

ANNUAL REPORT **2022-23**

**On A Transformational
Journey**
Aligned with Sustainability.



IGGL

INDRADHANUSH GAS GRID LIMITED

ANNUAL REPORT 2022 23



VISION

To become the leading gas player in Northeast India and beyond by accelerating the development of Natural Gas Ecosystem in sustainable manner for delivering value to all stakeholders



MISSION

Enhancing Lives by providing access to clean natural gas in Northeast India and beyond by maximizing gas availability in the region



INDRADHANUSH GAS GRID LIMITED

GENERAL INFORMATION

Name : INDRADHANUSH GAS GRID LIMITED
 CIN : U40300AS2018GOI018660
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 Website : www.iggl.co.in
 Email : info@iggl.co.in
 Phone : +91 95311 01226

Board of Directors			
Name	DIN	Designation	Nominated By
Mr. Atindra Roychoudhury	09307897	Chairman	OIL
Mr. N Senthil Kumar	10230965	Director	IOCL
Mr. Krishna Ballabha Singh	08692365	Director	GAIL
Mr. Sanjay Kumar	10172564	Director	ONGC
Mr. Gopal Sarma	09513569	Director (w.e.f. 04.03.2022)	NRL
Mr. D S Nanaware	07354849	Director (upto 30.06.2023)	IOCL
Mr. Debdulal Adhikari	09667061	Director (w.e.f. 11.07.2022 & upto 17.05.2023)	ONGC
Mr. Rakesh Kaul	07975342	Director (upto 30.06.2022)	ONGC
Mr. Aruni Prosad Chakravorty	08717462	Director (upto 28.02.2022)	NRL
Ms. Nalini Padmanabhan	01565909	Independent Director	

Key Executives		
Name	Designation	Nominated By
Mr. Ajit Kumar Thakur	CEO	IOCL
Mr. Pradeep Kumar Mohapatra	CFO	GAIL
Mr. Pankaj Patowary	CPM	ONGC
Mr. Rajib Kumar Bhattacharyya	CHRCM	NRL
Mr. Arpan Baid	Company Secretary	

BANKERS	State Bank of India HDFC Bank Canara Bank Axis Bank RBL Bank
STATUTORY AUDITOR	M/s Manish Rajkumar & Co. (FRN 324945E) 3 rd Floor, G.S. Tower, Near Himmatsingka Petrol Pump, Chatribari Road, Guwahati -781 001, Assam Email ID: manish3jain@gmail.com Phone No.: 0361- 2342121
SECRETARIAL AUDITOR	M/s Biman Debnath & Associates (COP No. 5857) Flat No.402, Block-C, Prashanti Pride Housing Complex, Tarun Nagar, ABC, Guwahati-781005, Assam Email ID: csbimandebnath@gmail.com Phone No. 9864028145
REGISTRAR & TRANSFER AGENT	Alankit Assignments Ltd "Alankit Hosue", 4E/2, Jhandewalan Extension New Delhi-110055 Website: www.alankit.com Tel No.: 011-4254 1234 Email id: rta@alankit.com



INDRADHANUSH GAS GRID LIMITED

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CHAIRMAN'S MESSAGE



CHAIRMAN'S MESSAGE

Dear Shareholders,

"Success is not a destination; it's a journey of continuous improvement and innovation. As we navigate the challenges ahead, let us remember that our strength lies not in avoiding obstacles but in overcoming them together, united as a team."

- Brian Tracy.

On stepping into the 5th year of IGGL, I wish to convey my heartiest good wishes to all of you for being a part of this glorious journey towards the implementation of the North East Gas Grid (NEGG) Project for ushering in a gas-based economy in the North Eastern region of India.



The NEGG Project is making remarkable strides, with all sections currently in full swing in all eight Northeastern states. Despite facing various challenges, including unforeseen natural calamities like floods and the disruptions caused by the COVID-19 pandemic, we have achieved significant milestones in different sections of the project. The cumulative progress has reached an impressive 75.57%, closely aligned with the scheduled progress of 77.56% whereas a cumulative of 827 Km of welding and 684 Km of lowering have been successfully completed. The total capital expenditure (Capex) for the Financial Year 2022-23 stands at ₹2320.57 Crore, with the cumulative Capex up to March 31, 2023, amounting to ₹4226.58 Crore. As we continue to move forward with vigour, IGGL is well on track to fulfil Gol's vision of supporting regional development and energy growth in NE.

The NEGG project has achieved significant milestones across various sections, showcasing our commitment to timely execution. Notable accomplishments include the commencement of construction activities in key sections like Gohpur-Itanagar, Guwahati-Silchar, Banaskandi FL cum Silchar CGD, Dergaon-Dimapur, Panisagar-Aizawl, Siliguri-Gangtok, and Dimapur-Kohima-Imphal.

We are also proud to announce a remarkable achievement - the Brahmaputra river crossing connecting Jorhat & Majuli in Assam. This historic crossing stands as Asia's Largest underwater 24" hydrocarbon pipeline crossing, achieved through the cutting-edge HDD method, covering an impressive width of 4080 meters. This extraordinary feat exemplifies our commitment to innovative and efficient solutions in advancing the gas infrastructure and ensuring the success of the NEGG project. Including this crossing, IGGL has completed all eight major river crossings of the project.

Our partnerships with M/s Oil India Limited (OIL) and NEEPCO, Agartala, through the signing of crucial Memorandums of Understanding (MOUs) for the transportation of natural gas through the NEGG, signify significant progress in establishing a sustainable and efficient gas transportation network. The successful recruitment drives, both through campus hiring and open advertisement-based recruitment, have brought fresh talent and experienced professionals to our team, further strengthening our capabilities.

I extend my heartfelt thanks to each one of you for your unwavering support and belief in IGGL's endeavours. I also express my gratitude to all our employees for their consistent efforts in creating value for our stakeholders and propelling the Company forward. Furthermore, I would like to acknowledge and appreciate the unwavering support of the Government of India, the Government of all North Eastern states, our Promoter companies, and the regulatory and statutory authorities for their continuous backing and facilitative role in our journey.

With our collective efforts, dedication, and determination, we are on a path of rapid growth and progress, and I am confident that we will successfully achieve the goals we have set for ourselves. Thank you once again for being a part of this journey with us.

Jai Hind!!

Atindra Roychoudhury

Chairman



BOARD OF DIRECTORS



Atindra Roychoudhury
Chairman

Mr. Atindra Roychoudhury is nominated as Chairman of the Board of IGGL by Oil India Limited (OIL). He is a graduate in Electrical and Electronics Engineering from Birla Institute of Technology & Science and also a Certified Petroleum Manager from UPES. He has over 35 years of experience in OIL and is currently serving as Resident Chief Executive of OIL.

Starting his career in OIL in the Geophysics department as Instrument Engineer for Geophysical Data Acquisition systems, later he was heading a Seismic Data Acquisition crew of OIL. Subsequently, as a member of the pioneering team of OIL's Information Technology department from 1997 to 2012, he worked extensively in design, implementation of LAN/WAN, network security structures and implementation at OIL. He also served in Contracts & Purchase and Corporate Planning departments of OIL. After serving as Executive Director (Production Services) since February, 2020 he has been promoted to Resident Chief Executive of OIL in June 2023.

Currently, as Resident Chief Executive, he is heading entire operations of OIL in Assam, Arunachal Pradesh and Frontier Areas of Northeast as administrative and operational head.

Sri Roychoudhury has keen interest in Digitalisation of upstream E&P operations. He has jointly published three papers in Digitalization in upstream E&P sector in various overseas events of SPE (Society of Petroleum Engineers).



Shri N. Senthil Kumar
Director

Mr. N Senthil Kumar is an Electronics and Communication Engineer with over three decades of versatile experience in the operations & maintenance of IndianOil's countrywide network of oil & gas pipelines. Before joining the IndianOil Board as Director (Pipelines), he was heading the Operations function in IndianOil's Pipelines Division Head Office.

As Director (Pipelines), Mr. Senthil Kumar is responsible for the massive and complex pipeline infrastructure of IndianOil that includes single point mooring systems, crude oil tank farms, city gas distribution networks and pipelines traversing through difficult terrain. His vision for the Corporation dovetails technological improvements, infrastructure development & operational efficiency based on the five pillars of 'Excellence, Integrity, People Connect, Net Zero & Happiness'.

Mr Senthil has been instrumental in strengthening the communication system in IndianOil's Pipelines Division. It was under his guidance that laying of optical fibre cables in different sections of various pipelines was conceptualized and implemented. In a major technological breakthrough to curb pilferage in pipelines, he anchored the installation of Pipelines Intrusion Detection and Warning System.

He has played a pivotal role in using technology to boost security systems. In a first for IndianOil, Mr. Senthil Kumar conceptualized Central Pipeline Information Management Systems (CPIMS) with backbone alternate communication system. In a breakthrough step that eliminated manual intervention in custody transfer of petroleum products from pipelines to Marketing storage terminals and enhanced efficiency & productivity, he led the team to implement mass flow meter-based custody transfer metering system.

A believer in the power of collaboration with cross-functional teams, Mr. Senthil played a vital role in pilot testing of drag reducing agents (innovated by IndianOil R&D) in LPG pipelines for the first time.

A people's man, Mr. N Senthil Kumar respects diversity & inclusion and strives to uphold ethical standards to create a positive impact on all stakeholders and society. He has an excellent understanding of modern tools & technology platforms and believes in leveraging it to solve problems and enhance productivity. He appreciates the importance of data & analytics in decision-making and leverages the power of technology to gather insights to make informed choices.



K B Singh
ED (ER & Proj)

Mr. K B Singh is an Electrical Engineering Graduate from BCE, Bhagalpur (Bihar) and graduated in 1986. Shri Singh carries a rich experience of over 37 years in the hydrocarbon sector. Mr. Singh is serving as Executive Director (ER & Projects) in GAIL (India) Limited as head of Corporate Projects Department leading multidisciplinary team consisting of technical, Contracts & Procurement, HR, Finance, Civil and Survey & Land Records. In addition to Corporate Project Department, Shri Singh is also heading Eastern Region of GAIL. Mr. Singh is presently holding Directorship in Indradhanush Gas Grid Limited and he has also served as Chairman of Tripura Natural Gas Company Limited and Director in Green Gas Limited.

During a long career of 37 years in GAIL, Mr. Singh has been associated and part of various infrastructure projects of National importance in Oil & Gas Sectors in different capacities. Currently, Mr. Singh is responsible for execution of projects amounting to ₹35,000 crore spanning 12 states including City Gas Distribution (CGD) hook-ups in 41 GAs and O&M of 2550 Km pipeline network. As an overall in Charge of Jagdishpur- Haldia & Bokaro Dhamra Pipeline, popularly known as Pradhan Mantri Urza Ganga Yojna. On completion of phase-1 of JHBDPL under his leadership, GAIL received "Project Management Company" of the year award by FIPI. He is also the recipient of Impactful CSR leader by Assocham National CSR awards 2020. In the year 2022 under his leadership GAIL wins "Chairman's Commendation Trophy" from Indian Society for Trenchless Technology. Shri Singh gained varied experience and competence in the areas related to Project Management, Operation & Maintenance of Pipelines, Contracts Management etc. Shri Singh is excellent in decision making and an avid problem solver with his vast technical knowledge and practical approach.



Mr Sanjay Kumar
Executive Director & Chief
Marketing Officer

Mr Sanjay Kumar has an experience of over three decades with ONGC having exposure in diverse activities. He graduated in Chemical Engineering from HBTI, Kanpur in the year 1984 and Post-Graduation from IIT, Kanpur.

He has a rich experience of working in Oil & Gas field operations as well as handling critical managerial functions. He was a member of core team during implementation of largest ERP-SAP and led the PRA and SD functions. He has also worked in Oil Coordination Committee under MoPNG, wherein he handled vital assignment of Crude Oil procurement and distribution among PSU refiners.

In his current role as Executive Director & Chief Marketing Officer of ONGC, he has been pursuing the evolutionary and constructive changes in marketing functions of ONGC. He has been instrumental in obtaining proprietary membership of Indian Gas Exchange (IGX) for trading of marketing and pricing freedom gas. ONGC became the first exploration and production (E&P) company in India to trade domestic gas on IGX. He has also introduced the Block-chain based E-CMS system in 2021-22 to manage gas customers and to effectively monitor gas sales.

He strongly believes in safe work practices and is focussed on more resilient business processes by planning, coordination, monitoring of various projects.



