is given to all directors to schedule the Board Meetings/ Committee Meeting thereof, agenda and detailed notes on agenda were sent at least seven days in advance *except in case of Board Meetings /Committee Meeting called at a shorter notice and at few instances, delay noted in sending agenda, which were complied by the Company under the Companies Act, 2013* 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.
- (d) As per the minutes of the Board duly recorded and signed by Chairman the decisions of the Board were unanimous and no dissenting views have been recorded.
- (e) The agenda items are deliberated before passing the same and the views/observations made the Directors are recorded in the minutes.

**I 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.

**I further report** that during the audit period, no specific events/action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. has occurred in the Company.

Sd/-

**(SEEMA AGARWAL)**

Practicing Company Secretary

Membership No. : F-6150

C.P. No. 5008

UDIN:F006150D000759452

Date: 08/08/2022

Place: Lucknow

**[Note: This Report is to be read with our letter of even date which is annexed as Annexure-B and forms an integral part of this Report]**





## Annexure –B to Secretarial Audit Report

To,  
The Members,  
**GREEN GAS LIMITED,**  
(CIN – U23201UP2005PLC030834)  
FORTUNA TOWER, 2ND FLOOR  
10, RANA PRATAP MARG,  
LUCKNOW, UTTAR PRADESH-226001

**Subject: My report of even date is to be read along with this letter.**

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I 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. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and 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. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Sd/-

**(SEEMA AGARWAL)**

Practicing Company Secretary

Membership No. : F-6150

C.P. No. 5008

UDIN: F006150D000759452

Date: 08/08/2022

Place: Lucknow

CIN NO.: U23201UP2005PLC030834

(Rupees in Lacs)

	PARTICULARS	Notes	As at 31st March, 2022	As at 31st March, 2021
	1	2	3	4
	<b>ASSETS</b>			
(1)	<b><u>Non-Current Assets</u></b>			
	(a) Property, Plant And Equipment	2	58,132.33	47,570.42
	(b) Right-of-use-assets	2.1	3,808.32	667.07
	(c) Capital Work In Progress	2	31,401.91	16,944.29
	(d) Other Intangible Assets	2	120.65	159.09
	(e) Financial Assets			
	(i) Other Financial Assets	6	44.12	43.45
	<b>Total Non-Current Assets</b>		<b>93,507.33</b>	<b>65,384.32</b>
(2)	<b><u>Current Assets</u></b>			
	(a) Inventories	3	120.57	168.78
	(b) Financial Assets			
	(i) Trade Receivables	4	6,393.90	2,847.77
	(ii) Cash And Cash EquivalentWs	5	1,556.31	1,745.33
	(iv) Other Financial Assets	6	861.26	176.19
	(c) Current Tax Assets	7	705.50	126.74
	(d) Non Financial Assets	8	1,154.30	651.15
	<b>Total Current Assets</b>		<b>10,791.84</b>	<b>5,715.96</b>
	<b>TOTAL ASSETS</b>		<b>1,04,299.17</b>	<b>71,100.28</b>
	<b>EQUITY AND LIABILITIES</b>			
	Equity Share Capital	9	4,610.95	4,610.95
	Other Equity			
	Retained Earnings	10	47,144.88	41,341.41
	<b>Total Equity</b>		<b>51,755.83</b>	<b>45,952.36</b>
	<b>Liabilities</b>			
(1)	<b><u>Non-Current Liabilities</u></b>			
	(a) Financial Liabilities			
	(i) Lease Liabilities	2.1	3,475.91	484.35
	(ii) Other Financial Liabilities	13	-	2,836.69
	(iii) Non-Current Borrowings	11	29,096.76	9,946.25
	(b) Provisions	15	157.71	154.97



	<b>PARTICULARS</b>	<b>Notes</b>	<b>As at 31st March, 2022</b>	<b>As at 31st March, 2021</b>
	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>
	(c) Deferred Tax Liabilities		4,262.12	3,516.26
	(d) Other Non-Current Liabilities		-	-
	<b>Total Non-Current Liabilities</b>		<b>36,992.49</b>	<b>16,938.52</b>
<b>(2)</b>	<b>Current Liabilities</b>			
	(a) Financial Liabilities			
	(i) Trade Payables	12		
	(A) total outstanding dues of micro enterprises and small enterprises;		201.26	151.65
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises		1,742.91	949.90
	(ii) Lease Liabilities	2.1	416.57	193.16
	(iii) Other Financial Liabilities	13	11,385.23	5,624.94
	(b) Provisions	15	1,437.50	1,041.37
	(c) Current Tax Liabilities		-	-
	(d) Statutory Dues Payable	14	367.38	248.38
	<b>Total Current Liabilities</b>		<b>15,550.85</b>	<b>8,209.40</b>
	<b>Total Liabilities</b>		<b>52,543.34</b>	<b>25,147.92</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,04,299.17</b>	<b>71,100.28</b>

Significant Accounting Policies

1

Notes to Accounts

2 - 37

Notes referred to above form an integral part of Financial Statements

**For and on behalf of Board**

As per our report of even date

**For S. Srivastava & Co.**

**Chartered Accountants**

**FRN. No. 004570C**

Sd/-

**Sharat Kumar**

Director (Commercial)

DIN : 08758450

Sd/-

**J. P. SINGH**

Managing Director

DIN: 09419382

Sd/-

**Sudarshan Kumar Vij**

**Partner**

**Membership No. : 007859**

Sd/-

**Amit Maheshwari**

Chief Financial Officer

Sd/-

**Nikit Rastogi**

Company Secretary

A-30375

**Place : Lucknow**

**Date : 12.05.2022**

**UDIN No: 22007859AIYLIL4506**

**Place : Lucknow**

**Date : 11.05.2022**

## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

## STATEMENT OF PROFIT AND LOSS

FOR THE PERIOD ENDED 31st March, 2022

(Rupees in Lacs)

PARTICULARS	Notes	For the Year Ended 31 <sup>st</sup> March 2022	For the Year Ended 31 <sup>st</sup> March, 2021
<b>Income</b>			
Revenue From Operations	16	52,346.03	31,085.87
Other Income	17	106.44	89.90
<b>Total Income</b>		<b>52,452.47</b>	<b>31,175.77</b>
<b>Expenses</b>			
Cost Of Material Consumed	18	27,319.16	11,256.09
Changes In Inventories Of Finished Goods, Stock-In -Trade	19	(3.38)	(0.45)
Excise Duty		5,484.30	3,343.55
Employee Benefit Expenses	20	937.55	886.64
Depreciation And Amortisation Expense	21	3,127.19	2,392.01
Other Expenses	22	7,000.02	5,494.11
Finance Costs	23	164.89	65.81
<b>Total Expenses</b>		<b>44,029.73</b>	<b>23,437.76</b>
<b>Profit Before Tax</b>		<b>8,422.74</b>	<b>7,738.01</b>
Income Tax Expense			
Current Tax		1,417.01	1,475.33
Deferred Tax	24	745.86	629.03
<b>Profit For The Period</b>		<b>6,259.87</b>	<b>5,633.65</b>







<b>PARTICULARS</b>	<b>Notes</b>	<b>For the Year Ended 31<sup>st</sup> March 2022</b>	<b>For the Year Ended 31<sup>st</sup> March, 2021</b>
<b>Other comprehensive income</b>			
Remeasurement of post employment benefit obligations		6.28	32.83
Income tax relating to these items		(1.58)	(8.26)
<b>Other comprehensive income for the period, net of tax</b>		<b>4.70</b>	<b>24.57</b>
<b>Total comprehensive income for the period</b>		<b>6,264.57</b>	<b>5,658.22</b>
Earnings per equity share			
Basic earnings per share		13.58	12.22
Diluted earnings per share		13.58	12.22

Significant Accounting Policies

1

Notes to Accounts

2 - 37

Notes referred to above form an integral part of Financial Statements

**For and on behalf of Board**

As per our report of even date  
**For S. Srivastava & Co.**  
**Chartered Accountants**  
**FRN. No. 004570C**

Sd/-  
**Sharat Kumar**  
Director (Commercial)  
DIN : 08758450

Sd/-  
**J. P. SINGH**  
Managing Director  
DIN: 09419382

Sd/-  
**Sudarshan Kumar Vij**  
**Partner**  
**Membership No. : 007859**

Sd/-  
**Amit Maheshwari**  
Chief Financial Officer

Sd/-  
**Nikit Rastogi**  
Company Secretary  
A-30375

**Place : Lucknow**  
**Date : 12.05.2022**  
**UDIN No: 22007859AIYLIL4506**

**Place : Lucknow**  
**Date : 11.05.2022**

## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

## STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31st March, 2022

(Rupees in Lacs)

Particulars	March 2022		March 2021	
<b>Cash flow from Operating Activities</b>				
<b>Net profit before taxation and prior period adjustment</b>		<b>8,422.74</b>		<b>7,738.01</b>
<b>Add:</b>				
Remeasurement of post employment benefit obligations	6.28		32.83	
Depreciation	3,127.19		2,392.01	
Interest Expense	164.89		-	
		<b>3,298.36</b>		<b>2,424.84</b>
<b>Less:</b>				
Interest Income	28.56		29.58	
Dividend Distribution Tax	-		-	
		<b>28.56</b>		<b>29.58</b>
<b>Operating profit before working capital changes</b>		<b>11,692.54</b>		<b>10,133.27</b>
<b>Changes in the Working Capital</b>				
(Increase)/Decrease in Trade receivables	(3,546.13)		(1,432.52)	
(Increase)/decrease in Inventories	48.22		(25.05)	
(Increase)/decrease in Other financial assets	(685.74)		(41.87)	
(Increase)/decrease in Other non-financial assets	(503.15)		25.73	
(Increase)/decrease in Current tax assets	(5.26)		29.23	
(Increase)/decrease in Tax assets	-		402.93	
Increase/(decrease) in Trade payables	842.62		(2,412.19)	
Increase/(decrease) in Provisions	398.86		153.31	
Increase/(decrease) in Other Financial Liability	2,923.61		4,657.40	
Increase/(decrease) in Lease Liabilities	3,214.97		-	
Increase/(decrease) in Statutory dues payable	119.00		107.79	
		<b>2,807.00</b>		<b>1,464.76</b>
<b>Cash generated from operations</b>		<b>14,499.54</b>		<b>11,598.03</b>
Taxes		1,992.10		1,355.80
<b>Net cash from operating activities (A)</b>		<b>12,507.44</b>		<b>10,242.23</b>
<b>Cash flow from Investing Activities</b>				
<b>Add:</b>				
Interest Income	28.56		29.58	
<b>Less:</b>				
Purchase of Tangible & Intangible Assets	(31,249.54)	(31,220.98)	(17,861.87)	(17,832.29)
<b>Net cash from investing activities (B)</b>		<b>(31,220.98)</b>		<b>(17,832.29)</b>