Mr. Gopal Sarma
Resident Chief Executive

Mr. Gopal Sarma is currently holding the post of the Resident Chief Executive of Numaligarh Refinery Limited functioning as head of Refinery Location at Numaligarh Assam. He is overall in-charge of the 3.0 MMT operating Refinery along with leading all other functions as Administrative Head. He has more than thirty-six (36) years of working experiences in Petroleum Refinery in various technical and marketing areas. In the Numaligarh Refinery, he has worked for 24 years in various capacities across the technical functions including Project Construction, Inspection Engineering, Management Systems, Retail Marketing, Marketing Logistics, HSE and Refinery Operations etc. Mr. Sarma began his career in 'Bongaigaon Refinery & Petrochemicals Limited' (BRPL is now part of Indian Oil Corporation) and worked in various capacities in Inspection Engineering and Maintenance Functions of the Refinery Process units. He holds a Bachelor of Engineering degree from Assam Engineering College, Guwahati (Assam) and completed his graduation in Mechanical Engineering in the year 1986.



Ms. Nalini Padmanabhan
Independent Director

Ms. Nalini Padmanabhan is a practicing Chartered Accountant and has rich professional experience spanning over three decades. She is the Senior Partner in B. Thiagarajan & Co, Chartered Accountants, Chennai. She specializes in System Audit and Business Consultancy areas and has been handling assignments in Information Technology, Textiles, Jewellery, Engineering, Banking and Educational institutions.

She currently serves as a Member of the Disciplinary Committee of Institute of Cost Management Accountants of India and also an Honorary Secretary of Madras Management Association.

She is presently serving also serving as Director in the Board of Canara Bank and Independent Director in Mangalore SEZ Limited. She has earlier served as an Independent Director in NLC India Limited & NLC Tamil Nadu Power Limited (2017-2020) and as a Director in State Bank of India, Chennai Local Board (2003 to 2006).

She is the Founder Trustee of Prerana Helpline Foundation (NGO) catering to the needs of visually challenged persons and is also serving as a Trustee in Vivekananda Educational Trust, running a chain of Educational Institutions. She is also constantly involved in various social activities particularly in the areas of women's upliftment, programs and giving counseling to many womenfolk from downtrodden environment.



MANAGEMENT DISCUSSION AND HIGHLIGHTS



Brief of North East Gas Grid (NEGG)

On August 10, 2018, a significant step was taken towards boosting the Gas economy in the North-East, in line with the Hydrocarbon Vision 2030 for the North-East, with the establishment of Indradhanush Gas Grid Limited (IGGL), a Joint Venture formed by five public sector giants ONGC, OIL, IOCL, GAIL, and NRL with equal equity contribution. The primary objective was to set up the North East Gas Grid (NEGG), a 1656 Km long and 4.75 MMSCMD capacity natural gas pipeline network to connect the eight North Eastern states, i.e., Assam, Arunachal Pradesh, Meghalaya, Tripura, Nagaland, Manipur, Mizoram, and Sikkim. Over the past few years, with unwavering support from the Ministries and the Promoter companies, IGGL has made impressive strides, achieving 70.01% of physical progress out of the scheduled 70.16% upto March'23 and achieving 75.77% of physical progress out of the scheduled 77.60% upto July'23.

In the upcoming working season, IGGL plans to take another significant leap in progress, dedicating resources to surpass their targets on all fronts. The company has been proactive in expanding its human capital base, ensuring the correct numbers and quality of personnel, and implementing various policies and systems to ensure efficient operations and positive work culture.

Amidst the NEGG project’s various phases, remarkable progress and strong momentum are evident as dedicated teams work diligently to adhere to project timelines. Despite encountering multiple challenges, including Right of Use (RoU)/Right of Way (RoW) issues, delays in obtaining necessary statutory approvals and permissions, complexities related to permanent land acquisition, and unforeseen natural calamities such as floods and the COVID-19 pandemic, notable achievements are being made in various sections of the project. A cumulative 723 Km of welding and 591 Km of lowering have been completed upto March’23 and cumulative 827 Km of welding and 684 Km of lowering have been completed upto July’23.

A noteworthy milestone is the completion of 206 Km of Hydrotest out of the total 386 Km for the Guwahati-Numaligarh pipeline section upto March’23 and completion of 367 Km of Hydrotest out of the total 386 Km upto July’23. This achievement showcases the dedication and efficiency of the teams involved in ensuring the integrity and safety of the pipeline.

These milestones exemplify the unwavering commitment of the organization to enhance the gas economy in the Northeast region, underscoring its determination to bring the benefits of the NEGG to fruition despite the obstacles faced along the way.

Another remarkable feat is the commencement of Horizontal Directional Drilling (HDD) for the Brahmaputra river crossing, covering a distance of 4080 m, which began on November 18, 2022, at Majuli. The Brahmaputra river crossing is a complex and challenging endeavour due to the river’s width and depth, but with meticulous planning and execution, the project is moving forward steadily. Moreover, laying ducts and Optical Fiber Cables (OFC) across the Brahmaputra River from Jorhat to Majuli was completed on January 29, 2023.

The HDD for five major rivers, namely Tangani, Mora Dhansiri, Bargang, Burai, and Jia Dikrong, is also completed. These river crossings pose unique engineering challenges, but IGGL’s commitment to employing advanced technologies and expertise is evident in their progress.

The progress in the Guwahati-Numaligarh section underscores IGGL’s determination to execute the NEGG project efficiently and precisely. The advancements in the construction progress of the NEGG demonstrate IGGL’s emphasis on safety, environmental responsibility, and quality standards. With appreciable improvement, the Region moves closer to enhanced gas connectivity, contributing to the economic growth and prosperity of the North Eastern states.

Pipeline Construction Highlights



Construction of the 8” x 27 Km Gohpur-Itanagar section commenced in Assam on 18.04.2022 and in Arunachal Pradesh on 06.07.2022

The NEGG project has achieved significant milestones in various sections, highlighting the organization’s commitment to timely execution. One crucial pipeline section is the 8” x 27 Km Gohpur-Itanagar stretch, where construction activities commenced on April 18, 2022, in Gohpur, Assam, and on July 6, 2022, in Hollongi,

Arunachal Pradesh. This section is vital in extending natural gas connectivity to Arunachal Pradesh, ensuring a seamless supply to its capital, Itanagar.



Construction of 18" X 196 Km Guwahati-Silchar section commenced at Chandrapur, Assam, on 22.07.2022 and at West Jaintia Hills district, Meghalaya, on 04.10.2022

The 18" x 196 Km Guwahati-Silchar section construction activities commenced at Chandrapur in Assam on July 22, 2022, and in Meghalaya on October 4, 2022. The construction of the Guwahati-Silchar section is an endeavour by IGGL to expand the gas infrastructure from Assam to Meghalaya, Tripura & Mizoram and bring the benefits of natural gas to their people. The pipeline section passes through one of the most challenging and treacherous terrains of the Northeast and requires multi-level permissions from the various village authorities and autonomous councils for ROU clearance.

This section holds immense strategic importance in ensuring a seamless and efficient gas supply to the Region, benefiting both the industrial and domestic sectors. This project will not only strengthen energy accessibility in the Region but also contribute to the overall socio-economic development of the areas it serves.



Construction of the Banaskandi Feeder line commenced on 07.09.2022

On September 7, 2022, the construction of the 12" x 56 Km Banaskandi FL cum Silchar CGD section in Assam was started for connecting Banaskandi EPS and Banaskandi CGS gas sources of ONGC and for proving CGD connectivity to Cachar, Karimganj & Hailakandi Geographical Areas (GA) of Southern Assam.

As construction advances in this section, IGGL continues to exhibit its unwavering commitment to executing the project promptly, even in the face of challenges caused by heavy floods during the monsoon season and Right of Use (ROU) issues in settlement areas, where affected individuals lack authenticated land documents. The situation demanded adopting a novel approach for compensating the impacted landowners during the pipeline construction phase. Despite these obstacles, IGGL remains dedicated to finding innovative solutions and ensuring the timely progress of the project.

September 14, 2022, marked a momentous occasion for IGGL as construction activities commenced for the 12" x 128 Km Dergaon-Dimapur section, representing a significant milestone in the project's progress. The pipeline connects with six gas sources of ONGC, paving the way for a more robust and extensive gas infrastructure. This crucial step forward aims to expand the gas infrastructure and provide clean and reliable energy to the states of Nagaland and Manipur.



Construction activities of the Dergaon-Dimapur section commenced on 14.09.2022



Construction commenced for the Panisagar-Aizawl pipeline in Tripura on 06.01.2023

Construction activities for the 12" x 127 Km Panisagar-Aizawl pipeline in Tripura started on January 6, 2023. This momentous occasion represents a significant step forward in the NEGG project, aimed at expanding the gas infrastructure and providing a reliable energy source to Mizoram.

Commencement of construction for the 12" x 196 Km Siliguri-Gangtok pipeline in West Bengal on January 16, 2023, is another crucial step in IGGL's gas network implementation. The commencement marks a momentous step forward in the NEGG project, dedicated to expanding the gas infrastructure and bringing the benefits of natural gas to the state of Sikkim.



Construction commenced for the Siliguri-Gangtok pipeline in West Bengal on 16.01.2023



Construction activities for the Dimapur-Kohima-Imphal section commenced on 11.02.2023

Construction activities for the 12" x 199 Km Dimapur-Kohima-Imphal section started in Nagaland on February 11, 2023. It is worth noting that the pipeline's route passes through disputed border areas between Assam and Nagaland, presenting unique challenges and complexities in its implementation. Despite these hurdles, IGGL's commitment to overcoming obstacles and advancing the project demonstrates the organization's resilience and determination. By navigating through the disputed territories, IGGL aims to bring clean and reliable energy benefits to the states of Nagaland and Manipur.



Groundbreaking ceremony for Siliguri-Gangtok Pipeline Section at Pakyong on 07.07.2023

The groundbreaking ceremony marking commencement of construction work of the NEGG project in the state of Sikkim was held in presence of Hon'ble Governor of Sikkim, Shri Lakshman Prasad Acharya and was also attended by MLAs, District Officials, NHIDCL officials, Officials from IGGL, panchayat members etc. 44km of the Siliguri-Gangtok pipeline will be laid in Sikkim as a part of the NEGG Project.

Through its tireless efforts, IGGL plays a crucial role in shaping the Region's energy future. The construction of the NEGG is a significant stride towards achieving a well-connected and energy-secure Northeast region. By implementing its gas network throughout the area, IGGL is pivotal in fostering a sustainable and progressive energy landscape in the North Eastern states. The company's proactive approach and commitment to the NEGG project further solidify its position as a catalyst for positive change in the Region.

Other Highlights

Statutory approvals

IGGL has demonstrated commendable progress in obtaining the necessary statutory approvals & permissions for the NEGG project. Petroleum and Explosives Safety Organization (PESO) approvals for 13 sections are received, indicating a smooth and efficient regulatory process. The approval process for the Dimapur-Kohima-Imphal section is currently underway.

Moreover, IGGL's efforts in obtaining Consent to Establish (CTE) from 8 out of 9 states further exemplify its commitment to fulfilling regulatory requirements and adhering to legal procedures. While the process for Sikkim is still ongoing, the consistent achievements of IGGL reflect its dedication to compliance.

Crossing Permissions

IGGL's commendable progress includes obtaining Crossing Permissions for laying pipelines through forest areas, a process that is often time-consuming and complex. Despite these challenges, IGGL has shown

remarkable efficiency and dedication in securing the necessary permissions. In-principle or Stage-I approvals and subsequent working permissions are received for laying the Panisagar-Aizawl pipeline in 35 Ha of forest in Mizoram on 17.02.2023 for spreading the Guwahati-Silchar pipeline in 50 Ha forest in Meghalaya on 19.01.2023 and 5 Ha forest in Meghalaya on 18.10.2022, for laying Gohpur-Itanagar pipeline in 1.57 Ha forest in Arunachal Pradesh on 30.05.2022, for laying Silchar-Panisagar pipeline in 9.2 Ha forest in Assam on 15.06.2022, for laying Panisagar-Agartala pipeline in 64 Ha of forest on 10.06.2022 and for laying Dergaon-Dimapur pipeline in 79 Ha of forest on 15.06.2022. Stage-II approval for 1.81 Ha of forest diversion in the Silchar-Panisagar section in Tripura highlights the efforts to ensure ecological balance and sustainability.

The successful acquisition of permissions for the majority of crossings, including those for National Highways (NH), State Highways (SH), other roads, railways, rivers, canals, and other water bodies, has been made possible through the unwavering support and cooperation of both the Central and State Governments. Their collaboration and proactive involvement have been instrumental in navigating the complexities of securing these essential permissions for the North East Gas Grid (NEGG) project.

ROU/ROW and Land Acquisition

Despite facing challenges in land acquisition and Right of Use (ROU)/Right of Way (ROW), IGGL has displayed resilience and determination. IGGL has made significant progress in acquiring most of the ROU/ROW for laying the pipeline. In compliance with regulatory requirements, the majority of Section 3(1) and 6(1) notifications under the P&MP (Petroleum and Minerals Pipelines) Act 1962 have been published, except in West Bengal, where the publication of Section 3(1) notifications is in process.

On November 18, 2022, a crucial milestone was achieved by signing an agreement with NHIDCL (National Highways and Infrastructure Development Corporation Limited) for laying the Kohima-Imphal pipeline in the Right of Way (RoW) of NH-39 in Manipur. Similarly, on June 27, 2022, another significant agreement was signed with NHIDCL for laying the Nagaland portion of the Dimapur-Kohima-Imphal section, except 19 Km from Phesama to Mao portion, also in the RoW of NH-39. Through diligent efforts and effective collaboration with relevant stakeholders, IGGL has successfully secured the necessary ROU/ROW required for the smooth implementation of the NEGG project.

For the Compressor cum Despatch terminal at Baihata, Guwahati, land possession has been successfully received in stages. Out of 92 Bigha of land, physical possession of 49 Bigha was completed on May 11, 2022. Subsequently, possession of the remaining 35 Bigha and an additional 8 Bigha was received on November 29, 2022, and December 29, 2022, respectively. This achievement further showcases IGGL's dedication to timely project execution and resource management.

Further, acquiring 51 permanent lands for Stations & Terminals demonstrates its ability to navigate obstacles and secure necessary infrastructure.

Overall, IGGL's significant progress in land acquisition, acquiring ROW, and obtaining necessary permissions demonstrates the company's dedication to overcoming challenges and advancing the NEGG project. Through its steadfast efforts, IGGL is paving the way for enhancing gas connectivity and promoting sustainable energy solutions in the North Eastern states. Overall, IGGL's impressive progress and dedication to obtaining approvals and permissions reflect its strong vision for enhancing the Gas economy in the Northeast region. Its proactive approach and commitment to environmental and regulatory compliance position itself well on its journey toward achieving its project goals.

Marketing Highlights



MOU signed with Oil India Ltd on 17.06.2022 for gas transportation through NEGG

On June 17, 2022, a momentous event took place as Indradhanush Gas Grid Limited (IGGL) and M/s Oil India Limited (OIL) signed a crucial Memorandum of Understanding (MOU). The main objective of this agreement is to enable the transportation of Natural Gas from Oil India Limited's gas field at Tulamura, Tripura, acting as the upstream operator, through the NEGG. The MOU between IGGL and Oil India Limited is a significant step forward, paving the way for successful and fruitful cooperation, effectively utilizing natural gas resources in the North-East and fostering regional development.



MOU signed with NEEPCO on 07.07.2022 for transportation of gas through NEGG

On July 7, 2022, a significant milestone was achieved as Indradhanush Gas Grid Limited (IGGL) and NEEPCO Agartala signed a Memorandum of Understanding (MOU). Under this agreement, both parties agreed upon NEEPCO Agartala's participation in the NEGG transportation network to receive natural gas. NEEPCO, Agartala has also committed to making the necessary arrangements, including providing a 60 m X 60 m land parcel area for the receiving station at their end.



Interconnectivity Agreement signed with GAIL on 28.07.2023 for connecting the NEGG to the National Gas Grid

Another step towards achieving a gas-based economy in North-East India was the signing of the Interconnection with GAIL on 28.07.2023 for connecting the NEGG to the National Gas Grid at three locations of the Barauni Guwahati Pipeline viz. IP-3 at Jalpaiguri in West Bengal and SV-32 at Baihata & RT Panikhaiti in Assam.



Hook Up Agreements signed with ONGC Jorhat Asset, Cachar Asset and Tripura Asset on 11.07.2023

Hook-up agreements were signed on 11.07.2023 with ONGC to connect the NEGG with their Jorhat, Silchar and Tripura assets. Through this hook up ONGC will deliver 1.85 lakh SCMD from Jorhat Asset, 82500 SCMD from Silchar Asset and 7 lakh SCMD from Tripura Asset.

Through these collaborative efforts, IGGL and the stakeholders aim to positively impact the Region's energy landscape and contribute significantly to the growth and development of the Gas economy. The signing of these agreements represents a promising step towards achieving these objectives and marks a pivotal moment in their mutual journey towards a sustainable and efficient gas transportation network.

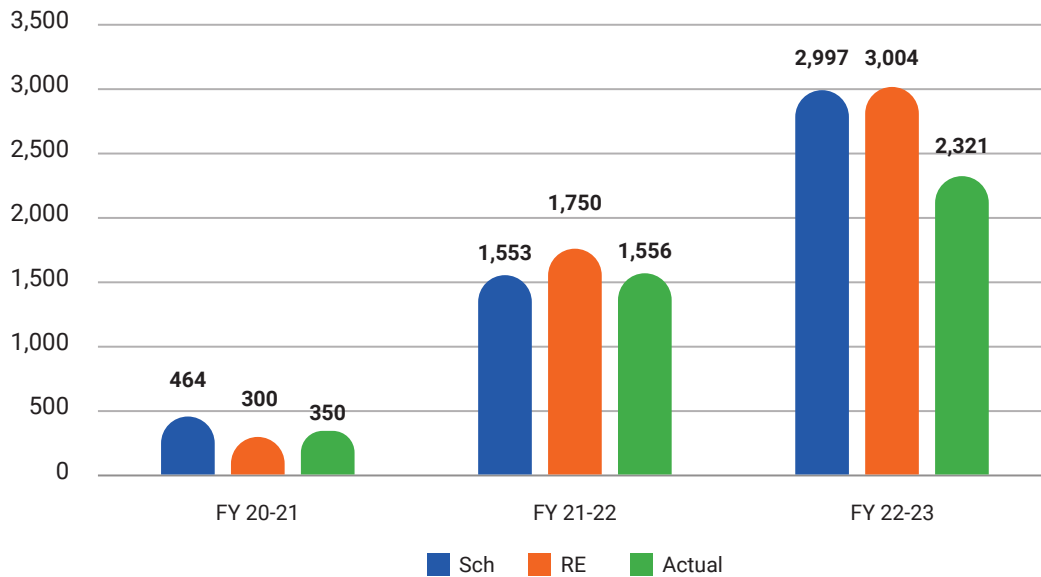
F&A Highlights

Capital Expenditure

In the fiscal year 2022-23, IGGL has achieved substantial financial progress, underscoring its commitment to the project's timely completion. Notably, the total capital expenditure (Capex) for the Financial Year 2022-23 reached ₹2320.57 Crore, contributing to the overall cumulative Capex of ₹4226.58 Crore as of March 31, 2023, and ₹4493.21 Crore as of July 31, 2023.

The NEGG project's financial closure was successfully achieved, with a loan sanction of ₹2594 crore from OIDB, of which ₹300 crore has been drawn during the year and ₹200 crore has been pre-paid. The total OIDB Loan outstanding on March 31, 2023, is ₹100 crore. IGGL's total financial commitment towards the project cost has reached approximately ₹7,500 crore, out of the total project cost of ₹9,265 crore.

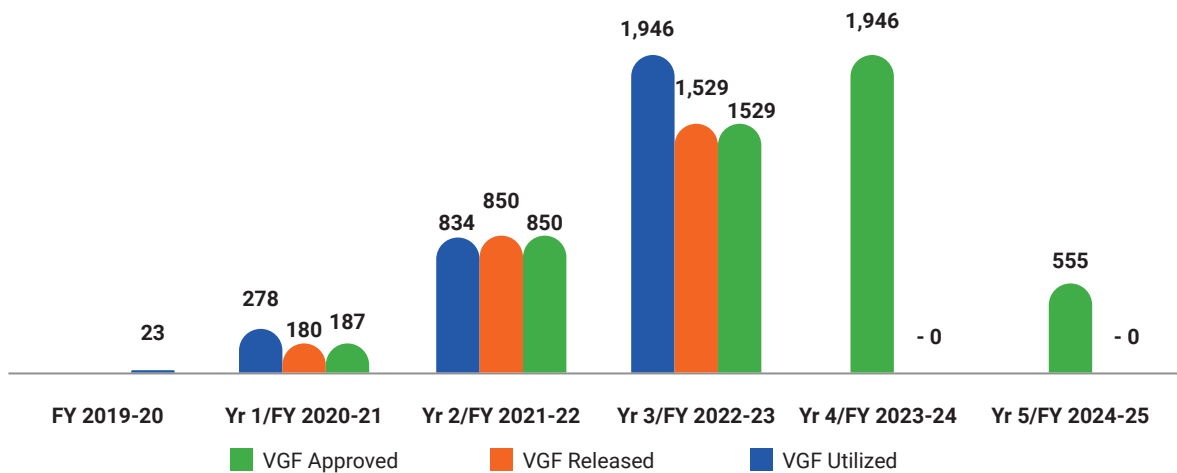
This significant investment showcases IGGL's determination to enhance and expand its capabilities, ensuring the successful realization of the project's goals. The financial achievements reflect the company's resolute dedication to advancing the North East Gas Grid and bringing the benefits of natural gas to the Region.



Cumulative Capex up to March'23: ₹4227 crore

Viability Gap Funding

A Viability Gap Funding (VGF) of ₹1528.53 Crore (Cumulative ₹2558.53 Crore) has been received and effectively utilized. The promoters' contribution to the equity capital has been raised from ₹425 Crore to ₹990 Crore, demonstrating their strong commitment to the project.



Cumulative VGF released up to FY 2022-23: ₹2559 crore (Approved: ₹3058 crore)

Regarding financial management, IGGL has successfully implemented the Treasury Single Account (TSA) with RBI under the Public Financial Management System (PFMS). This step has streamlined financial processes, enhanced transparency, and improved efficiency and risk management.

Regarding its financial position, the total cash outflow for the current financial year amounted to ₹2227.17 crore. As of March 31, 2023, IGGL's cash and cash equivalents and other bank balances amount to ₹155.08 crore.

Overall, IGGL's substantial financial progress reflects its strong dedication to the NEGG project's success, en-

ensuring the development and expansion of its operations while adhering to efficient financial management practices.

Several other Digital initiatives are under implementation and expected to be completed within the first half of FY 2023-24:

- e-Office (Including file movement system)
- IGGL Intranet
- Bill Tracking System
- Material Master Management System
- Vendor Master Management System
- Bank Account Management System
- Tour Approval system

HR Highlights

The Human Resources (HR) function within IGGL is pivotal in managing and fostering a skilled and motivated workforce. HR is responsible for various aspects of talent acquisition, employee development, performance management, and a positive work environment. By focusing on attracting and retaining top talent, nurturing professional growth, and promoting employee well-being, HR contributes significantly to IGGL's overall success and its ability to execute projects efficiently. The HR team's dedication to fostering a productive and harmonious work culture aligns with IGGL's vision of becoming a leading player in the energy sector, driving regional progress and sustainability.



On January 22, 2023, IGGL organized an engaging outdoor team-building exercise to foster greater cohesion and camaraderie among its employees. The event creates a fun-filled environment, reaffirming the company's dedication to providing an employee-friendly work atmosphere.

The team-building exercise featured various interactive and collaborative activities carefully curated to enhance team spirit among the employees. The participants were encouraged to work together, communicate effectively, and build trust within their teams through these activities.

The event provided a refreshing break from the routine work environment, allowing employees to bond outside their regular roles and responsibilities. It offered a platform for individuals from different departments and teams to interact, fostering cross-functional connections and unity throughout the organization.

By prioritizing team-building initiatives, IGGL demonstrated its commitment to promoting a positive and harmonious workplace culture. The event boosted employee morale and reinforced the company's values of teamwork and collaboration.

Overall, the outdoor team-building exercise was an enjoyable and productive day for IGGL's employees, strengthening their connections and encouraging a more cohesive and motivated workforce.



Republic Day celebration at IGGL Corporate office, Guwahati

With immense pride and patriotism, IGGL celebrated the 74th Republic Day at its Corporate Office in Guwahati. The celebration was a moment of reverence and respect for the principles enshrined in the Constitution of India. It served as a reminder of the values that bind the nation together and the collective responsibility to contribute to the country's progress.

Through this event, IGGL demonstrated its dedication to honoring and upholding the essence of Republic Day, reflecting the company's deep-rooted respect for the nation and its democratic ideals. The display of the National Flag at the Corporate Office further exemplified IGGL's commitment to being a responsible corporate citizen, contributing positively to the growth and development of the nation.



World AIDS Day celebration at IGGL Corporate Office, Guwahati

On World AIDS Day, IGGL stood united with a strong message, encouraging people to participate in the global effort to eliminate disparities and inequalities hindering HIV testing, prevention, and care. The company actively raised awareness about HIV/AIDS and its impact on communities worldwide.

Through this observance, IGGL aimed to drive home the importance of collective action in tackling the challenges associated with HIV/AIDS. By fostering a culture of awareness and compassion, the company sought to break down barriers that often prevent individuals from accessing essential HIV testing, prevention, and care services.



International Women's Day celebration at IGGL Corporate Office

IGGL's commitment to this cause reflects its dedication to being a socially responsible organization, contributing to the greater good of society. By joining the global initiative on World AIDS Day, the company demonstrated its support for the fight against HIV/AIDS and its determination to create a more inclusive and supportive environment for those affected.