Particulars	March 2022		March 2021	
<b>Cash flow from Financing Activities</b>				
<b>Add:</b>				
<b>Borrowings from Banks</b>	19,150.51		9,946.25	
<b>Less:</b>				
Lease Liabilities			(133.60)	
Dividend Paid	(461.10)		(737.75)	
Lease Assets			(199.96)	
Interest Expense	(164.89)		-	
Repayment of borrowings		-		8,874.94
<b>Net cash from financing activities (C)</b>		<b>18,524.52</b>		<b>8,874.94</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>		<b>(189.02)</b>		<b>1,284.88</b>
<b>Cash &amp; cash equivalents at beginning of financial year (Note 5)</b>		<b>1,745.33</b>		<b>460.45</b>
Balances with banks	1,419.31		737.33	
Cash-in-hand	114.05		37.73	
In term deposits having maturity less than 3 months	22.95		970.27	
<b>Cash &amp; cash equivalents at end of financial year (Note 5)</b>		<b>1,556.31</b>		<b>1,745.33</b>

Significant Accounting Policies  
Notes to Accounts

1  
2 - 37

Notes referred to above form an integral part of Financial Statements

**For and on behalf of Board**

As per our report of even date  
**For S. Srivastava & Co.**  
**Chartered Accountants**  
**FRN. No. 004570C**

Sd/-  
**Sharat Kumar**  
Director (Commercial)  
DIN : 08758450

Sd/-  
**J. P. SINGH**  
Managing Director  
DIN: 09419382

Sd/-  
**Sudarshan Kumar Vij**  
**Partner**  
**Membership No. : 007859**

Sd/-  
**Amit Maheshwari**  
Chief Financial Officer

Sd/-  
**Nikit Rastogi**  
Company Secretary  
A-30375

**Place : Lucknow**  
**Date : 12.05.2022**  
**UDIN No: 22007859AIYLIL4506**

**Place : Lucknow**  
**Date : 11.05.2022**

## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

### RATIO

RATIO	FORMULA USED	2021-22		2020-21		Variance	Percentage Change	Remarks
A) Current Ratio	Current Assets	10,791.84	0.69	5,715.96	0.70	(0.00)	0%	No variation observed
	Current Liability	15,550.85		8,209.40				
B) Debt-Equity Ratio	Debt	29,096.76	0.56	9,946.25	0.22	0.35	160%	Increased due to additional borrowings during the year.
	Equity	51,755.83		45,952.36				
C) Debt Service Coverage Ratio	Profit after tax + Finance Cost + Depreciation	9,387.06	6.32	8,025.66	25.12	(18.80)	-75%	Declined due to increase in Interest liability on additional borrowings during the year.
	Finance Cost + Principal Repayment of Long Term Debt	1,484.29		319.49				
D) Return on Equity Ratio	Net profit after taxes - preference dividend	6,259.87	0.12	5,633.65	0.12	(0.00)	-1%	No major variation observed
	Net worth (equity shareholders fund)	51,755.83		45,952.36				
E) Inventory turnover Ratio	Cost of goods sold	27,319.16	188.83	11,256.09	72.04	116.79	162%	Increased due to growth in purchase volume on enhanced gas prices.
	Average inventory	144.68		156.26				
F) Trade Receivables turnover Ratio	Credit sales	25,689.03	5.56	15,669.12	7.35	(1.79)	-24%	Decline in ratio due to slow recovery on increased PNG sales volume.
	Average receivables	4,620.83		2,131.50				
G) Trade payables turnover Ratio	Credit purchases	28,715.10	18.86	11,223.58	4.86	13.99	288%	Increase due to impact of increased purchase volume on enhanced gas prices.
	Average payables	1,522.86		2,307.65				
H) Net profit Ratio	Profit after tax	6,259.87	0.12	5,633.65	0.18	(0.06)	-34%	Decreased due to decline in PAT in quarter 3 on account of increased cost of material consumed.
	Sales	52,346.03		31,085.87				
I) Return on Capital employed	Profit Before Interest and Tax	8,422.74	0.09	7,738.01	0.12	(0.03)	-23%	Decreased due to increase in CWIP where economic benefits are yet to be achieved.
	Capital employed	88,748.32		62,890.88				
J) EBITA	Profit Before Interest and Tax	8,422.74	0.16	7,738.01	0.25	(0.09)	-35%	Decreased due to adverse impact of gas prices on profit margins not aligned with sales volume
	Sales	52346.03		31,085.87				



**Green Gas Limited**

CIN NO.: U23201UP2005PLC030834

Notes to Financial Statements

**STATEMENT OF CHANGES IN EQUITY****FOR THE PERIOD ENDED 31<sup>st</sup> March 2022**

<b>I) Equity Share Capital</b>		<b>Amounts</b>
<b>Balance as at April 1, 2020</b>		<b>4,610.95</b>
Changes in equity share capital during the year		-
<b>Balance as at March 31, 2021</b>		<b>4,610.95</b>
Changes in equity share capital during the period		-
<b>Balance as at 31st March, 2022</b>		<b>4,610.95</b>
<b>II) Other equity</b>		
<b>Balance as at April 1, 2020</b>	36,420.94	<b>36,420.94</b>
Profit for the year	5,633.65	<b>5,633.65</b>
Other comprehensive income	24.57	<b>24.57</b>
<b>Appropriation of profits for dividend for FY 2019-20</b>	<b>(737.75)</b>	<b>(737.75)</b>
<b>Balance as at March 31, 2021</b>	41,341.41	<b>41,341.41</b>
Profit for the period	6,259.87	<b>6,259.87</b>
Other comprehensive income	4.70	<b>4.70</b>
Appropriation of profits for dividend for FY 2020-21	(461.10)	<b>(461.10)</b>
<b>Balance as at 31st March, 2022</b>	<b>47,144.88</b>	<b>47,144.88</b>

**For and on behalf of Board**

As per our separate report of even date

**For S. Srivastava & Co.****FRN. No. 004570C****Chartered Accountants**

FRN. No. 004570C

Sd/-

**Sudarshan Kumar Vij****Partner****Membership No. : 007859****Place : Lucknow****Date : 12.05.2022****UDIN No: 22007859AIYLIL4506**

Sd/-

**Sharat Kumar**

Director (Commercial)

DIN : 08758450

Sd/-

**Amit Maheshwari**

Chief Financial Officer

**Place : Lucknow****Date : 11.05.2022**

Sd/-

**J P Singh**

Managing Director

DIN : 09419382

Sd/-

**Nikit Rastogi**

Company Secretary

A-30375



## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS

#### NOTE 1: CORPORATE INFORMATION & SIGNIFICANT ACCOUNTING POLICIES

##### 1.1 CORPORATE INFORMATION

Green Gas Limited (the 'Company') was incorporated on 07.10.2005 under the Companies Act, 1956. The Company is a joint venture between GAIL (India) Limited and Indian Oil Corporation Limited. The Company's business consists of sale of CNG and PNG.

The registered office is situated at Fortuna Tower, 2nd floor, 10, Rana Pratap Marg, Lucknow – 226001

The financial statements of the Company for the year ended 31st March, 2022 were authorised for issue in accordance with a resolution of the Board of Directors on 11.05.2022.

##### 1.2 SIGNIFICANT ACCOUNTING POLICIES

###### A Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

###### Historical cost

The financial statements have been prepared as a going concern on accrual basis of accounting. The company has adopted historical cost basis except for certain items which have been measured on a different basis and such basis is disclosed in the relevant accounting policy.

» Defined benefit plans- plan assets measured at fair value.

The financial statements are presented in Indian Rupees ('INR') and all values are rounded to the nearest lacs, except when otherwise indicated.

###### B Accounting Policies

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 accounting policy hitherto in use.



**C Inventories**

- i. Stock of Natural Gas in pipelines and cascades is valued at the lower of cost computed on First in First out (FIFO) basis and net realisable value. Cost includes all charges in bringing the goods to the point of sale, including VAT/trade tax, transmission charges and other taxes paid/payable on the same.
- ii. Stores and spares are valued at weighted average cost or net realisable value, whichever is lower.

**D Cash and cash equivalents (for purposes of presentation in Cash Flow Statement)**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term (with original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of change in value.

**E Statement of Cash flows**

Cash flows are reported using the indirect method, whereby profit / (loss) and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing, and financing activities of the Company are segregated based on the available information.

**F Depreciation and amortisation**

Depreciation and amortisation on fixed assets other than those mentioned below is provided in accordance with useful life as specified in Schedule II of the Companies Act, 2013, on straight line method on pro-rata basis.

- Assets costing up to INR 5,000 are depreciated fully in the year of capitalisation
- Cost of the leasehold land is amortized over the lease period except perpetual leases.
- Computer software is amortised on straight line basis over a period of 5 years.
- After impairment of assets, if any, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

Capital assets installed at the consumers' premises are depreciated on SLM basis in accordance with useful life as specified in Schedule II of the Companies Act, 2013.

**G Revenue recognition**

- i. Revenue on sale of natural gas is recognised on transfer of significant risks and rewards of ownership to the buyer. Revenue includes excise duty but excludes value added tax. It is measured at fair value of consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

PNG: Revenue on sale of Piped Natural Gas (PNG) is recognised based on the consumption by the consumers.

- ## H (a) Property, Plant and equipment

- ### (b) Inangible Assets

**(c) Capital Work in Progress**

Expenditure incurred during the period of construction, including all direct and indirect expenses, incidental and related to construction, is carried forward and on completion, the costs are allocated to the respective Property, Plant and Equipment. Capital Work in Progress includes capital inventory excluding stores and spares.

**I Foreign currency transactions and translations****Initial Recognition**

The Company's financial statements are presented in INR, which is also the Company's functional currency. Transactions in foreign currencies are recorded on initial recognition in the functional currency at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of transaction.

**J Employee benefits**

Employee benefits include provident fund, pension fund, gratuity and compensated absences.

**Defined contribution plans**

The Company's contribution to provident fund and pension fund is considered as defined contribution plan and is charged as an expense as they fall due based on the amount of contribution required to be made and when services are rendered by the employees.

**Defined benefit plans**

For defined benefit plans in the form of gratuity, the cost of providing benefits is determined using 'the Projected Unit Credit method', with actuarial valuations being carried out at each Balance Sheet date. Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Remeasurements are not reclassified to the statement of profit and loss in subsequent periods. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost.

**Short-term employee benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under:

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

### **Long-term employee benefits**

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the Balance Sheet date less the fair value of the plan assets out of which the obligations are expected to be settled.

The obligation is measured on the basis of independent actuarial valuation using the projected unit credit method.

## **K Borrowing costs**

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset are added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

## **L Leases**

Ind AS 116 sets out the principles for recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under Ind AS 17.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Interest expense on the lease liability and the depreciation expense on the right-of-use asset is separately recognised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.





Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

## **M Earnings per share**

Basic earnings per share is computed by dividing the profit after tax (before other comprehensive income) by weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit after tax (before other comprehensive income) by weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

## **N Taxes on income**

Income tax expense comprises current tax and deferred tax. Current Tax is amount of tax for the period determined in accordance with the Income-tax Act, 1961. Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax assets are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Such assets are reviewed at each balance sheet date to re-assess realisation.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

## **O Capital Commitment**

Estimated number of contracts remaining to be executed on capital account above Rs.5 lakhs, in each case are considered for disclosure.

## **P Impairment of non - financial assets**

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated

and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss.

## Q Provisions and contingencies

A provision is recognised in the financial statements where there exists a present obligation as a result of a past event, the amount of which can be reliably estimated, and it is probable that an outflow of resources would be necessitated in order to settle the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liability:

- i) is a possible obligation that arises from past events and existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the enterprise,
- ii) is a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefit will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made.

Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

## R Segment reporting

The Company operates in a single segment of natural gas business. Hence, as per the chief operating decision maker i.e. Board of Directors, the sale of natural gas has been considered as a single operating segment per Ind AS 108 'Operating Segment' and accordingly disclosures have been limited to single operating segment.

## S Operating Cycle

Based on the nature of products/activities of the Company and the normal time between purchase of natural gas and their realisation in cash or cash equivalents, the company has determined its operation cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

## T Fair value measurement

The Company measures financial instruments such as investments in mutual funds, at fair value at each balance sheet date.



Fair value is the price that would be received to sell an asset or paid to settle a liability at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- » Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- » Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- » Level 3- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

## U Financial Instruments

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

### Financial assets

Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortised cost.

Financial assets are recognized initially at fair value. Financial assets which are not recorded at fair value through profit or loss are recognised at fair value plus transaction cost attributable to the acquisition of the financial asset. For all subsequent measurements financial assets are classified in following categories:

### Debt instruments

There are three measurement categories into which the company classifies its debt instruments:

- » Amortized cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at Amortized cost. Interest Income from these financial Assets is included in Finance Income using the effective interest rate (EIR) method.
- » Fair Value through other comprehensive income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the asset's cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in profit and loss. When the financial asset

is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.

- » Fair value through profit or loss: Assets that do not meet the criteria for Amortized cost are measured at Fair value through profit or loss. A gain or loss on a debt investment is recognized in profit or loss and presented net in the statement of profit and loss within other gains/(losses) in the period in which it arises. Interest Income from these financial assets is included in other income.

### **Impairment of financial assets**

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

### **De-recognition of financial assets**

A financial asset is derecognized only when:

- » The company transfers the rights to receive cash flows from the financial asset or
- » The company retains contractual rights to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one more recipients.

Where the entity has transferred an asset, the company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognized.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards if ownership of the financial asset, the financial asset is derecognized if the company has not retained control of the financial asset. Where the company retains control of the financial asset, the asset is continued to be recognized to the extent of continuing involvement in the financial asset.

### **Financial liabilities**

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

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

All changes in fair value of financial liabilities classified as FVTPL is recognized in the Statement of Profit and Loss. Amortized cost category is applicable to loans and borrowings, trade and other payables. After initial recognition, the financial liabilities are measured at amortized cost using the



EIR method. Gains and losses are recognized in profit and loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or cost that are integral part on EIR.

The EIR amortization is included as finance cost in Statement of Profit and Loss.

### **Derecognition**

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

### **Offsetting of financial instruments**

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

## **1.3 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS**

The preparation of the Company's financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities that are not readily apparent from the sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

### **Estimates and Assumptions**

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

#### **A Estimation of defined benefit obligation**

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities



involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

## **B Impairment of trade receivables**

Trade receivables do not carry any interest and are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not to be collectible. Impairment is recognised based on the expected credit losses, which are the present value of the cash shortfall over the expected life of the financial assets.

## **C Estimation of current tax and deferred tax**

Management judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements.

## **D Recognition and measurement of unbilled gas sales revenue**

In case of consumers where meter reading dates for billing is not matching with reporting date, the gas sales between last meter reading date and reporting date have been accrued by the company based on past average sales. The actual sales revenue may vary compared to accrued unbilled revenue so included in Sale of natural gas and classified under current financial assets.

## **E Recognition and measurement of other provisions**

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the figure so provided and included as liability.



## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

### NOTES TO FINANCIAL STATEMENTS

#### (2) PROPERTY, PLANT AND EQUIPMENT

As at March 31<sup>st</sup>, 2022

(Rupees in lacs)

Particulars	GROSS CARRYING AMOUNT			DEPRECIATION/AMORTIZATION				NET CARRYING AMOUNT	
	As At	Additions during the Year	Sales/ Adjustments during the period	As At 31st March, 2022	For the Year	Adjustments during the period	As At 31st March, 2022	As At 31st March, 2022	As At 31st March, 2021
	01-04-2021								
<b>(A) Land &amp; Building</b>									
Freehold land	7,397.50	716.16	-	8,113.66	-	-	-	8,113.66	7,397.50
Leasehold Land	-	-	-	-	-	-	-	-	-
Factory Buildings	1,329.55	690.07	-	2,019.63	45.53	-	244.50	1,775.13	1,130.58
<b>Total (A)</b>	<b>8,727.05</b>	<b>1,406.24</b>	<b>-</b>	<b>10,133.29</b>	<b>45.53</b>	<b>-</b>	<b>244.50</b>	<b>9,888.78</b>	<b>8,528.08</b>
<b>(B) Property, plant and equipment</b>									
Plant and Machinery	45,344.50	12,396.69	690.32	57,050.87	2,533.13	4.89	8,915.28	48,135.59	38,957.46
Furniture and Fixtures	80.78	13.84	-	94.62	6.80	0.15	40.75	53.87	46.67
Computers	115.19	42.80	13.89	144.09	76.98	13.02	90.00	54.09	38.21
<b>Total (B)</b>	<b>45,540.47</b>	<b>12,453.33</b>	<b>704.21</b>	<b>57,289.58</b>	<b>2,552.95</b>	<b>5.04</b>	<b>9,046.03</b>	<b>48,243.55</b>	<b>39,042.34</b>
<b>Current Year (A + B)</b>	<b>54,267.52</b>	<b>13,859.57</b>	<b>704.21</b>	<b>67,422.86</b>	<b>6,697.10</b>	<b>5.04</b>	<b>9,290.53</b>	<b>58,132.33</b>	<b>47,570.42</b>
<b>Previous Year</b>	<b>45,891.90</b>	<b>8,404.76</b>	<b>29.14</b>	<b>54,267.52</b>	<b>2,016.69</b>		<b>12.60</b>	<b>6,697.10</b>	<b>47,570.42</b>
<b>(C) Intangible Assets</b>									
Computer Software	233.32	-	-	233.32	74.24	38.43	112.67	120.65	159.09
<b>Current Year</b>	<b>233.32</b>	<b>-</b>	<b>-</b>	<b>233.32</b>	<b>74.24</b>	<b>38.43</b>	<b>112.67</b>	<b>120.65</b>	<b>159.09</b>
<b>Previous Year</b>	<b>80.86</b>	<b>152.47</b>	<b>-</b>	<b>233.32</b>	<b>40.91</b>	<b>33.33</b>	<b>-</b>	<b>74.24</b>	<b>39.95</b>
<b>Grand Total (A + B + C)</b>	<b>54,500.84</b>	<b>13,859.57</b>	<b>704.21</b>	<b>67,656.18</b>	<b>6,771.34</b>	<b>2,636.91</b>	<b>9,403.20</b>	<b>58,252.98</b>	<b>47,729.50</b>
<b>(D) Capital Work In Progress*</b>	<b>16,944.28</b>	<b>26,854.07</b>	<b>12,396.44</b>	<b>31,401.91</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>31,401.91</b>	<b>16,944.29</b>
<b>Previous Year</b>	<b>7,623.10</b>	<b>9,321.19</b>	<b>-</b>	<b>16,944.29</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,944.29</b>	<b>7,623.10</b>

\* Adjustment include the Inter head transfer

#### CWIP aging schedule

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	18,288.85	8,135.09	4,267.17	710.81	31,401.91
Projects temporarily suspended					

CIN NO.: U23201UP2005PLC030834

## NOTES TO FINANCIAL STATEMENTS

**As at March 31<sup>st</sup>, 2022**

## (2.1) Leases

Following are the changes in the carrying value of right of use assets for the period ended 31st March, 2022:

(Rupees in lacs)

Particulars	Category of ROU Asset			Total
	Land	Building	Vehicles	
<b>Gross Carrying amount</b>				
As at April 1, 2021	444.30	148.96	728.95	1322.21
Additions	0.00	77.38	3554.16	3631.54
Deletions	0.00	0.00	0.00	0.00
<b>As at 31<sup>st</sup> March 2022</b>	<b>444.30</b>	<b>226.34</b>	<b>4283.11</b>	<b>4953.75</b>

<b>Depreciation</b>				
As at April 1, 2021	86.81	62.19	506.14	655.14
Additions	42.47	48.07	399.75	490.29
<b>As at 31<sup>st</sup> March 2022</b>	<b>129.28</b>	<b>110.26</b>	<b>905.89</b>	<b>1,145.43</b>

Net Carrying Amount				
<b>As at 31<sup>st</sup> March 2022</b>	<b>315.02</b>	<b>116.08</b>	<b>3,377.22</b>	<b>3,808.32</b>

The aggregate depreciation expense on ROU assets is included under depreciation and amortization expense in the statement of Profit and Loss.