The IGGL Corporate Office celebrated International Women's Day enthusiastically and proudly, honoring and acknowledging the contributions and achievements of women both within the company and worldwide.

The celebration was a testament to IGGL's commitment to promoting gender equality and empowering women in the workplace. The day's activities included inspirational speeches, panel discussions, and interactive sessions, focusing on themes such as DigitALL: Innovation and Technology for gender equality.

Through this celebration, IGGL aimed to foster a supportive and inclusive work environment, recognizing women's invaluable role in the



organization's success. The event allowed employees to share their experiences and insights, encouraging open dialogue and learning from one another.

Moreover, the International Women's Day celebration at IGGL served as a reminder of the ongoing efforts to break barriers and promote equal opportunities for women. It reinforced the company's dedication to creating a workplace where all employees, regardless of gender, feel empowered and valued.

In addition to the accomplishments mentioned earlier, IGGL achieved another significant milestone by conducting successful recruitment drives for fresh talent and experienced professionals.

IGGL hired 38 Graduate Engineer Trainees (GETs) through a well-executed Campus recruitment process. This initiative showcased the company's commitment to nurturing young talent and providing opportunities for recent graduates to kickstart their careers within a supportive and growth-oriented environment.

In parallel, IGGL also conducted an open advertisement-based recruitment drive, recruiting 15 experienced professionals. This recruitment strategy allowed the company to attract and onboard skilled individuals with diverse expertise and valuable industry experience.

Both recruitment efforts reflect IGGL's dedication to building a solid and dynamic workforce capable of driving innovation and achieving excellence in its operations. By attracting fresh talent and experienced professionals, the company ensures a harmonious blend of innovative ideas and seasoned insights, fostering a culture of continuous improvement and development.

IGGL further solidifies its position as an employer of choice through these recruitment initiatives. Investing in a skilled and motivated workforce prepares the company to meet its strategic objectives, enhance operational efficiency, and contribute to sustainable growth.

IGGL implemented a comprehensive range of employee-centric policies, reflecting its commitment to the well-being and professional growth of its workforce. These policies encompass various aspects of employee benefits, conduct, and professional development.

The company introduced a robust Group Medclaim policy, Group Life Insurance, and Group Personal Accident Insurance Scheme, ensuring that employees and their families are adequately covered and supported during unforeseen circumstances. These initiatives demonstrate IGGL's dedication to providing its employees with a secure and caring work environment.

To facilitate smooth business operations, the organization also implemented Travelling & Daily Allowance Rules, streamlining the process for employee travel and expenses. This policy aims to ensure transparency and fairness in managing travel-related reimbursements.

IGGL recognizes the significance of work-life balance and personal well-being. To achieve this, the company instituted Leave Rules, allowing employees to effectively manage their personal and professional commitments.

In addition, IGGL established Grievance Redressal Rules, enabling employees to address any concerns or grievances fairly and on time. This policy reinforces a culture of open communication and ensures that employees' voices are heard and respected.

The company adopted Conduct, Discipline & Appeal Rules to maintain a professional and disciplined work environment. This framework sets clear guidelines for employee behaviour, promoting ethical conduct and upholding the organization's values.

By implementing these employee-focused policies, IGGL has fostered a supportive and conducive work culture, valuing its employees' contributions and empowering them to excel in their roles. These policies testify to the company's commitment to its employees' welfare, growth, and success.

Significant Meetings

Key strategy meetings were held with prominent stakeholders to increase the share of natural gas in the North Eastern states. The 2nd Inter-Ministerial Committee (IMC) review under the Chairmanship of AS&FA, MoP&NG, and a



4th Annual General Meeting held on 21.09.2022 at IGGL Head Office, Guwahati

review meeting under the chairmanship of the Secretary, MoP&NG at Guwahati, were significant events that underscore IGGL’s commitment to regional development and energy growth.

The NEGG project also received significant attention and was reviewed during the PRAGATI meeting held on May 25, 2022, highlighting its strategic importance in the nation’s energy landscape.

The year was further marked by the fourth Annual General Meeting held on September 22, 2022, and nine Board of Directors meetings were conducted throughout the year, emphasizing strong governance and transparent decision-making processes within the organization.

These achievements and activities reflect IGGL’s unwavering commitment to progress, innovation, and excellence in the natural gas sector. The company’s concerted efforts aim to drive sustainable growth and positively impact the North-East region and beyond.

Technology advancement

IGGL achieved a significant milestone by completing the ERP project “INDRA” for implementing “RISE with SAP S/4 HANA” on August 31, 2022. This project mapped all business processes, activities, and data of IGGL into SAP, enhancing operational efficiency and streamlining various functions within the organization.

IGGL also launched the latest technological advancements- FIORI applications viz. Vendor Management System, Bank Account Management System, Material Management System & Tour Management System on 26.07.2023. In addition to the ERP project, IGGL is actively working on several other digital initiatives, including e-Office (file movement system), IGGL Intranet, Bill Tracking System, Material Master Management System, Vendor Master Management System, Bank Account Management System, and Tour Approval System. These initiatives are expected to be completed by 2023, further optimizing internal processes and fostering a technology-driven work environment.

Social Environment Welfare

Despite being a relatively new company, IGGL has demonstrated a solid commitment to Corporate Social Responsibility (CSR) initiatives. From the outset, IGGL has been actively engaged in giving back to the communities it serves. The company’s CSR



Flood relief operations organized by IGGL at Thelamara, Sonitpur

efforts focus on areas that align with its core values and contribute to society's overall development and well-being. IGGL's CSR activities are designed to address critical social and environmental challenges in its operating regions. The company recognizes its responsibility to create a positive impact and strives to make a difference through various initiatives.

Despite being a new entrant, IGGL's CSR activities reflect its dedication to making a positive difference in society. IGGL sets a solid foundation for a sustainable and socially conscious future by integrating responsible business practices and philanthropy into its operations.

On June 20, IGGL demonstrated its commitment to social responsibility by organizing successful flood relief camps in three villages: Patalikhowa gaon, Katani gaon, and Koch gaon under the Thelamara revenue circle of Sonitpur District, Assam. These camps provided essential aid to nearly 188 families affected by the floods, offering much-needed support during these challenging times.

In addition to the on-ground assistance, IGGL extended its support further by submitting 20 flood relief kits to the Circle Officer of Chariduar Revenue Circle. These relief kits were intended to aid and comfort the flood-affected individuals and families within the locality, contributing to their recovery and well-being.

IGGL also organized flood relief operations in Cachar, showcasing the company's commitment to supporting communities during natural calamities.

The flood relief initiatives undertaken by IGGL showcase the company's compassionate and proactive approach to supporting the communities it serves. By reaching out and providing assistance during natural calamities, IGGL exemplifies its dedication to being a responsible corporate citizen and positively impacting the lives of those affected by the floods.

Through these efforts, IGGL reinforces its commitment to the welfare of the people in the Region, further strengthening the bonds between the company and the communities it operates in.

Notable Awards

IGGL received the prestigious North-East Best Employer Brand Award 2023, a testament to its exemplary practices and commitment to fostering a conducive and employee-friendly work environment. The World HRD Congress presented the esteemed award on March 30, 2023.

This recognition highlights IGGL's dedication to nurturing its workforce, promoting a culture of growth, and prioritizing employee well-being. The company's efforts in creating a positive and supportive workplace have been acknowledged on a regional platform, reaffirming its status as a leading employer in the North-East.



Flood relief operations organized by IGGL at Thelamara, Sonitpur



Flood relief operations organized by IGGL at Chariduar, Sonitpur



**IGGL RECEIVES THE PRESTIGIOUS
NORTH EAST BEST EMPLOYER BRAND AWARDS
2023**

Mr Ajit Kr Thakur, CEO, Mr Rajib Kr Bhattacharyya, CHRCM and Mr Monoj Kr Das DGM(HR) of IGGL while receiving the Title Award of prestigious North East Best Employer Brand Award 2023 from World HRD Congress in a function held at Vivanta, Guwahati on 30th March 2023.

The North-East Best Employer Brand Award 2023 is a validation of IGGL's people-centric approach and its focus on fostering talent, innovation, and diversity within the organization. As a recipient of this distinguished award, IGGL continues to set the benchmark for excellence in the Region's human resources practices and corporate social responsibility.

This accolade is a source of pride and motivation for IGGL and underscores its commitment to continually enhancing employee engagement, professional development, and overall job satisfaction. As a result, IGGL stands as a role model for other organizations aspiring to create a thriving and harmonious work environment in the North-East and beyond.

Vigilance

In IGGL, vigilance is integral to the company's governance and ethical framework. The organization places significant emphasis on maintaining a solid vigilance system to ensure transparency, integrity, and compliance in all its operations.

IGGL's vigilance department operates diligently to prevent and detect any malpractices, misconduct, or fraudulent activities within the organization. It promotes a culture of honesty, accountability, and responsible behavior among employees. Through regular monitoring, audits, and investigations, IGGL's vigilance team works to identify potential risks and deviations from established standards. The department also implements robust

whistleblower mechanisms, allowing employees and stakeholders to report suspicious activities without fear of reprisals.

By upholding high standards of vigilance, IGGL demonstrates its commitment to fostering a trustworthy and compliant environment. The company's vigilance practices safeguard its reputation, stakeholder trust, and adherence to legal and ethical guidelines, reinforcing its role as a responsible and accountable entity in the energy sector.

IGGL commenced the Vigilance Awareness Week-2022 with great enthusiasm and dedication, holding a significant event to mark its observance. The week-long program, from October 31 to November 6, 2022, commenced with the solemn 'Integrity Pledge' taking ceremony.



During this special event, employees and stakeholders of IGGL came

together to reaffirm their commitment to upholding integrity, transparency, and ethical values in all aspects of their work. The 'Integrity Pledge' was a powerful reminder of the company's unwavering dedication to fostering a culture of integrity and accountability.

By inaugurating Vigilance Awareness Week with this symbolic ceremony, IGGL demonstrated its proactive stance against corruption and unethical practices. The week-long observance provided a platform for awareness, education, and discussions on the importance of maintaining high ethical standards in the organization and beyond.

IGGL reinforces its commitment to good governance, responsible conduct, and integrity-driven operations through such initiatives. By encouraging employees and stakeholders to embrace these values, the company sets a positive example for the industry and the community it serves.

In conclusion, IGGL's impressive progress in the NEGG project and its dedication to environmental responsibility, regulatory compliance, and employee welfare reflects its strong vision for enhancing the gas economy in the North-East region. Through its proactive approach and commitment to sustainable energy solutions, IGGL is well on its way to achieving its project goals and positively impacting the Region's development and energy growth.

Dr. Ajit Kumar Thakur

Chief Executive Officer



NOTICE TO THE MEMBERS

NOTICE TO THE MEMBERS

Notice is hereby given that the 5th (Fifth) Annual General Meeting of the Members of Indradhanush Gas Grid Limited (herein afterwards also called as “IGGL”) will be held on Monday, the 25th Day of September, 2023 at 12:00 Noon through Video Conferencing (“VC”) to transact the following business mentioned below. The proceedings of the AGM shall be deemed to be conducted at the Registered office of the Company at NRL Centre, 7th Floor, G.S. Road, Christian Basti, Guwahati – 781005, Assam.

As Ordinary Business

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended on 31st March, 2023 and the Reports of the Board of Directors and the Statutory Auditors and the Comments of the Comptroller & Auditor General of India thereon.
2. To appoint a Director in place of Shri Atindra Roychoudhury, Chairman (DIN 09307897), who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Shri Gopal Sarma (DIN 09513569) who retires by rotation and being eligible, offers himself for reappointment.
4. To authorize the Board of Directors to decide remuneration of the Statutory Auditors in terms of the provisions of Section 142 of the Companies Act, 2013 (hereafter also referred as “the Act”) and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) and to pass the following resolution, with or without modification, as an Ordinary Resolution:

“**RESOLVED THAT** the Board of Directors of the Company be and are hereby authorized to fix the remuneration of the Statutory Auditors as appointed by the office of the Comptroller & Auditor General of India from time to time”.