The following is the break-up of current and non-current lease liabilities as at 31st March, 2022.

(Rupees in lacs)

Particulars	As at
	31 <sup>st</sup> March 2022
Current Lease Liabilities	416.57
Non-Current Lease Liabilities	3475.91
<b>Total</b>	<b>3892.48</b>





The following is the movement in lease liabilities during the period ended 31st March, 2022:

(Rupees in lacs)

Particulars	Period Ended
	31 <sup>st</sup> March 2022
Balance at the beginning	677.51
Additions	3631.54
Finance cost accrued during the period	164.89
Deletions	0.00
Payment of lease Rental	581.46
<b>Balance at the end</b>	<b>3892.48</b>

CIN NO.: U23201UP2005PLC030834

## NOTES TO FINANCIAL STATEMENTS

(Rupees in lacs)

Particulars	March 2022		March 2021	
	Current	Non-current	Current	Non-current
<b>(3) Inventories</b>				
Raw materials	13.68	-	7.79	-
Work in progress				
Finished goods	14.57	-	11.19	-
Traded goods				
Stores and spares	92.32	-	149.80	-
<b>Total</b>	<b>120.57</b>	<b>-</b>	<b>168.78</b>	<b>-</b>
<b>Financial assets</b>				
<b>(4) Trade receivables</b>				
Trade receivables				
Unsecured, Considered Good	6,393.90	-	2,847.77	-
Unsecured, Considered Doubtful	425.94	-	103.14	-
Less: Provision for bad & doubtful debts	<b>(425.94)</b>	<b>-</b>	<b>(103.14)</b>	<b>-</b>

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	5,269.30	479.79	482.13	162.67	-	6,393.90
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	119.72	119.72
(iii) Disputed Trade Receivables considered good	306.22	-	-	-	-	306.22
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
<b>Total</b>	<b>5575.52</b>	<b>479.79</b>	<b>482.13</b>	<b>162.67</b>	<b>119.72</b>	<b>6819.84</b>





Particulars	March 2022		March 2021	
	Current	Non-current	Current	Non-current
<b>(5) Cash and cash equivalents</b>				
Balances with banks				
- in current accounts	1,419.31	-	737.33	-
Cash on hand	114.05	-	37.73	-
In term deposits having maturity less than 3 months	22.95	-	970.27	-
<b>Total</b>	<b>1,556.31</b>	<b>-</b>	<b>1,745.33</b>	<b>-</b>
<b>(6) Other financial assets</b>				
Security Deposits	-	44.12	-	43.45
Interest accrued on FD	12.76	-	7.63	-
Insurance claim receivables	-	-	-	-
Unbilled revenue	665.38	-	151.20	-
FDR's as Security	183.12	-	17.36	-
Bank deposits with more than 12 months	-			
<b>Total</b>	<b>861.26</b>	<b>44.12</b>	<b>176.19</b>	<b>43.45</b>
<b>(7) Current tax Assets</b>				
Opening balance	126.74	-	657.47	-
Adjustment for tax assessments completed	-		(527.47)	
Less: Current tax payable for the year	(1,418.60)	-	(1,359.06)	-
Add: Taxes paid	1,992.10	-	1,355.80	-
	700.25	-	126.74	-
Balance with government authorities	5.26	-	-	-
<b>Total</b>	<b>705.50</b>	<b>-</b>	<b>126.74</b>	<b>-</b>
<b>(8) Non Financial Assets</b>				
Advances to employees	5.20	-	2.13	-
Prepayments	571.88	-	638.26	-
Advance to vendor	577.22	-	10.76	-
<b>Total</b>	<b>1,154.30</b>	<b>-</b>	<b>651.15</b>	<b>-</b>

CIN NO.: U23201UP2005PLC030834

## NOTES TO FINANCIAL STATEMENTS

## (Rupees in lacs)

	March 2022		March 2021	
	Number of shares	Amount	Number of shares	Amount
<b>(9) Equity share capital</b>				
<b>Authorised</b>				
10,30,00,000 Equity Shares of Rs. 10/- each	10,30,00,000	10,300.00	10,30,00,000	10,300.00
	10,30,00,000	10,300.00	10,30,00,000	10,300.00
<b>Issued, Subscribed and Paid up</b>				
4,61,09,500 Equity Shares of Rs. 10/- each fully paid up	4,61,09,500	4,610.95	4,61,09,500	4,610.95
	<b>4,61,09,500</b>	<b>4,610.95</b>	<b>4,61,09,500</b>	<b>4,610.95</b>
<b>(a) Reconciliation of shares outstanding at the beginning and at the end of the year.</b>				
<b>Equity Shares</b>				
Shares outstanding at the beginning of the year	4,61,09,500	4,610.95	4,61,09,500	4,610.95
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
<b>Shares outstanding at the end of the year</b>	<b>4,61,09,500</b>	<b>4,610.95</b>	<b>4,61,09,500</b>	<b>4,610.95</b>

**(b) Terms and rights attached to equity shares**

- (i) The company has only one class of Equity Shares having par value of Rs. 10/- per share. Each holder of Equity Shares is entitled to one vote per share.
- (ii) In the event of liquidation of the company Equity shareholders will be entitled to receive the remaining assets of the company, after distribution of all preferential amounts.

**(c) Shares of the company held by holding / ultimate holding company**

There is no holding / Ultimate holding company of the company.



**(d) Details of shareholders holding more than 5% shares in the company**
**(Rupees in lacs)**

NAME OF SHAREHOLDER	As at 31 <sup>st</sup> March 2022		As at Mar 31 <sup>st</sup> , 2021	
	Number of shares (in lakhs)	% holding	Number of shares (in lakhs)	% holding
GAIL (India) Limited	230.47	49.98	230.42	49.97
Indian Oil Corporation Limited	230.47	49.98	230.42	49.97

**(e) Shareholding of Promoters as below:**
**Shares held by promoters as on 31/03/2022**

Promoter name	No. of Shares	%of total shares	% Change during the year
1 Gail India Limited	23047247	49.98%	0.01%
2 Indian Oil Corporation Limited	23047247	49.98%	0.01%
3. Kamal Kumar Gwalani	1	0.00%	0.00%
4. Anil Kumar Jha Jointly with GAIL	1	0.00%	0.00%
5 Chinmoy Mandal Jointly with GAIL	1	0.00%	0.00%
6 Nikhil Joshi Jointly with GAIL	1	0.00%	0.00%
7 Gagan Deep Singh Kohli	1	0.00%	0.00%
8 Kamalesh Tripathi	1	0.00%	0.00%
<b>Total</b>	<b>4,60,94,500</b>		

**(Rupees in lacs)**

<b>(10) Other Equity</b>	<b>March 2022</b>	<b>March 2021</b>
<b>Retained Earnings</b>		
Opening balance	41,341.41	36,420.94
Net profit for the year	6,259.87	5,633.65
Items of other comprehensive income recognised directly in retained earnings		
- Remeasurements of post-employment benefit obligation, net of tax	4.70	24.57
Less: 'Appropriation of profits for dividend for FY 2020-21	(461.10)	
Less: 'Appropriation of profits for dividend for FY 2019-20		<b>(737.75)</b>
<b>Closing balance</b>	<b>47,144.88</b>	<b>41,341.41</b>

## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

## NOTES TO FINANCIAL STATEMENTS

for the Year ended on 31<sup>st</sup> March 2022

(Rupees in lacs)

Financial liabilities	March 2022		March 2021	
	Current	Non-Current	Current	Non-Current
<b>(11) Non-current borrowings</b>				
<b>Secured</b>				
<u>Rupee - Term Loan From Bank</u>				
State Bank of India	-	-	-	9,946.25
HDFC Bank	-	29,096.76	-	-
<b>Total non-current borrowings</b>		<b>29,096.76</b>		<b>9,946.25</b>

Repayable in 32 quaterly installments from 30/06/2023

The loan is secured against First charge on entire Fixed & Current assets. (Present & Future) Quarterly returns or statements of Current Assets & Fixed Assets filed by the Company with banks are in agreement with the books of accounts.