As Special Business

5. Appointment of Shri Sanjay Kumar (DIN 10172564) as Director

To consider and if thought fit, to pass with or without modifications, the following as an Ordinary Resolution:

“**RESOLVED THAT** Shri Sanjay Kumar (DIN 10172564), who was appointed as an Additional Director (Non-Executive) of the Company with effect from May 23, 2023 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Act, be and is hereby appointed as a Non-Executive Director of the Company pursuant to Section 152(2) and shall be liable to retire by rotation pursuant to Section 152(6) of the Act”

6. Appointment of Shri N Senthil Kumar (DIN 10230965) as Director

To consider and if thought fit, to pass with or without modifications, the following as an Ordinary Resolution:

“**RESOLVED THAT** Shri Nachimuthu Senthil Kumar (DIN 10230965), who was appointed as an Additional

Director (Non-Executive) of the Company with effect from July 7, 2023 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Act, be and is hereby appointed as a Non-Executive Director of the Company pursuant to Section 152(2) and shall be liable to retire by rotation pursuant to Section 152(6) of the Act”

7. Alteration in Object Clause of Memorandum of Association for adding leasing of dark fibre infrastructure

To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:

“RESOLVED THAT pursuant to Section 4, 13 and all other applicable provisions, if any, of the of the Companies Act, 2013 (“the Act”) read with applicable Rules & Regulations made thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force), and subject to approvals, permissions and sanctions of the jurisdictional Registrar of Companies, consent of the members of the Company be and is hereby accorded for effecting the alteration in the existing Object clause of the Memorandum of Association (“the MoA”) of the Company by adding the following new clause, after existing Clause 3rd (a) (6):

7. To establish and develop infrastructure comprising dark fibres, right of way, duct space, and towers for relaying and transmitting signals for internet and telecom-based services, along with Company’s pipeline network with aim to offer this infrastructure to telecom business establishments on lease in commercial terms, and to obtain registration/license from respective authority to carry out these activities.

“FURTHER RESOLVED THAT Chairman, CEO, CFO and the Company Secretary of the Company be and is hereby severally authorised to do all acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary documents, applications, returns and writings as may be necessary, proper, desirable or expedient, in the best interest of the Company, to accede to such modifications and alterations to the aforesaid resolution as may be suggested by the Registrar of Companies or such other Authority arising from or incidental to the said amendment.”

8. Alteration in Articles of Association

To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of section 14 of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) and the rules framed thereunder, the Articles of Association of the Company be and are hereby altered to the extent of redesignation of the position of CPM and CHRCM as follows:

Article No.	Existing Designation mentioned in Articles of Association	Proposed new designation in Articles of Association
2 (xiv), 95, 97 & 101	Chief Project Manager (CPM)	Chief Operating Officer (COO)
2 (xv), 96, 97 & 101	Chief HR and Compliance Manager (CHRCM)	Chief HR Officer (CHRO)

“FURTHER RESOLVED THAT there will be no change in the appointment terms, position, role & responsibilities on re-designation of the above officials covered in the Articles of Association”



"FURTHER RESOLVED THAT Chairman, CEO, CFO and the Company Secretary of the Company be and is hereby severally authorised to do all acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary documents, applications, returns and writings as may be necessary, proper, desirable or expedient, in the best interest of the Company, to accede to such modifications and alterations to the aforesaid resolution as may be suggested by the Registrar of Companies or such other Authority arising from or incidental to the said amendment."

By Order of the Board of Directors

Date: 31.08.2023

Place: Guwahati

Sd/-

Arpan Baid

Company Secretary

Note:

1. In view of the outbreak of COVID-19 pandemic, social distancing measures are a pre-requisite and in terms of Ministry of Corporate Affairs (“MCA”) Circular No. 10/2022 dated 28.12.2022 read with Circular No. 20/2020 dated 05.05.2020, this Annual General Meeting (AGM) is conducted on Video Conferencing (VC) facility. Any Stakeholders desiring to join online, may also join through VC Mode from the Registered office of the Company.
2. Explanatory statements are annexed to the Notice of Annual General Meeting of the Company pursuant to Section 102 of the Companies Act, 2013 relating to the Business set out above hereto.
3. Members are informed that in case of joint holders attending the meeting, only such joint holder who is first in the order of names will be entitled to vote.
4. In line with the MCA Circulars, the Notice calling the AGM and Annual Report 2022-23 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that Notice and Annual Report 2022-23 will also be made available on the Company’s website at www.iggl.co.in
5. Corporate Members intending to appoint their authorised representatives pursuant to Sections 112 and 113 of the Act, as the case may be, are requested to send the signed copy of the nomination letter in advance.
6. A member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a member of the Company. However, MCA while granting the relaxations to hold the AGM through VC has also provided exemption from the requirement of appointing proxies. Hence for this AGM the facility for appointment of proxy by the members is not being provided. Accordingly, the proxy form, attendance slip have also not been provided along with the notice. The members are requested to participate in the AGM in person through VC from their respective location
7. VC link for the AGM will be shared separately.
8. Members attending the AGM through VC will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
9. Route map of the deemed Venue is annexed with the Notice.

EXPLANATORY STATEMENTS FOR THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

For Item No. 5: Appointment of Shri Sanjay Kumar as Director

In accordance with the Joint Agreement dated July 20, 2018 and Article 72 of Articles of Association, ONGC (vide its letter ref no. ONGC/BDJV/03/2023 dated 17th May, 2023) nominated Shri Sanjay Kumar, ED Chief-Marketing, ONGC (DIN 10172564) to act as Director in the Board of IGGL in place of previously nominated Shri Debdulal Adhikari. Accordingly pursuant to Section 161(1), IGGL Board appointed Shri. Sanjay Kumar as Additional Director (Non-Executive) of the Company w.e.f. May 23, 2023.

Further Additional Director appointed by Board pursuant to Section 161(1), may hold office upto the date of next AGM. Also as per Section 152 (2) of Companies Act, 2013, every Director shall be appointed by the company in the general meeting. Since this is the first AGM after his appointment made by the Board, his appointment as Director in the AGM has become due. In pursuance of Section 160, the Company has received necessary Notice from him for his candidature.

Shri Sanjay Kumar is interested in the Resolution as it is about his appointment. No other Directors or Key Managerial Personnel or their relatives have any concern or interest, financial or otherwise, in passing of the said Ordinary Resolution.

Your Board recommends passing of the Resolution at Item Nos. 5 as Ordinary Resolution.

For Item No. 6: Appointment of Shri N Senthil Kumar as Director

In accordance with the Joint Agreement dated July 20, 2018 and Article 72 of Articles of Association, IOCL (vide its letter ref no CA/IGGL dt 06.07.2023) nominated Shri **Shri Nachimuthu Senthil Kumar** (DIN: 10230965), ED (Operations), Pipeline Division, IOCL to act as Director in the Board of IGGL in place of previously nominated Shri Dayanand Sadashiv Nanaware. Accordingly pursuant to Section 161(1), IGGL Board appointed Shri N S Kumar as Additional Director (Non-Executive) of the Company w.e.f. July 7, 2023.

Further Additional Director appointed by Board pursuant to Section 161(1), may hold office upto the date of next AGM. Also as per Section 152 (2) of Companies Act, 2013, every Director shall be appointed by the company in the general meeting. Since this is the first AGM after his appointment made by the Board, his appointment as Director in the AGM has become due. In pursuance of Section 160, the Company has received necessary Notice from him for his candidature.

Shri N S Kumar is interested in the Resolution as it is about his appointment. No other Directors or Key Managerial Personnel or their relatives have any concern or interest, financial or otherwise, in passing of the said Ordinary Resolution.

Your Board recommends passing of the Resolution at Item Nos. 6 as Ordinary Resolution.

For Item No. 7: Alteration of Object Clause of Memorandum of Association (“the MoA”) for bringing in dark fibre leasing

The strategic leasing of dark fibres to telecom companies offers a promising opportunity for IGGL to boost its revenue generation while efficiently utilizing the nation’s infrastructure for the national interest. IGGL is currently in the project stage, and the complete transmission of Natural Gas across the entire network might take some time. However, during this interim period, leasing dark fibres to telecom companies presents an opportunity for IGGL to secure additional income prior to income generation through the gas transmission business.

Moreover, the leasing of dark fibres will also have a considerable impact on IGGL’s OFC operational costs. By entrusting the operation and maintenance of the fibres to the telecom companies, we can eliminate the Operation and Maintenance cost of OFC network of IGGL.

However, to proceed with this endeavour, IGGL needs to obtain an Infrastructure Provider 1 (IP-1) registration certificate. This certificate will authorize IGGL to offer telecommunication resources to industries engaged in the telecom business. However, our current Memorandum of Association (MOA) does not explicitly cover leasing of infrastructure comprising dark fibres, right of way, duct space, and towers.

IGGL applied for an IP-1 registration to the Department of Telecommunications (DOT), Ministry of Communications. However, in response (vide letter no. 10-43 /2022-CS-III dated 27.04.2022), DOT clarified that conducting IP-1 related business is not covered under the main clause of the Memorandum of Association (MoA). The scope of IP-1 includes providing dark fibres, right of way, duct space, and towers for lease/rent/sale to the licensees of telecom services, as licensed under Section 4 of the Indian Telegraph Act, 1885, subject to mutually agreed terms and conditions. Therefore, to proceed, the applicant company must seek an alteration/ amendment to the MoA, explicitly incorporating the activity/business related to IP-1

As per the list of items covered under Reserved Matter (Clause 9.1 read with Schedule I) of the Joint Venture Agreement executed by Promoter Companies of IGGL covers Any decision to cease the Business or any decision to enter into any business other than the Business of the Company may be done with the affirmative vote of Shareholders representing at least 75% of the issued and paid-up share capital of the Company. Therefore, Shareholders in their General Meeting may be proposed to pass Special Resolution for adding lease/rent of infrastructure comprising dark fibres etc. in the Main Objects of the Memorandum of Association of the Company.

Pursuant to Section 13 of the Companies Act, 2013 amendment to Main Object Clause of MOA may be done by Shareholders passing a special resolution in a General Meeting of the Company.

Accordingly, Board hereby recommends for passing Item No. 7 as Special Resolutions.

None of the directors, Key Management Personnel or their relative is, in any way, concerned or interested, financially or otherwise in the resolution.

For Item No. 8: Alteration of Object Clause of Articles of Association (“the AoA”)

As per the Articles of Association (AOA) of IGGL Article, 2 (xiv), 95 & 101, Promoter Companies of IGGL to recommend for the position of CPM in IGGL on a rotational basis of three years. The general convention of naming the Head of Operation and Maintenance of an organization is Chief Operating Officer (COO). CPM being a new nomenclature used only in IGGL, often creates confusion in Government and Industry correspondence/meetings where stakeholders / organizers / participants look for the project head even in presence of CPM. The Phase-I of the NEGG Project is on the verge of completion and will go for the Operation and Maintenance phase soon. Considering the organogram of IGGL, CPM will be responsible for operation and maintenance of the NEGG.

As per the Articles of Association (AOA) of IGGL Article, 2 (xv), 96 & 101, Promoter Companies of IGGL to recommend for the position of CHRCM in IGGL on a rotational basis of three years. The general convention of naming the Head of HR of an organization is Chief Human Resources Officer (CHRO). CHRCM being a new nomenclature used only in IGGL, often creates confusion in Government and Industry correspondence/meetings where stakeholders / organizers / participants look for CHRO.

It is therefore desired to rename the position of Chief Human Resource & Compliance Manager (CHRCM) as Chief Human Resource Officer (CHRO) and the position of Chief Project Manager (CPM) as Chief Operating Officer (COO). Since the position of CPM & CHRCM is defined in the Articles of Association of the Company accordingly redesignating these positions will require amendment in Articles of Association of the Company.

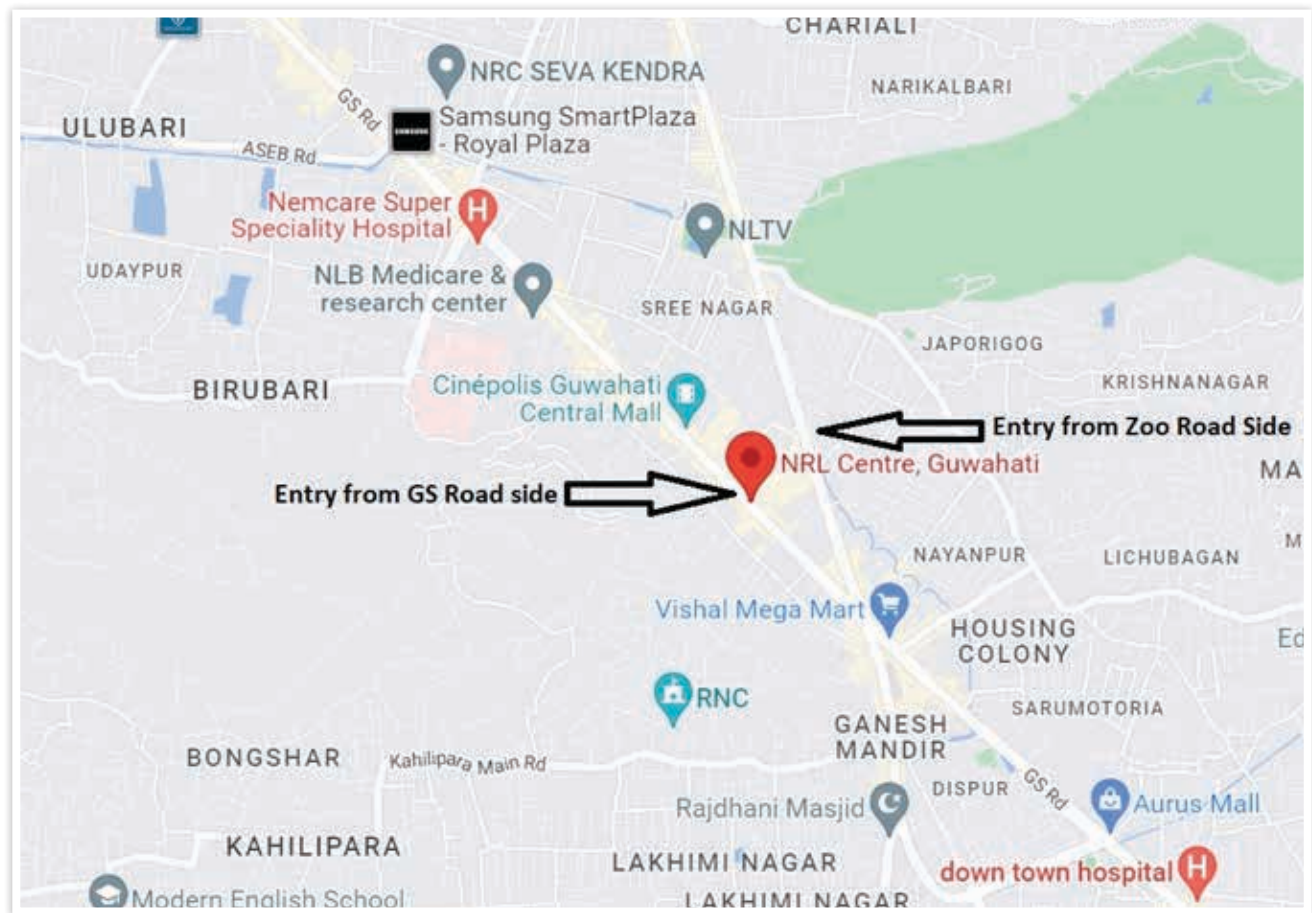
It is further informed that there will be no change in the appointment terms, position, role & responsibilities on re-designation of the above officials covered in the Articles of Association.

Pursuant to Section 14 of the Companies Act, 2013 amendment to Articles of Association may be done by Shareholders passing a special resolution in a General Meeting of the Company.

Accordingly, Board hereby recommends for passing Item No. 8 as Special Resolutions.

None of the directors, Key Management Personnel or their relative is, in any way, concerned or interested, financially or otherwise in the resolution.

Route map of the Deemed Venue





DIRECTORS' **REPORT**

BOARD'S REPORT TO SHAREHOLDERS

Dear Shareholders,

Your directors take pleasure in presenting the 5th (Fifth) Board's Report of **Indradhanush Gas Grid Limited (IGGL)** along with audited financial statements for the financial year 2022-23.

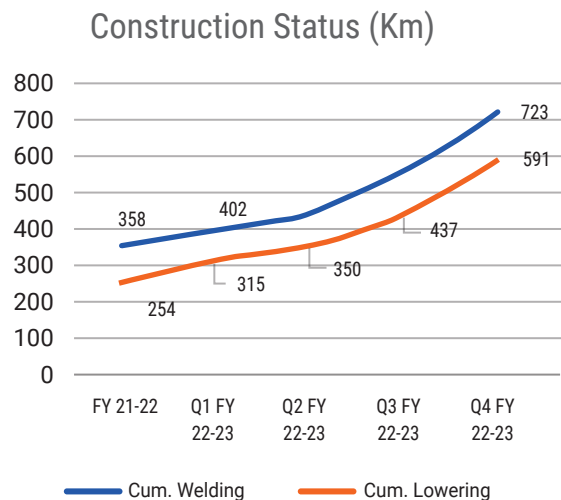
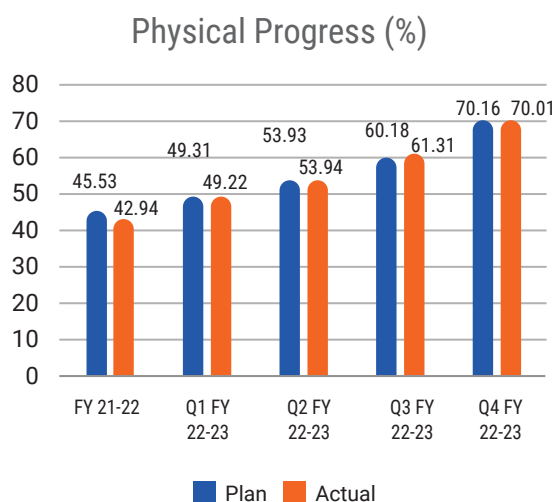
1. PROJECT DETAILS, FUTURE OUTLOOK, AND ASPECTS

1.1 Brief of NEGG Project

Indradhanush Gas Grid Limited (IGGL) was incorporated on 10th August 2018 as a Joint Venture Company of Indian Oil Corporation Limited (IOCL), Oil and Natural Gas Corporation Limited (ONGC), GAIL (India) Limited (GAIL), Oil India Limited (OIL) and Numaligarh Refinery Limited (NRL). IGGL is implementing the prestigious North East Gas Grid (NEGG) project, an approx. 1656 Km long natural gas pipeline grid spanning across all the eight North Eastern states, at an estimated cost of ₹9,265 crore. The pipeline will traverse through challenging terrains of the North-East and would connect Guwahati to capital cities/ major cities of the region like Itanagar, Dimapur, Kohima, Imphal, Aizwal, Agartala, Shillong, Silchar, Gangtok, and Numaligarh.

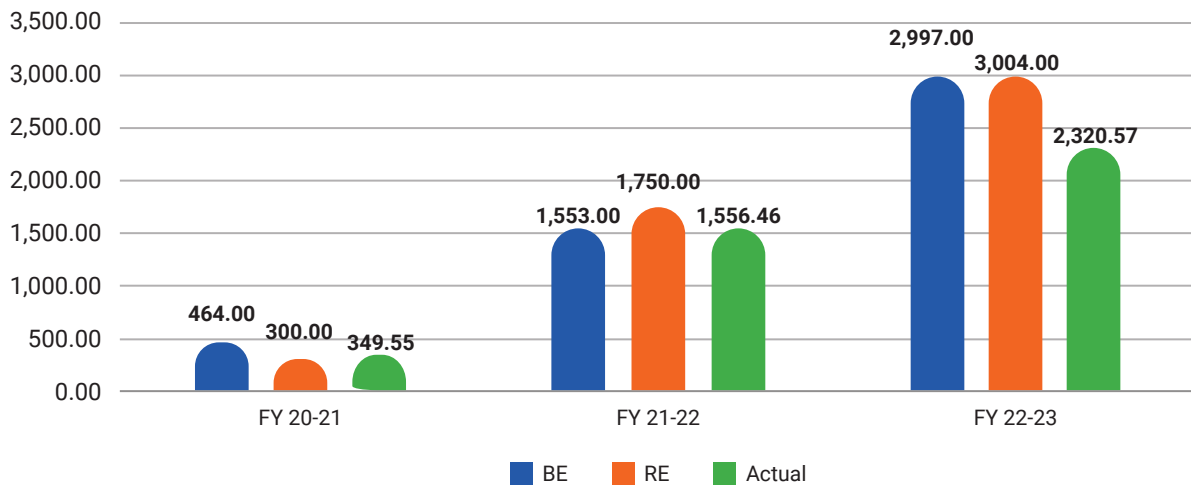
Cabinet Committee on Economic Affairs (CCEA), has already approved the Viability Gap Funding/ Capital Grant of ₹5,559 Crore (60% of the estimated total cost of the Project i.e., ₹9,265 Crore) for the NEGG project.

1.2 Brief status of project



2. FINANCIAL PERFORMANCE KEY HIGHLIGHTS

Actual Expenditure (₹ Cr.)



Financially, your company have made significant progress in the fiscal year 2022-23. The total capital expenditure (Capex) for the Financial Year 2022-23 amounted to ₹2320.57 Crore, the cumulative Capex up to March 31, 2023 being ₹4226.58 Crore. This reflects our commitment to enhancing and expanding our horizon for timely completion of the project.

Your company has achieved a physical progress of 70.01% against a scheduled of 70.16%, and financial progress of 45.62% against a scheduled progress of 53.11% during the financial year under.

Furthermore, we are proud to announce that our financial commitment towards the project cost has reached ₹7,239 crore, out of the total project cost of ₹9,265 crore. This demonstrates our dedication to execute the projects efficiently and on time bound manner.

Furthermore, we have implemented the Treasury Single Account (TSA) with RBI under the Public Financial Management System (PFMS). This system streamlines our financial processes and enhances transparency, contributing to improved efficiency and risk management.

During the year under review your company has achieved a significant milestone by becoming the first in the Energy and Utilities sector in India, and the first in all categories in North-East India, to successfully implement Rise with SAP S/4 HANA on cloud.

In terms of our financial position, the total cash outflow during the current financial year 2022-23 amounted to ₹2,266 crore. As of March 31, 2023, our cash, and cash equivalents, along with other bank balances, stand at ₹151.24 crore. We strive to maintain a strong financial foundation to support our growth and meet our obligations efficiently.

2.1 Financial Results

The summarized financial results of the Company for the year under review are given below:

(₹In Lakhs)

Particulars	Current Year 2022-23	Previous Year 2021-22
Revenue from Operations	NIL	NIL
Other Income	909.82	284.92
Total Income	909.82	284.92
Total Expenses	208.03	39.87
Profit/ (Loss) before taxation	701.79	245.05
Less: Tax Expenses including Deferred Tax Income	32.88	(50.29)
Profit/ (Loss) for the year	734.67	194.76
Total comprehensive income/(expenses) for the period	734.67	194.76
Earnings per share (₹)	0.21	0.06
Net worth	98,389.64	41,154.97

2.2 Capital Expenditure

The total amount of Capital Expenditure up to 31.03.2023 is ₹4226.58 Crore out of which total Capital Expenditure incurred during FY 2022-23 is ₹2320.57 Crore (Previous Year: ₹1556.46 Crore)

2.3 Dividend

The Company has not started its operation accordingly there has been no revenue from operations during the year. Board, therefore, is not recommending any dividend for the year 2022-23.

2.4 Particulars of Investments made and Loans/Guarantee given by the Company

Apart from the Deposits with the Bank (please refer to Notes B (1) & (2) of the Financial Statement), the Company has not made any investment or given loans/guarantees during the year under review.

2.5 Viability Gap Funding (VGF)

Ministry of Petroleum and Natural Gas (MoP&NG) has sanction ₹5559 Crore as a Government Grant (Viability Gap Funding) for NEGG Project and out of which your Company has received ₹2,558 Crore till 31.03.2023.

For FY 2022-23, the capital grant of ₹1,528 crore was released in the Treasury Single Account maintained with Reserve Bank of India (RBI) using the Public Financial Management System (PFMS).

2.6 Borrowings

IGGL have secured a loan sanction of ₹2,594 crore from Oil Industrial Development Board (OIDB) last year, out of which ₹300 crore has been disbursed till March 31, 2023. Additionally, ₹200 crore have been prepaid, leaving a balance outstanding of ₹100 crore against the OIDB Loan as of March 31, 2023.

3. SHARE CAPITAL

3.1 Authorised Share Capital

There was no change in the Authorized Capital of the Company during the FY 2022-23.

3.2 Paid-up Share Capital

In order to meet capital expenditure requirements, the Company's raised paid-up capital twice during the FY 2022-23:

- (i) On March 21, 2022, IGGL made a right offer of 41,50,00,000 (Forty-One Crore & Fifty Lakhs Only) Equity Shares of ₹10/- (Rupees Ten Only) each (at par) to the Promoter Companies i.e. 8,30,00,000 Equity Shares were offered to each of the Promoter Company at ₹10/- each. The same was fully subscribed and the subsequent allotment was done on April 11, 2022.
- (ii) On May 30, 2022, IGGL made a right offer of 15,00,00,000 (Fifteen Crore Only) Equity Shares of ₹10/- (Rupees Ten Only) each (at par) to Promoter Companies i.e. 3,00,00,000 Equity Shares were offered to each of the Promoter Company at ₹10/- each. The same was fully subscribed and the subsequent allotment was done on June 14, 2022.

Accordingly, the Paid-up Capital of the Company increased from ₹425 Crore to ₹990 Crore during the FY 2021-22.

Further Paid-Up Capital was increased between the end of the FY 2022-23 and the date of this report, which has been covered in Point No. 6.

4. BOARD OF DIRECTORS

4.1 Directors

The following changes happened in the Board of IGGL during the FY 2022-23:

- (i) ONGC vide its letter no. IGGL/Nomination/Director/2022 dated 08.07.2022, has nominated Shri Debdulal Adhikari, as Director in the Board of IGGL in place of previously nominated Shri Rakesh Kaul who resigned from Board of IGGL w.e.f. 01.07.2022 after achieving superannuation at ONGC. Board appointed Shri Debdulal Adhikari, ED Chief-BD & JV, ONGC as Additional Director w.e.f. 11.07.2022. Shri Rakesh Kaul was one of the longest serving Board Member of IGGL and the Board highly appreciates his valuable services offered to the Company during his tenure.