(Rupees in lacs)

Financial liabilities	March 2022		March 2021	
	Current	Non-Current	Current	Non-Current
<b>(12) Trade payables</b>				
Outstanding dues of micro enterprises and small enterprises	201.26	-	151.65	
Outstanding dues of creditors other than micro enterprises and small enterprises	1,742.91	-	949.90	
<b>Total</b>	<b>1,944.17</b>	<b>-</b>	<b>1,101.55</b>	

## Aging of Trade Payables

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	186.70	3.57	2.10	8.89	201.26
(ii) Others	1,677.89	23.00	4.07	37.95	1,742.91
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
<b>Total</b>	<b>1864.59</b>	<b>26.57</b>	<b>6.17</b>	<b>46.84</b>	<b>1944.17</b>



Financial liabilities	March 2022		March 2021	
	Current	Non-Current	Current	Non-Current
<b>(13) Other financial liabilities</b>				
<b>Current Financial Liability</b>				
Capital creditors	6,893.57	-	5,475.62	-
Deposits / Retention money from contractors and others	131.50	-	149.32	-
Security deposits from customers	4,336.82	-	2,836.69	-
Dividend Payable	-	-		
Advance From Customers	23.34	-		
<b>Total</b>	<b>11,385.23</b>	<b>-</b>	<b>8,461.63</b>	<b>-</b>
<b>(14) Statutory Dues Payable</b>				
Tax Deducted At Source	85.15	-	80.39	-
Value Added Tax	219.07	-	134.35	-
Providend Fund	7.01	-	5.64	-
Goods and Service Tax	56.15	-	26.20	-
TCS	-	-	1.80	-
Excise Duty	(0.00)	-	-	-
<b>Total</b>	<b>367.38</b>	<b>-</b>	<b>248.38</b>	<b>-</b>
<b>(15) Provisions</b>				
<b>Provisions</b>				
Gratuity	-	29.70	-	36.70
Leave encashment	8.66	82.95	8.11	73.21
Provision for non-serviceable asset	-	45.06	-	45.06
Other Expenses Payable	1,428.84		1,033.26	-
	<b>1,437.50</b>	<b>157.71</b>	<b>1,041.37</b>	<b>154.97</b>



CIN NO.: U23201UP2005PLC030834

## NOTES TO STATEMENT OF PROFIT AND LOSS ACCOUNT

(Rupees in lacs)

Particulars	March 2022	March 2021
<b>(16) Revenue from operations</b>		
Sale of products		
- CNG (Including Excise Duty)*	44,171.32	26,894.84
- PNG	6,896.97	3,575.70
Other Operating Revenue	1,277.74	615.33
<b>Total</b>	<b>52,346.03</b>	<b>31,085.87</b>
*Net of Facility Charges paid to OMCs		
<b>(17) Other income</b>		
Interest income from bank	28.56	29.58
Miscellaneous income	77.88	60.32
<b>Total</b>	<b>106.44</b>	<b>89.90</b>
<b>(18) Cost of material consumed</b>		
Raw materials at the beginning of the year	7.79	11.41
Add: Purchases	27,325.05	11,252.47
Less: Closing stock	(13.68)	(7.79)
<b>Total</b>	<b>27,319.16</b>	<b>11,256.09</b>
<b>(19) Changes in inventories of raw material, finished goods, Stock-in -Trade</b>		
Opening balance		
Finished goods	11.19	10.74
<b>Total</b>	<b>11.19</b>	<b>10.74</b>
Closing balance		
Finished goods	14.57	11.19
<b>Total</b>	<b>14.57</b>	<b>11.19</b>
<b>Total changes in inventories of finished goods, Stock-in -Trade</b>	<b>(3.38)</b>	<b>(0.45)</b>
<b>(20) Employee benefit expense</b>		
Salaries, wages and bonus	619.43	600.85
Directors' Remuneration	228.85	189.75
Contribution to provident fund	39.32	34.03



Particulars	March 2022	March 2021
Gratuity	7.94	19.65
Leave Encashment	17.67	3.91
Staff welfare expenses	15.54	36.15
Staff training Expense	8.80	2.30
<b>Total</b>	<b>937.55</b>	<b>886.64</b>
<b>(21) Depreciation and amortisation expense</b>		
Depreciation of property, plant and equipment	2,598.48	2,016.68
Amortisation of intangible assets	38.43	33.33
Depreciation on Right-to-use-asset	490.29	342.00
<b>Total</b>	<b>3,127.19</b>	<b>2,392.01</b>
<b>(22) Other expenses</b>		
Operating Expenses at CNG Stations	1,209.34	1,218.90
Loss on Sale of Assets	0.68	-
Fuel expenses	866.37	555.26
Compressor O&M and LCV hiring Charges	2,305.55	1,871.99
Operation and Maintenance Dispensers	103.37	59.79
Rent	94.43	122.07
Interest and Penalty	5.75	-
Advertisement & Sponership	36.95	55.68
Vehicle Hiring Expenses	124.18	110.05
Repairs & Maintenance		
-Plant and Machinery	231.69	124.06
-Others	624.00	372.52
Provision For Bad & Doubtful Debts	322.80	100.39
Payment to Auditor	8.26	7.16
Office Expenses	238.90	154.16
Meeting Expenses	11.24	9.29
Printing and Stationery	18.21	20.32
Legal and Professional Expenses	126.13	60.41
Travelling Expenses	37.35	28.40
Bank Charges	68.98	39.46
Sitting fees	7.79	2.54
Communication Expenses	19.40	14.53
Statutory Expenses	65.42	89.30
Excise duty on difference in Closing and Opening Stock	16.00	10.72

Particulars	March 2022	March 2021
Selling & Distribution Expenses	170.03	235.59
Miscellaneous Expenses	122.18	103.67
Corporate Social Responsibility	165.02	127.85
<b>Total</b>	<b>7,000.02</b>	<b>5,494.11</b>
<b>(23) Finance Cost</b>		
Finance cost on lease liability	164.89	65.81
Finance Cost on RTL	1,484.29	319.49
Less:		
Transferred to Capital Work in Progress	(1,484.29)	319.49
<b>Total</b>	<b>164.89</b>	<b>65.81</b>
<b>(24) Income tax expense</b>		
<b>(a) Income tax expense</b>		
Current tax		
Current tax on profits for the year	1,417.01	1,350.79
Adjustments for current tax of prior periods	-	124.54
<b>Total</b>	<b>1,417.01</b>	<b>1,475.33</b>
Deferred tax		
Decrease (increase) in deferred tax assets		
(Decrease) increase in deferred tax liabilities	745.86	629.03
<b>Total</b>	<b>745.86</b>	<b>629.03</b>
<b>Income tax expense</b>	<b>2,162.87</b>	<b>2,104.36</b>
<b>(b) Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:</b>		
Profit before income tax expense	8,422.74	7,738.01
Tax at the Indian tax rate of 25.17%	2,119.84	1,947.50
<b>Tax effect of amounts which are not deductible (taxable) in calculating taxable income:</b>		
Reversal of depreciation due to wrong Capitalisation of Plant & Machinery	-	-
Corporate social responsibility expenditure	41.53	32.18
Other items	1.51	0.14
Remeasurements of post-employment benefit obligation	-	-
Adjustments for current tax of prior periods	-	124.54
Impact of Change in rate of tax on deferred tax	-	-
Excess Provisioning of Current Tax	-	-
<b>Income tax expense</b>	<b>2,162.87</b>	<b>2,104.36</b>



**Green Gas Limited**

CIN NO.: U23201UP2005PLC030834

**NOTES TO BALANCE SHEET - EMPLOYEE BENEFIT OBLIGATIONS**
**25 Employee benefit obligations**

(Rupees in lacs)

Particulars	As At 31-03-2022			As At 31-03-2021		
	Current	Non-current	Total	Current	Non-current	Total
Compensated absences	8.66	82.95	91.61	8.11	73.21	81.32
Gratuity	-	29.70	29.70	-	29.31	29.31
<b>Total employee benefit obligations</b>	<b>8.66</b>	<b>112.65</b>	<b>121.31</b>	<b>8.11</b>	<b>102.52</b>	<b>110.63</b>

**(i) Compensated absences**

The leave obligations cover the Company's liability for leaves encashable on termination of employment. The leave obligation plan is a unfunded plan. The amount of the provision of Rs. 8.66 lacs (31 March, 2021: 8.11 lacs) is presented as current, since the company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The obligation towards compensated leaves which are expected to be availed or encashed beyond 12 months from the end of the year is determined by the actuary using the Project Unit Credit Method (PUC) as per Ind AS 19 at the end of each year. The following amounts reflect leave that is expected to be taken or paid within the next 12 months.

(Rupees in lacs)

	31 March, 2022	31 March, 2021
Current leave obligations expected to be settled within the next 12 months	8.66	8.11

**(ii) Gratuity**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The Company has purchased an insurance policy to provide for payment of gratuity of employees. Every year, the insurance company carries out a funding valuation based on the latest employee data provided by the Company. Any deficit in the assets arising as a result of such valuation is funded by the Company.

**(iii) Defined contribution plans**

The Company also has a defined contribution plan. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

(Rupees in lacs)

Particulars	Gratuity		
	Present value of obligation	Fair value of plan assets	Net amount
<b>April 1, 2021</b>	<b>78.55</b>	<b>49.24</b>	<b>29.31</b>
Current service cost	13.48	-	13.48
Interest (expense)/income	4.95	3.10	1.85
<b>Total amount recognised in profit or loss</b>	<b>18.42</b>	<b>3.10</b>	<b>15.32</b>
Remeasurements			
Return on plan assets, excluding amounts included in interest expense/(income)	-	0.61	(0.61)
(Gain)/loss from change in demographic assumptions	(0.38)	-	(0.38)
(Gain)/loss from change in financial assumptions	(5.05)	-	(5.05)
Experience (gains)/losses	(0.23)	-	(0.23)
<b>Total amount recognised in other comprehensive income</b>	<b>(5.67)</b>	<b>0.61</b>	<b>(6.28)</b>
Employer contributions	-	8.65	(8.65)
Benefit payments	(3.60)	(3.60)	-
<b>March 31, 2022</b>	<b>87.70</b>	<b>58.01</b>	<b>29.69</b>

\*As liability towards leave obligations(compensated absence) is a other long-term defined benefit plan not post employment benefit plan, remeasurements gain/(losses) are recognised in profit & loss.

The net asset disclosed above relates to funded and unfunded plans are as follows:

(Rupees in lacs)

	31 March, 2022	31 March, 2021
Present value of funded obligations	87.70	78.6
Fair value of plan assets	(58.01)	(49.2)
<b>Surplus/(Deficit) of funded plan</b>	<b>29.69</b>	<b>29.31</b>
Unfunded plans	-	-
<b>Surplus/(Deficit) before asset ceiling</b>	<b>29.69</b>	<b>29.31</b>





### Effect of asset ceiling

Based on Company's gratuity trust's arrangement with LIC of India, the benefit relating to net defined benefit asset shall be available to the Company in full in form of reduction in future contributions.