4.2 Re-appointment on retirement by rotation and Confirmation of Appointment in AGM

- (i) In accordance with statutory requirements of Section 152(6) of the Companies Act, 2013 Shri Atindra Roychoudhury, Chairman (nominated by OIL), and Shri Gopal Sarma, Director (nominated by NRL) would retire by rotation at the ensuing Annual General Meeting and being eligible offers themselves for reappointment. The Board also recommends their appointment.
- (ii) In accordance with provisions of Section 161(1) of the Companies Act, 2013, Shri Sanjay Kumar, Director (nominated by ONGC), Shri N Senthil Kumar, Director (nominated by IOCL) who were appointed as Additional Directors of the Company after the date of last AGM, shall vacate their offices at the ensuing Annual General Meeting. Necessary notices have been received from

them/Member(s) under Section 160 of Companies Act, 2013 proposing their candidature for the appointment. Board also recommends their appointment.

4.3 Board Meetings and Attendance

Nine (9) Board Meetings were conducted during the FY under review:

Date of the Board Meeting	Atindra Roy-choudhury	D S Nanaware	Debdulal Adhikari	Gopal Sarma	K B Singh	Nalini Padmanabhan	Rakesh Kaul
	Chairman	Director	Director (w.e.f. 11.07.22)	Director	Director	Independent Director	Director (upto 01.07.22)
11-04-2022	Yes	Yes	N/A	Yes	Yes	Yes	Yes
22-04-2022	Yes	Yes	N/A	Yes	Yes	Yes	Yes
24-05-2022	Yes	Yes	N/A	Yes	Yes	Yes	Yes
20-07-2022	Yes	Yes	N/A	Yes	Yes	Yes	Yes
04-08-2022	Yes	Yes	Yes	Yes	Yes	Yes	N/A
15-09-2022	Yes	Yes	Yes	Yes	Yes	Yes	N/A
27-10-2022	Yes	Yes	Yes	Yes	Yes	Yes	N/A
04-01-2023	Yes	Yes	Yes	Yes	Yes	Yes	N/A
21-02-2023	Yes	Yes	Yes	Yes	Yes	Yes	N/A

All the Board Members have a 100 % attendance record for the Board Meetings conducted in FY 2022-23.

4.4 Disclosure of Interest by Director

Your Directors have followed the Corporate Ethics and under Section 184(1) of the Companies Act, 2013 has given the notice to the Company disclosing their interest in Companies and Firms in which they and their relatives are interested or concerned. None of the directors are disqualified and they also confirmed their eligibility under Section 164 of the Companies Act, 2013.

4.5 Independent Directors

Pursuant to the requirement of Section 149 (1) of Companies Act, 2013 read with Rule 3 of The Companies (Appointment and qualifications of Directors) Rules, 2014, a Public Limited Company is mandatorily required to have at least 1 (One) Woman Director in its Board if its paid-up capital reaches ₹100 Crore. As IGGL has exceeded that limit of ₹100 Crore in the FY 2020-21, it is therefore mandatorily required to have a minimum of one Women Director on its Board. Seeing this compliance requirement for appointment of Women Director in IGGL, Board after deliberation and going through Department of Public Enterprises Database for Non-Official Directors, appointed Ms. Nalini Padmanabhan as Non-Executive Director (Category: Independent) for a period of three years w.e.f. 13th August 2021. Further her appointment was confirmed in the third (3rd) AGM held on 17.09.2021 in accordance with provisions of Section 161(1) and 150(2) of the Companies Act, 2013.

The Independent Director has duly affirmed meeting the criteria of independence specified under Section 149(6) of the Companies Act, 2013.

4.6 Policy on Director's Appointment and Remuneration and other Committees in existence in the Company under Sub Section (1) of Section 178

The appointments of all the Directors have been made taking into consideration all applicable provisions of the Companies Act, 2013 as per the JV Agreement and Articles of Association of the Company. Further IGGL being a JV Company is exempted from the mandatory requirement of constituting 'Nomination and Remuneration Committee' as per provisions of the Companies Act, 2013. Accordingly, the same has not been constituted in IGGL so far.

Further Independent Director, Ms. Nalini Padmanabhan was appointed by Board on 13.08.2021 for the purpose of fulfilling the compliance requirement as mentioned in Point 4.5 above.

4.7 Director Remuneration and Sitting Fees

Other than Sitting fees of ₹3,30,000/- paid to Ms. Nalini Padmanabhan, Independent Director for attending Board Meetings and other meetings, no remuneration was paid to any Board Member of IGGL.

4.8 Changes between the end of FY and the date of this report

- (1) ONGC vide its letter no. ONGC/BDJV/03/2023 dated 17.05.2023 have nominated Shri Sanjay Kumar ED, Chief- Marketing, ONGC as Director on the Board of IGGL in place of previously nominated Shri Debdulal Adhikari. The Board highly appreciates valuable services offered by Shri Debdulal Adhikari during his tenure as Board Member of IGGL.
- (2) IOCL vide its letter no. CA/IGGL dated 06.07.2023 have nominated Shri N Senthil Kumar, ED (Operations), IOCL as Director on the Board of IGGL in place of previously nominated Shri D S Nanaware. The Board highly appreciates valuable services offered by Shri D S Nanaware during his tenure as Chairman and Board Member of IGGL.

5. KEY MANAGERIAL PERSONNEL AND OTHER KEY EXECUTIVES

There was no change in the Key Managerial Personnel (KMP) or other key executives positions during the FY under review.

6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

The Paid up capital of the Company was raised on the following occasions happened between the end of FY 2022-23 and the date of this report:

Date of Allotment	No. of Equity Shares allotted	Total Amount of Shares Issued (in ₹)	Remarks
12.06.2023	12,18,00,000	121,80,00,000	The allotment is done under 'Right Issue' with equal numbers of shares allotted to each of the Promoter Company

After this allotment, the Company's paid-up capital increased from ₹990 Crore to ₹1,111.80 Crore. Follow-

ing the allotment, all the promoter companies have fulfilled their equity commitment in IGGL, contributing ₹222.36 Crore each.

7. ANNUAL RETURN

As required under the provisions of the Companies Act, 2013, the Annual Return is hosted on the Company's Website and can be accessed from the link: <https://iggl.co.in/investors/annual-returns/>

8. RISK MANAGEMENT

IGGL is having Risk Management Policy. Further Risk Management framework is implemented in the Company and a risk reporting structure has been put in place. The Company has framed a Risk Management Policy. There is a Risk Management Committee to recognize and evaluate various kinds of risks associated with the running of the business, suggesting/implementing ways and means for eliminating/minimizing risks to the business of the Company.

The Risk Management Policy, inter-alia, includes identification therein of elements of risk, including those which in the opinion of the Board may threaten the existence of the Company. The risk management process has been designed to identify, assess and frame a response to risks that affect the achievement of its objectives. Risk Management Policy which is approved by the Board is available on the website of the Company at www.iggl.co.in.

9. AUDIT

9.1 Statutory Auditor

In exercise of the power conferred by Section 139 of the Companies Act, 2013, the office of the Comptroller & Auditor General of India (C&AG) has appointed M/s Manish Rajkumar & Co. (FRN 324945E) for the FY 2022-23.

The Auditors' Report does not contain any qualifications or adverse remarks. Notes to Accounts and Auditors remarks in their report are self-explanatory and do not call for any further comments.

C&AG has issued a Non-Review Certificate on financial statements of the Company for the FY 2022-23.

9.2 Secretarial Auditor

M/s Biman Debnath & Associates, Practicing Company Secretaries (M. No. FCS 6717 & CP No. 5857), were appointed by the Board of Directors to conduct the Secretarial Audit of the Company for the financial year 2022-23 as required under Section 204 of Companies Act, 2013 and rules thereunder. Secretarial Audit Report for the FY 2021-22 is annexed with this report as **Annexure II**. There are no observations/comments from the Secretarial Auditor for the FY 2022-23.

10. MAJOR AGREEMENTS SIGNED

- (i) Memorandum of Understanding (MOU) was signed between Indradhanush Gas Grid Limited and M/s Oil India Limited for hook-up of gas fields of upstream operator for transportation of Natural Gas through North East Gas Grid on 17th June 2022. This Memorandum was signed as a basis of the initial relationship between the parties as well as to set out the respective rights and responsibilities of each party. The parties have entered into this agreement which contains the principal terms and con-

ditions for effecting hook-up, delivery and transmission and redelivery of natural gas of the upstream operator (OIL) through the NEGG Network of the Transporter (IGGL).

- (ii) MOU has been signed between IGGL and NEEPCO, Agartala on 7th of July, 2022. Through this agreement, it has been mutually agreed that NEEPCO, Agartala will take natural gas through the NEGG transportation network and provide necessary arrangements for receiving natural gas, including 60 Meter x 60 Meter land parcel area for receiving station at their end. Both IGGL and NEEPCO will enter into long term Gas Transmission Agreement (GTA) for transportation of Natural Gas through NEGG Network. Since, execution of long term agreements (GTAs) may take some time, both the Parties will enter into Heads of Agreements (HoA) initially which contain principal terms and conditions for effecting delivery, transmission and redelivery of Natural Gas between IGGL and NEEPCO. This HoA shall be binding upon its execution by the Parties and shall form the basis of finalization of GTA.

11. INFORMATION TECHNOLOGY

Your company has achieved a significant milestone by becoming the first in the Energy and Utilities sector in India, and the first in all categories in North-East India, to successfully implement Rise with SAP S/4 HANA on cloud. The go-live event was witnessed on 31st August 2022 in your company. This technological advancement will significantly enhance our operational efficiency, enable data-driven decision-making, and position us as a leader in the industry.

As part of our commitment to leveraging technology and driving efficiency, your company has prioritized the implementation of various IT-based systems in FY 2022-23. These systems are aimed at ensuring continual improvement in our processes and procedures.

- Rise with SAP S/4 HANA for 05 Modules (04 Implemented, 01 under progress)
- IGGL website
- Domain Name Server
- Firewall
- End point solution

12. VIGILANCE

MoP&NG vide Letter dated 31.12.2019, has assigned the charge of Chief Vigilance Officer (CVO) of your company to Chief Vigilance Officer, GAIL. In this regard following action has been taken:

- One officer of your company has been nominated as Nodal officer for Vigilance related works.
- Quarterly Reports of contracts of works and services in the prescribed format are been sent to Chief Technical examiner, CVC at the end of each quarter.

In August 2022, your company fully embraced functions of vigilance under the guidance of the Central Vigilance Commission (CVC), emphasizing transparency, integrity, and accountability. This strategic implementation aimed to promote awareness about the adverse effects of corruption, foster ethical behaviour, and stress the significance of preventing and combating corrupt practices.

To further emphasize the importance of vigilance, integrity, and transparency, your company observed Vigilance Awareness Week - 2022 from 31.10.2022 to 06.11.2022. This week-long campaign sought to educate individuals and organizations about the detrimental consequences of corruption while encouraging ethical conduct. It served as a platform to raise awareness, foster a culture of integrity, and emphasize the

need to prevent and combat corrupt practices.

To strengthen transparency in procurement processes, your company took a significant stride by appointing Independent External Monitors (IEMs) on 19.08.2022. The primary objective of this appointment was to ensure fairness, integrity, and accountability throughout the procurement procedures. The appointed IEMs assumed the responsibility of monitoring and assessing the entire procurement process, proactively identifying, and preventing any potential irregularities, favoritism, or corruption. Their presence instilled confidence among stakeholders, including employees, suppliers, and customers, affirming the integrity of our procurement operations.

13. HUMAN RESOURCE

During the FY 2022-23 your Company conducted two recruitment drives successfully, one campus recruitment for fresh graduates and the other for experienced manpower. The strategic approach to hiring ensures that IGGL attracts talent, enthusiast and energetic individuals, fostering a dynamic and diverse workforce. Further attrition of manpower during the year is zero.

The Manpower strength of IGGL as on 31.03.2023 is as follows:

Type of Employment	Male		Female		Total
	No.	%	No.	%	
Deputationist	45	91.8	04	8.2	49
Permanent Cadre	27	71.1	11	28.9	38

This List excludes the Experienced Manpower whose interviews were conducted in FY 2022-23 however joining was made in FY 2023-24.

To ensure the well-being and welfare of its employees, IGGL implemented various essential policies. These included comprehensive Group Medclaim, Group Life Insurance, and Group Personal Accident Insurance schemes, providing crucial support and protection to its workforce.

Additionally, the company established clear guidelines on Travelling & Daily Allowance Rules, Leave Rules, Grievance Redressal Rules, as well as Conduct, Discipline & Appeal Rules. These policies set a standard of professionalism and fairness, fostering a harmonious and respectful work environment for all employees.

Through these initiatives, IGGL demonstrated its commitment to both its employees' welfare and organizational growth. By fostering a conducive work environment and investing in its workforce, the company is poised for continued success and prosperity in the future.