#### (iv) Post-Employment benefits and other long-term employee benefits

Significant estimates: actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

(Rupees in lacs)

Particulars	Gratuity	
	31 March, 2022	31 March, 2021
Discount rate	6.95%	6.30%
Salary growth rate	6.00%	6.00%
Remaining working life	10.29 Years	9.34 Years
Withdrawal rate	8.00%	9.00%
Mortality Table	standard table – Indian Assured Lives Mortality (2012-14)	standard table – Indian Assured Lives Mortality (2012-14)

#### (v) Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

Rupees in lacs)

Particulars	Impact on defined benefit obligation					
	Change in assumption		Increase in assumption		Decrease in assumption	
	31 March, 2022	31 March, 2021	31 March, 2022	31 March, 2021	31 March, 2022	31 March, 2021
<b>Gratuity</b>						
Discount rate	1%	1%	8.23	(8.44)	10.24	(12.53)
Salary growth rate	1%	1%	10.29	(12.17)	8.17	(8.69)
Attrition Rate	50%	1%	(69.30)	(1.50)	6.82	(27.05)
Mortality	10%	1%	9.16	(10.22)	9.14	(10.34)

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined

benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

The method and types of assumption used in preparing the sensitivity analysis did not changed compared to prior period.

(vi) The major categories of plans assets are as follows:

(Rupees in lacs)

Particulars	31-Mar-22		31-Mar-21	
	Amount	in %	Amount	in %
Fund managed by insurer	58.01	100%	49.24	100%
<b>Total</b>	<b>58.01</b>	<b>100%</b>	<b>49.24</b>	<b>100%</b>

(vii) **Risk exposure**

Through its defined benefit plans, the company is exposed to a number of risks, the most significant of which are detailed below:

**Interest Rate risk:** The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

**Liquidity Risk:** This is the risk that the Company is not able to meet the short-term gratuity payouts. This may arise due to non availability of enough cash / cash equivalent to meet the liabilities or holding of illiquid assets not being sold in time.

**Salary Escalation Risk:** The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

**Demographic Risk:** The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

**Regulatory Risk:** Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act, 1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts (e.g. Increase in the maximum limit on gratuity of Rs. 20,00,000).

**Asset Liability Mismatching or Market Risk:** The duration of the liability is longer compared to duration of assets, exposing the Company to market risk for volatilities/fall in interest rate.



**Investment Risk:** The probability or likelihood of occurrence of losses relative to the expected return on any particular investment.

Expected contributions to post-employment benefit plans for the year ending 31 March 2022 are Rupees 43.29 Lacs

The weighted average duration (based on discounted cash flow) of the defined benefit obligation is 10 years. The expected maturity analysis of gratuity and other long-term employment benefits (Leave obligation) is as follows:

(Rupees in lacs)

	1 year	2-5 years	6-10 years	More than 10 years	Total
<b>31 March, 2022</b>					
Defined benefit obligation (Gratuity)	7.56	30.74	35.62	116.85	190.76
<b>Total</b>	<b>7.56</b>	<b>30.74</b>	<b>35.62</b>	<b>116.85</b>	<b>190.76</b>
<b>31 March, 2021</b>					
Defined benefit obligation (Gratuity)	6.65	28.58	31.97	87.00	154.21
<b>Total</b>	<b>6.65</b>	<b>28.58</b>	<b>31.97</b>	<b>87.00</b>	<b>154.21</b>

### Significant judgment and estimate

#### Estimation of defined benefit obligation

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

## Green Gas Limited

CIN NO.: U23201UP2005PLC030834

### NOTES TO FINANCIAL STATEMENTS

#### 26 Financial risk management

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Board of Directors. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of the same in the financial statements.

##### (i) Credit risk

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

The company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period.

Financial assets are written off when there is no reasonable expectation of recovery, such as debtor failing to engage in a repayment plan with the company. The company expects a default from some of its trade receivable and has recognised loss allowances on these receivables till the year ended March 31, 2021. During the year ended March 31, 2022, the Company has encounter similar loss:

Exposure to credit risk	As at 31.03.2022 Rupees in lacs	As at 31.03.2021 Rupees in lacs
Financial assets for which loss allowance is measured using 12 months Expected Credit Losses		
Trade receivables (gross)	6,819.84	2,950.91
Less: Loss allowances	425.94	103.14
Trade receivables (net)	6,393.90	2,847.77

The ageing analysis of the receivables (gross of provision) has been considered from the date the invoice falls due.

Ageing analysis	As at 31.03.2022 Rupees in lacs	As at 31.03.2021 Rupees in lacs
Upto 6 months	5,575.52	2,334.94
More than 6 months	1,244.32	615.97



The following table summarizes the change in the loss allowances measured using life-time expected credit loss model:

**Rupees in lacs**

As at 01.04.2021		103.14
Provided during the year		322.80
As at 31.03.2022		425.94

No significant changes in estimation techniques or assumptions were made during the reporting period.

## (ii) Liquidity risk

Liquidity risk is defined as the risk that the company will not be able to settle or meet its obligations on time or at a reasonable basis. Processes and policies related to such risks are overseen by senior management. Management monitors the company's net liquidity position through rolling forecasts on the basis of expected cash flows.

Maturity profile of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments:

**(Rupees in lacs)**

<b>As at 31.03.2022</b>	<b>Less than 1 year Rupees in lacs</b>	<b>More than 1 year Rupees in lacs</b>	<b>Total Rupees in lacs</b>
Trade payables	1,864.59	79.58	1,944.17
Security deposits from customers	4,336.82	-	4,336.82
Deposits/Retention money from contractors and others	-	131.50	131.50
Capital creditors	6,357.04	536.53	6,893.57
<b>Retention money from contractors and others</b>	<b>12,558.45</b>	<b>747.61</b>	<b>13,306.06</b>

**(Rupees in lacs)**

<b>As at 31.03.2021</b>	<b>Less than 1 year Rupees in lacs</b>	<b>More than 1 year Rupees in lacs</b>	<b>Total Rupees in lacs</b>
Trade payables	996.49	105.27	1,101.76
Security deposits from customers	2,836.69	-	2,836.69
Deposits/Retention money from contractors and others	67.32	82.00	149.32
Capital creditors	4,568.41	907.21	5,475.62
<b>Retention money from contractors and others</b>	<b>8,468.91</b>	<b>1,094.48</b>	<b>9,563.39</b>



CIN NO.: U23201UP2005PLC030834

## NOTES TO FINANCIAL STATEMENTS

## I. Contingent Liabilities:

### \*Tax Related Matters

- a) A demand of Rs. 6.78 Lacs had been raised by U P Commercial Tax Department for the financial year 2010-11 against which company has filed appeal with Additional Commissioner (Appeal), Commercial Tax Lucknow. The Appeal has since been rejected by the Additional Commissioner (Appeals), Commercial Tax Department, Lucknow against which the appeal with the Tribunal is already filled. The case is pending before Tribunal Commercial Tax Lucknow.
- b) A demand of Rs. 20.95 Lacs had been raised by U P Commercial Tax Department for the financial year 2011-12 against which company has filed appeal with Additional Commissioner (Appeal), Commercial Tax Lucknow.
- c) In respect of Assessment Year 2011-12, Income Tax Department has disallowed certain expenses claimed by the Company and has made a tax demand of Rs.94.36 Lacs on account of the same. The Company filed an appeal against the aforesaid demand with Income Tax Appellate Tribunal and the case has been set aside to CIT(A) by the Hon ITAT, Lucknow Bench. Now the case is pending before CIT (A) –I for disposal.
- d) In respect of Assessment Year 2012-13, Income Tax Department has disallowed certain expenses claimed by the Company and has made a tax demand of Rs. 2.47 Lacs on account of the same. The Company has filed an appeal against the aforesaid demand and same is pending with Income Tax Appellate Tribunal, Lucknow Bench.



- e) In respect of Assessment Year 2017-18, Income Tax Department has disallowed certain expenses claimed by the Company to the tune of Rs. 9.50 Lac accordingly a notice U/s 270A was issue for the imposition of penalty of Rs. 1.64 lacs on the same. The Company filed an appeal against the aforesaid demand with CIT(A) . Now the case is pending before CIT (A) –I for disposal.

## II. Commitments:

Sr.No.	Particulars	As at 31.03.2022 (Rupees.in Lacs excluding taxes)	As at 31.03.2021 (Rupees.in Lacs excluding taxes)
(a)	Estimated amount of contracts remaining to be executed on capital account and not provided for	6,738.86	2,580.57
(b)	Uncalled Liability on shares and other investments partly paid	Nil	Nil
(c)	Other commitments	Nil	Nil
	<b>Total</b>	<b>6,738.86</b>	<b>2580.57</b>

28. On overall basis, assets other than fixed assets have a value on realization in the ordinary course of business at least equal to the amount at which these are stated in the financial statements.

## 29. Earning per share

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Net profit / (loss) attributable to Shareholders (Rupees in Lacs)	6,259.87	5,633.65
Weighted Average Number of equity shares	4,61,09,500.00	4,61,09,500.00
Basic Earnings per Share of Rs. 10/- each (in Rupees)	13.58	12.22
Diluted Earnings per Share of Rs. 10/- each (in Rupees)	13.58	12.22

## 30. Segment Reporting

The Company has only one line of business, which is manufacture and sale of compressed natural gas (CNG) and Piped Natural Gas (PNG). There are no other reportable segments as per Indian Accounting Standard (INDAS)-108 on “Operating Segment”.

31. In accordance with the Indian Accounting Standard (Ind AS-38) on Impairment of Assets, the company has assessed whether any indications with regard to impairment of any assets exists as on Balance sheet date. Based on such assessment, it has been ascertained that there are no such indications and thereby no formal estimate of recoverable amount has been made. Accordingly, no impairment loss has been provided in the books of account.

- 32.** The Company had awarded 3 contracts for remaining work of laying steel pipelines at Agra to contractor M/s Taurant Projects Limited. Contractor even after receiving almost all the payments through running bills had subsequently raised a claim of Rupees 531.85 Lacs towards miscellaneous charges related to the said project through Arbitration.

Wherein further the company had launched a counter claim of INR 1030.82 Lacs on the contractor for delay in project and loss of profit to the company.

Arbitration Claims lodged by M/s Taurant Projects Limited as well as in all three counter claims filed by M/s Green Gas Limited, final award has been passed by the learned sole arbitrator on 18.05.2018.

M/s TPL has filed appeals against all three awards before the Commercial Court Lucknow duly registered as Misc. Case No. 15, 16 and 17 of 2018 wherein our objection is already filed. The appeal filed by the M/s Taurant Projects Limited was registered as Miscellaneous Case and it is yet to be admitted by the Court as an Appeal.

- 33. Dubagga Mother Station** – The Company has invested Rs 4.16 crores in Building and Rs 5.34 crores in Plant & Machinery at Dubagga Mother station. The plant is ready for operation but commercial operations/activities in the said premises pertaining to sale of CNG could not be carried out due to pending statutory clearance from forest department. Since Company is not deriving economic benefits from the plant hence capitalisation is still not done in compliance of Ind AS 16.

**34. RATIOS HAVING % CHANGE MORE THAN 25% AND ITS REASONS**

Debt-Equity Ratio	160%	Increased due to additional borrowings during the year.
Debt Service Coverage Ratio	-75%	Decline due to Increased interest liability on additional borrowings.
Inventory turnover Ratio	162%	Increase due to growth in purchase volume on enhanced gas prices.
Trade payables turnover Ratio	288%	Increase due to impact of increased purchase volume on enhanced gas price
Net profit Ratio	-34%	Decreased due to decline in PAT in quarter 3 on account of increased cost of material consumed.



**35. Corporate Social Responsibility (CSR)**
**(Rupees in lacs)**

(i) Amount required to be spent by the company during the year,		
(ii) Amount of expenditure incurred,		164.98
(iii) Shortfall at the end of the year,		165.02
(iv) Total of previous years shortfall,		(0.04)
(v) Reason for shortfall,		NA
(vi) Nature of CSR activities,		-
<b>Party Name</b>	<b>Details</b>	<b>Rs Lakh</b>
ASDC	CSR for paymnet to Automotive Skills Development Council	26.10
Help Age India	CSR payment for providing mobile healthcare ambulance unit with vehicle	48.85
M/s Startup Incubation and Innovation Centre IIT Kanpur	Distribution of 35 number of semi automatic battery powered electric-tricycle	15.60
National Youth Foundation	CSR for organising Mega Eye & general Health Check up Camp	3.46
NIESBUD	CSR for skill & Entrepreneurship development vocational training	44.44
PM Cares Fund	Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund).	26.57
	<b>Total</b>	<b>165.02</b>
(vii) Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,		NIL
(viii) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately.		NA

**36. Post reporting date events :**

The Board of Directors have recommended a final dividend of 10% i.e. Rs 1 on equity shares of Rs 10 each for the year ended 31 March 2022, subject to approval of shareholders at the ensuing annual general meeting.

### 37 Related Party Transactions

Disclosure as required by Indian Accounting Standard (Ind AS 24) on “Related Party Disclosures” issued under Companies (Indian Accounting Standard) Rules, 2015.

List of related parties as on 31.03.2022:

**(a) Promoter venturers:**

- i. GAIL (India) Limited
- ii. Indian Oil Corporation Limited

**(b) “Subsidiary of Enterprise having Significant Influence”**

- i. GAIL Gas Limited

**(c) Key management personnels (KMPs):**

- i. Mr. G.K. Satish, Chairman upto 31.08.2021
- ii. Dr. SSV Ramakumar, Chairman from 01.09.2021 to 15.03.2022
- iii. Mr. Sujoy Chaudhary, Chairman from 15.03.2022
- iv. Mr. A.K. Tiwari, Director till 01.12.2021
- v. Mr. K.B. Singh, Director from 01.12.2021
- vi. Mr. Sanjeev Medhi, Managing Director till 19.11.2021
- vii. Mr. J.P. Singh, Managing Director from 03.12.2021
- viii. Mr. Sharat Kumar, Director Commercial
- ix. Mr. Piyush Misra, CFO till 01.04.2021
- x. Mr. Sharat Kumar, CFO from 22.07.21 to 27.11.21
- xi. Mr. Amit Maheshwari, CFO from 27.11.2021
- xii. Mr. Nikit Rastogi, CS



**Transactions with related parties during the year**
**Rs. In Lacs**

Name of Related Party	Nature of Relationship	Nature of Transaction	Value of Transaction during the year 2021-2022	Outstanding Balance on March 31, 2022	Value of Transaction during the year 2020-2021	Outstanding Balance on March 31, 2021
GAIL (India) Limited	Enterprise having Significant Influence	Purchase of Natural Gas	27,149.97	614.70	11,110.28	614.70
		Remuneration (Secondment Expenses)	114.09	17.39	173.80	14.82
		Hook up Charges - Advance	427.16	427.16	NIL	NIL
		Security deposits	NIL	NIL	NIL	NIL
GAIL Gas Limited	Subsidiary of Enterprise having Significant Influence	Purchase of Natural Gas (Transportation Expense)	755.80	35.03	523.76	29.43
Indian Oil Corporation Limited	Enterprise having Significant Influence	Sale of CNG	21187.81	779.59 Dr.	12852.90	713.14 Dr.
		Remuneration (Secondment Expenses)	66.79	11.04 Cr.	90.35	16.66 Cr.
		Other Expenses	294.23	10.95 Cr.	240.37	16.61 Cr.
<b>Key Management Personnel</b>						
Shri Sanzeev Medhi	Managing Director	Remuneration (Secondment Expenses)	68.22	0.00	99.40	8.47
Shri JP Singh	Managing Director	Remuneration (Secondment Expenses)	45.88	17.39	22.27	NIL
Shri Sharat Kumar	Director (Commercial)	Remuneration (Secondment Expenses)	66.79	11.04	68.08	16.66
Shri Amit Maheshwari	Chief Financial Officer	Salary & Allowances	5.96	0.00	13.70	0.01
Sri Nikit Rastogi	Company Secretary	Salary & Allowances	8.93	0.00	8.27	0.07

Salaries, allowances and other related payments include payments made to the related Companies on account of Key management personnel.



## INDEPENDENT AUDITORS' REPORT

To,  
The Members  
Green Gas Ltd,  
2nd Floor, Fortuna Tower,  
10, Rana Pratap Marg,  
Lucknow.

### Report on the Standalone Ind AS Financial Statements

#### Opinion

We have audited the standalone financial statements of **Green Gas Limited** (The Company), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, hereinafter referred to as "The financial statement".

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act 2013 (The Act) in the manner so required and give a true and fair view in conformity with the Indian accounting standards prescribed under section 133 of the act read with the companies (Indian Accounting Standards) rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and profit/loss, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Emphasis of Matter

##### Attention is invited to Notes to the financial Statements Results extracted below;

- a. Note No 32 regarding claim of Taurant Project Limited of Rs. 5.32 Crores on Green Gas Limited and subsequent counter claim by Green Gas Limited on Taurant Project Limited of Rs. 10.31 Crores, the matter is though decided by Arbitrator, but an appeal has been filed by TPL for all arbitration awards before commercial court Lucknow.



- b. Note no.33 regarding the investment of Rs. 4.16 Crores building and 5.34 Crore in plant & Machinery in Dubagga appearing in CWIPO from last 2/3 years, because of non receipts of NOC from the forest department.
- c. Note no 34 regarding significant variance from previous year, which includes major adverse variation relating to inventory turnover ratio of 162% and trade payable turnover ratio of 288%.

**Our Opinion is not modified on the above matter.**

### **Key Audit Matters**

Key Audit Matters are those audit matters that, in our professional judgment, were of the most significant in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, in the forming of our opinion thereon, we do not provide a separate opinion on these matters. We have determined the matters described below to be the Key audit matter to be communicated in our report.

Key Audit Matters	Response to Key Audit Matters & Conclusion
The dispute for recovery of differential additional trade margin (Denovo) of Rs. 3.06 Crore between GGL and OMCs for recovery of differential trade margin and shown as disputed Trade Receivable	We have verified that on the basis of advice of GAIL, the Company has provided 100% differential recoverable Denovo margin of Rs. 3.06 Crore and Rs. 0.17Crore against other PNG customers, thereby created Provision of Rs. 3.23 Crore.

Our opinion is not modified in respect of above matters

### **Other Matters**

- a. The unaccounted PNG Gas Loss during the year is 20.71% in Lucknow and 17.75% in Agra is absorbed in cost of material consumed. The management has not segregated the same among normal and abnormal loss, therefore the amount of abnormal loss, which has absorbed in material consumed is indeterminate.

Our opinion is not modified in respect of above matters.

### **Information Other Than the Financial Statements and Auditors Reports Thereon**

The company's Board of Directors is responsible for the other information. The other information comprises the information included in Board's Report, Management Discussion & Analysis Report, Business Responsibility Report, but does not include the financial statements and our auditor's report thereon. The Board's Report, Management Discussion & Analysis Report, Business Responsibility Report is expected to be made available to us after the date of this auditors report.

**Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.**

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.



When we read the report, if we conclude that there is a material mis statement therein, we are required to communicate the matter to those charged with governance.

### **Responsibility of Management and those charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, The Board of Directors 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.

Those Board of Directors are also 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 standalone 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 Standalone Financial Statements.

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

- a) Identify and assess the risk of material misstatement of the Standalone 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 collusions, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3) (i) of the Act we are also responsible for expressing our opinion whether the company has adequate internal financial control system in place and the operating effectiveness of such controls.



- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) 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 are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or condition may cause the company to cease to continue as a going concern.
- e) Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represents the underlying transactions and events in a manner that achieves fair representation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

We communicate with those charged with governance regarding among other matters, the planned scope and timing of the audit and significant audit finding 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 section 143(3) of the Act, based on our audit, 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 book.
  - c) The Balance sheets, the statement of profit and loss (the statement of change in equity) and cash flow statements dealt with by this report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
  - e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act
  - f) With respect of 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 A"**

- g) 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) Section 143 of the Act, we give in the **Annexure B**, statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable
- h) As required by direction issued under section 143 (5) of the companies Act 2013 for the FY 2021-22, the compliance of which are given in "**Annexure C**" on the matters specified by the Comptroller and Auditor General of India for the company
- i) With respect to the other matter to be include in the Auditors' 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 accordance to the explanation given to us:
- i. The company has disclosed the impact of pending litigation on its financial position in its Financial Statements. (Refer Clause No 1(b) of Note 27 to the financial statements.
  - ii. The company has made provisions as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term controls contracts. The company does not any derivate contract.
  - iii. There were no amounts which were required to be transferred to the investor education and Protection Fund by the company.

For **S. Srivastava & Co**

Chartered Accountants

FRN 004570C

**(Sudarshan Kumar Vij)**

Partner

M.N. 007859

UDIN NO. 22007859AIYLIL4506

Place: Lucknow

Date : 12.05.2022

**Annexure A** referred to in our Independent Auditors' Report of even date to the Members of Green Gas Limited on the financial statements for the year ended on **31st March, 2022**

### **REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (i) OF SUB SECTION 3 OF SECTION 143 OF THE COMPANIES ACT 2013**

We have audited the internal financial controls over financial reporting of Green Gas Limited as of March 31, 2022 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company 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 the internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include



the design implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information as required under the Companies Act, 2013.

### **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 Companies Act, 2013, to the extent applicable to an audit of Internal Financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our Audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the Standalone Ind AS 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 reporting is a process designed to provide reasonable assurance the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles and that receipts and 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 material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over



financial reporting may become inadequate because of changes in conditions or that degree of compliance with the policies or procedures may deteriorate.

According to the information and explanations given to us and on our audit, the following control deficiencies have been identified in operating effectiveness of the Company's internal financial control over financial reporting as at 31st March 2022;

- a) The company, through have costing policy, but do not have any costing manual, resulting thereby loss on procurement of natural gas and subsequent sales of PNG and CNG for distributions is not recorded but absorbed in cost of consumption.
- b) Variance in Gas transfer meter of supplier GAIL and Individual meter of GGL needs to calibrate.

A material weakness is a deficiency or a combination of deficiencies in internal financial control over financial reporting such that there is reasonable possibility that a material misstatement of the Companies' annual or interim financial statements will not be prevented or detected on timely basis.

### Opinion

In our opinion, except for the effects/probable effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2022 based on the internal control over financial reporting criteria established by the company considering the essential components of the internal control stated in the guidance note on audit of internal financial control over financial reporting issued by the Institute of Chartered Accountants of India..

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of March, 31st 2022 standalone Ind AS financial statements of the company and these material weakness does not affect our opinion on the standalone financial statements of the company.

For **S. Srivastava & Co**  
Chartered Accountants  
FRN 004570C  
**(Sudarshan Kumar Vij)**  
Partner  
M.N. 007859  
UDIN NO. 22007859AIYLIL4506  
Place: Lucknow  
Date: 12.05.2022



**Annexure B** referred to in our Independent Auditors' Report of even date to the Members of Green Gas Limited on the Standalone Ind AS financial statements for the year ended on **31st March, 2022**.

On the basis of such tests as we considered appropriate to apply, the information and explanations rendered to us by the management during the course of audit, we report as under:-

(i)	(ai)	The company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
	(a ii)	Company is maintaining records for intangible assets.
	(b)	As informed by the management, the company has carried out physical verification of the Property, Plant and equipment once during the year and no material discrepancies were noticed on such verification.
	(c)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all immovable properties (Other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.
	(d)	The company has not revalued any of its property, plant and equipment during the year.
	(e)	As informed by the management, no proceedings have been initiated or pending against the company for holding any benami property under Benami Transaction (Prohibition) Act, 1988. (45 of 1988) and rules thereunder.
(ii)		The physical verification of inventory has been conducted at reasonable intervals by the management during the period under audit. We have been informed that discrepancies noticed on Verification between the physical stocks and the book records were not more than 10% or more in the aggregate for each class of inventory and having regards to the nature of business and volume of operations and the same have been properly dealt with in the books of accounts;
(iii)		During the year company has not made investments in , provided any guarantee or security or granted any loans or advances in the nature of loan, secured or unsecured, to companies, firms, Limited liability partnership or other Parties.
	(a)	During the year the company has not provided loans or provided advances in the nature of loans or stood guarantee or provided security to any other entity. <ul style="list-style-type: none"> <li>a-i The aggregated amount during the year and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiary joint venture and associates is Nil.</li> <li>a-ii The aggregated amount during the year and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than joint ventures and associated is Nil.</li> </ul>



		<b>S No.</b>	<b>Name of the Statute</b>	<b>Assessment Year</b>	<b>Amount involved (₹ lakhs)</b>	<b>Amount deposited</b>	<b>Forum where dispute is pending</b>
		1	UP VAT Act, 2008	2011-12	6.78	-	Appeal pending with Tribunal Commercial Tax, Lucknow.
		2	UP VAT Act, 2008	2012-13	20.95	₹ 12.57 lakhs in the form of FD & Rs 8.38 lakhs against Stay order	Additional Commissioner (Appeals), Commercial Tax, Lucknow
		3	Income Tax Act, 1961	2011-12	94.36	-	–I , Lucknow
		4.	Income Tax Act, 1961	2012-13	2.47	-	Income Tax Appellate Tribunal Lucknow Bench.
		5.	Income Tax Act, 1961	2017-18	1.64	-	Commissioner of Income-Tax (Appeals) –I , Lucknow
(viii)		No transaction has been recorded in the books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act 1961 (43 of 1961), hence no previously unrecorded income has been recorded in the books of accounts during the year.					
(ix)	(a)	As informed by the management, that there was no default in repayment of loans or in the payment of interest thereon.					
	(b)	The Company has not declared as willful defaulter by any bank or financial institution.					
	(c)	As informed by the management, that funds raised for short term or long term purposes have been utilized for the purpose for which it was sanctioned.					
	(d)	The Company has not taken any funds for meeting any obligation of any its subsidiaries , associates or joint ventures.					

	(e)	The Company has not raised loan during the year on pledge of securities held in its subsidiaries, associates or joint ventures
	(f)	The Company has not raised moneys by way of initial public offering (including debt instruments).
(x)	(a)	During the year no money raised by way of initial public offer or further public offer (including debt instruments) by the Company.
	(b)	The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year
(xi)	(a)	According to the information and explanations given to us, no fraud on the Company has been noticed nor reported during the year nor by its officers or employees has been noticed or reported during the year, nor have been informed of any such case by the management.
	(b)	As informed by the company, No report under section (12) of 143 of the Companies Act has been filed by the Auditor in form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the central government.
	(c)	Auditors have not received any whistle blower complaint from the company or any other party during the year.
(xii)		The Company is not a Nidhi company, accordingly, paragraph 3(xii) of the Order is not applicable.
(xiii)		According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Standalone Ind AS financial statements as required by the applicable accounting standards.
(xiv)	(a)	The company has internal audit system which is commensurate with size and nature of the business but the quality and coverage of the internal audit report needs to be strengthen and widen
	(b)	The report of the internal auditor for only two quarters have been received and considered by the statutory auditor. The internal auditor report for the period ending on December 21 and March 22 has not been submitted by the internal auditor.



(xv)		According to the information and explanations given to us and based on our examination of the records of the Company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable
(xvi)		The Company is not carrying business of Non Banking financial activities therefore not required to be registered under 45-IA of the Reserve Bank of India Act 1934 (2 of 1934) therefore other related compliances are not applicable.
(xvii)		The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
(xviii)		There is no resignation of the statutory auditors during the year.
(xix)		On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information's accompanying the financial statements, the auditors knowledge of the board of directors and management plans, the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that 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)	In respect of other than ongoing projects, the company has not transferred any 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 provision to sub section (5) of section 135 of the said Act.
	(b)	No amount remaining unspent under sub section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

For **S. Srivastava & Co**

Chartered Accountants

FRN 004570C

**(Sudarshan Kumar Vij)**

Partner

M.N. 007859

UDIN NO. 22007859AIYLIL4506

Place: Lucknow

Date: 12.05.2022



**We have conducted audit of annual accounts of Green Gas Limited for the year ended 31st March 2022 in accordance with direction /sub direction issued by the C&AG of India under Section 143(5) of the Companies Act, 2013 and certify that we have complied with all the Direction/Sub Direction issued to us.**

S.no.	Direction	Comments of Auditor
1.	Whether the company has system in place to process all the accounting transaction through IT System? If yes, the implication of processing of accounting transaction outside IT System on the integrity of the accounts along with financial implications, if any, may be stated	The company has IT System in place and all the accounting process are processed through SAP. All the accounting transactions are processed through IT System only. No transactions are processed outside the IT System, having any adverse financial implications.
2.	Whether there is any restructuring of an existing loans or cases of waiver / write off of debt / loan / interest etc. made by lender to the company due to the company's inability to repay the loans? If yes, the financial impact may be stated.	There is no case of restructuring of any existing loan as well as there is no case of waiver / written off any debt/ loan / interest made by lender was found.
3.	Whether funds received / receivable for specific skills from the central / state agencies where properly accounted for / utilized as per its terms and conditions? List the cases of deviation.	The company has not received any funds for any specific scheme from any Central / State agencies during the year.

Date: 12.05.2022



## COMMENT OF C&AG-SUPPLEMENTARY AUDIT

### **COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF GREEN GAS LIMITED FOR THE YEAR ENDED 31 MARCH 2022**

The preparation of financial statements of Green Gas Limited for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013(Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 12.05.2022.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Green Gas Limited for the year ended 31 March 2022 under Section 143(6)(a) of the Act.

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

Place: New Delhi  
Dated: 28-07-2022

(D.K. Sekar)  
Director General of Audit (Energy),  
Delhi