14. CHANGE OF REGISTERED OFFICE

On September 5, 2022, the IGGL Corporate Office completed its relocation to the 7th Floor of the NRL Centre, located in Christian Basti, Guwahati. This move marked a significant milestone for the company, providing a new and modern workspace to enhance productivity and efficiency.

15. DEPOSITS

The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of Section 73 read with Companies (Acceptance of Deposits) Rules, 2014, during the financial year ended March 31, 2021.

16. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not provided any Loans & Advances or given any guarantees falling under the purview of Section 186 of the Companies Act, 2013.

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

- a) Your Company has always been taking proper steps for the conservation of energy keeping in mind the fact regarding the scarcity of energy in the Country. Your company has installed occupancy light sensors in the corporate office which will help in reducing electricity consumption.

IGGL has implemented Variable Frequency Drives (VFD) in conjunction with the HVAC (Heating, Ventilation, and Air Conditioning) system at its Corporate Office. This integration enables the Air Handling Units (AHUs) to operate at various speeds, resulting in energy savings as they adapt to meet specific requirements. Moreover, the utilization of VAV (Variable Air Volume) thermostats further reduces energy consumption, as they automatically adjust according to the actual air demand at any given moment. This combination of advanced technologies leads to considerable energy savings and enhanced energy efficiency.

- b) Your Company has always been trying to keep itself technologically updated from time to time.
c) There were no foreign exchange earnings and outgo during the year under review.

18. ANNUAL EVALUATION OF THE BOARD

The Board adopted a formal mechanism for evaluating its performance as well as that of its directors, including the Chairman of the Board. The evaluation was conducted based on a structured evaluation process considering various aspects of the Board's functioning such as the composition of the Board, experience and competencies, the performance of specific duties and obligations, contribution at the meetings and otherwise, independent judgment, governance issues, etc.

19. INTERNAL FINANCIAL CONTROLS

The Company has aligned its current system of internal financial control with the requirement of the Companies Act, 2013. Monitoring system for checking effectiveness of the Internal Financial Controls (IFC) is under implementation and is expected to be completed in the upcoming year.

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

The Company has provided a gender-friendly workplace with equal opportunity for men and women. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 is in force to provide protection against sexual harassment of women at the workplace and for the prevention and redressal of complaints therewith or incidental thereto. IGGL has an Internal Complaints Committee as

per provisions of the Act which is proactive and functional. Four (4) workshop/ awareness programme on sexual awareness were conducted during the FY 2022-23. Further there were no complaint of sexual harassment received by the Company during the financial year under review.

21. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All contracts/arrangements/transactions entered into by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. Relevant information on related party transactions in Form AOC-2 is provided as **Annexure I** to the Boards' Report.

Your directors draw the attention of the members to Note No. 21 to the Financial Statement which sets out related party disclosures.

22. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

There were no funds that were credited/required to be transferred to Investor Education and Protection Fund (IEPF).

23. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134 clause (3)(c) read with clause (5) of the Companies Act, 2013, your Directors confirm that:

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors 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.

24. OTHER DISCLOSURES

24.1. CSR provisions were not applicable on IGGL during the FY 2022-23 accordingly no Corporate Social Responsibility (CSR) Committee was constituted and no any expenses were incurred on CSR during the year under review.

24.2. During the year under review, no such order has been passed by the regulators or courts, or tribunals impacting the going concern status and company's operations in the future.

24.3.No company has become or ceased to be an IGGL subsidiary, joint venture, or associate company during the year under review.

25.ACKNOWLEDGEMENT

Your directors take this opportunity to express their deep gratitude for the untiring efforts put in by our Promoter Companies: IOCL, ONGC, GAIL, OIL, and NRL, in building up the Company. Whether it be by way of providing employees on deputation, office space from time to time, assistance in completing pre-project activities, or providing guidance and help whenever asked for, the Promoter Companies have always been there as guardians to the Company. IGGL is also grateful to the MoP&NG and Nodal Officers of Promoter Companies for all the guidance and support.

Your directors are also thankful to the employees of the Company, various Government Departments & agencies, and the Bankers for providing assistances to the Company from time to time.

For Indradhanush Gas Grid Limited

Sd/-

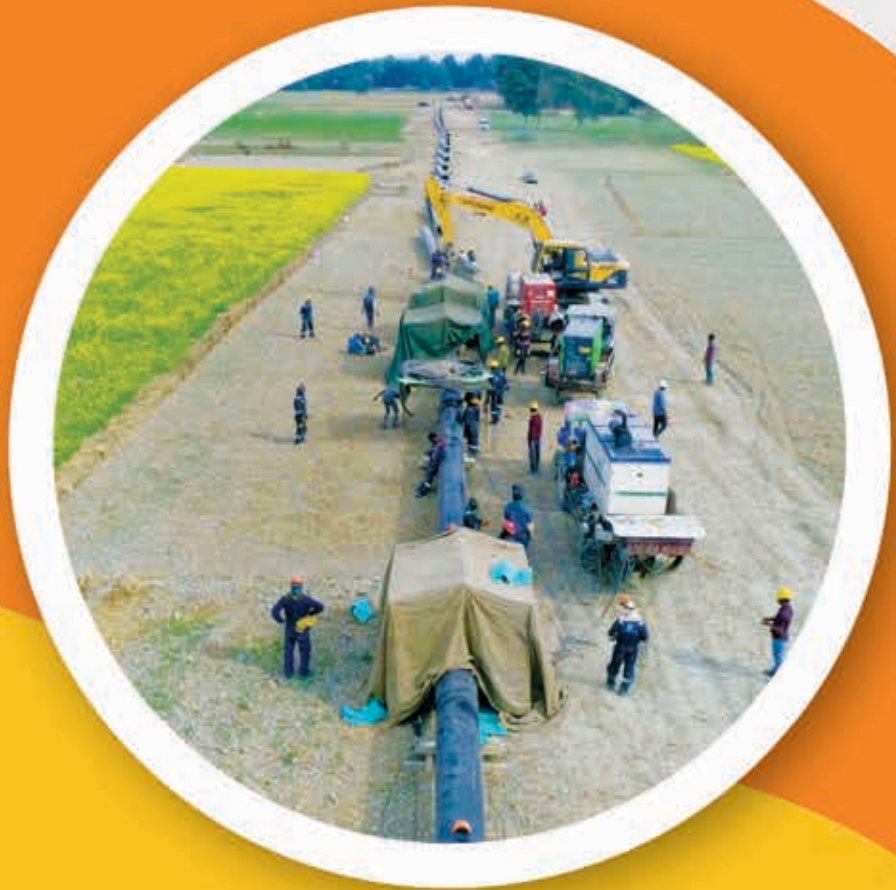
(Atindra Roychoudhury)

Chairman

DIN 09307897

Date: 31.08.2023

Place: Duliajan



ANNEXURES TO DIRECTORS' REPORT

Annexure – I
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 arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis: NIL
2. Details of contracts or arrangements or transactions at Arm's length basis:

Name (s) of the related party & nature of relationship	Nature of contracts / arrangements / transaction	Duration of the contracts / arrangements / transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
Indian Oil Corporation Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation:- ₹662.09 Lakhs	Board approval not required	Nil
Oil and Natural Gas Corporation Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation:- ₹470.86 Lakhs	Board approval not required	Nil
GAIL (India) Ltd (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation:- ₹969.52 Lakhs	Board approval not required	Nil
Oil India Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation:- ₹489.89 Lakhs	Board approval not required	Nil
Numaligarh Refinery Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation:- ₹575.22 Lakhs	Board approval not required	Nil
Numaligarh Refinery Limited (Promoter of IGGL)	Lease Rental	5 years	Lease Agreement for using office space at NRL Centre, Guwahati for 5 years w.e.f. 01.06.2022 with total financial implication of ₹15,36,14,968/-. Lease Rent for the year FY 2022-23: ₹2,17,42,497/-	29.08.2022	Nil

CS Biman Debnath
Bcom, LLB, FCS, DTL

BIMAN DEBNATH & ASSOCIATES
COMPANY SECRETARIES
ICSI Peer Reviewed Firm (2844/2022)
UAM No. – AS03E0003102
Certified CSR Professional

Form No. MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
M/s Indradhanush Gas Grid Limited,
7th Floor, NRL Centre, G.S. Road
Guwahati-781005, Assam

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s Indradhanush Gas Grid Limited (CIN:U40300AS2018G01018660)** (hereinafter called "**the Company**"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the Corporate Conducts and Statutory Compliances and expressing my opinion thereon.

Based on my verification of 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 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 **31st March, 2023** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **INDRADHANUSH GAS GRID LIMITED**, ("The Company") for the financial year ended on 31st March, 2023 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Memorandum and Articles of Association of the Company.
- (iii) The Depositories Act, 1996 and the Regulations and Bye-Laws framed thereunder.

I further report that, having regard to the compliance system prevailing in the Company and on the examination of the relevant documents and records in pursuance thereof on test-check basis, the Company has complied with the following laws applicable specifically to the Company:

- a. The Petroleum and Natural Gas Regulatory Board Act, 2006;
- b. The Petroleum Act, 1934

CS Biman Debnath
Bcom, LLB, FCS, DTL

BIMAN DEBNATH & ASSOCIATES
COMPANY SECRETARIES
ICSI Peer Reviewed Firm (2844/2022)
UAM No. – AS03E0003102
Certified CSR Professional

- c. The Petroleum Rules, 2002
- d. The Petroleum and Natural Gas Rules, 1959
- e. The Petroleum and Minerals Pipelines (Acquisition of Right of User in Land) Act, 1962
- f. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Acts which are not applicable to the Company though forming part of the prescribed Secretarial Audit Report have not been considered while preparing this Secretarial Audit Report.

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

- (i) Secretarial Standards with regard to Meeting of the Board of Directors (SS-1) and General Meeting (SS-2) issued by The Institute of Company Secretaries of India and made effective from 1st July, 2015;
- (ii) Joint Venture agreement executed by Promoter Companies of Indradhanush Gas Grid Limited on 20th July, 2018.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

I further report that:

The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice was given to all the directors to schedule the Board Meetings along with agenda and detailed notes on agenda, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions taken at the Board Meetings are carried out unanimously as are recorded in the Minutes Book of the Meetings of the Board of Directors.

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 all the applicable laws, rules, regulations and guidelines.

Date: 15.07.2023
Place: Guwahati

Sd/-
Biman Debnath
(Company Secretary)
FCS No.: 6717
C P No.: 5857
UDIN: F006717E000616491



INDEPENDENT AUDITOR'S REPORT



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INDEPENDENT AUDITOR'S REPORT

To the Members of **Indradhanush Gas Grid Limited**

(CIN- U40300AS2018GOI018660)

Report on the Audit of the Standalone Ind AS Financial Statements

On the basis of observations made by the Comptroller & Auditor General of India, and in line with the provisional comment issued by the Comptroller and Auditor General of India this Revised Audit Report is being issued in lieu of the earlier report dated 26th April'2023 to comply with the observations of the Comptroller & Auditor General of India.

Opinion

We have audited the accompanying standalone Ind AS financial statements of **Indradhanush Gas Grid Limited** ("the Company"), which comprise the Balance sheet as at March 31, 2023, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the standalone Ind AS financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profit/loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone Ind AS financial statements for the financial year ended March 31, 2023. These matters were

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addressed in the context of our audit of the standalone Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are ***no key audit matters to be communicated in our report.***

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone Ind AS financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone Ind AS financial statements.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the standalone Ind AS financial statements and our auditor's report thereon.

Our opinion on the standalone Ind AS financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone Ind AS financial statements, management is responsible for assessing the Compa-



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ny'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 Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS 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 Ind AS financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account
 - (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**" to this report.
 - (g) With respect to managerial remuneration, the company has paid professional fee to its group concerns to compensate the directors and other managerial personnel. In our opinion, the same is outside the purview of overall maximum managerial remuneration as allowed under section 197 of the Act;
 - (h) As required by section 143(5) of the Companies Act 2013, our comments with regard to directions and additional directions issued by the Comptroller and Auditor General of India is given in "**Annexure C**".
 - (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:



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- i. The Company does not have any pending litigations which would impact its financial position
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv.
 - a) The management has represented that, to the best of its knowledge and belief, other than as disclosed to the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented that, to the best of its knowledge and belief, other than as disclosed to the standalone financial statements, funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. No dividend has been declared or paid during the year by the Company.

For, **MANISH RAJKUMAR & CO.**

Chartered Accountants

ICAI Firm Registration Number: 324945E

Sd/-

CA MANISH JAIN

(Partner)

Membership Number: 061334

UDIN: 23061334BGVKIO3201

Place of Signature: GUWAHATI

Date: 13.07.2023

ANNEXURE A

Reports under The Companies (Auditor's Report) Order, 2020 (CARO 2020) for the year ending on 31st March, 2023

As required in the aforesaid order, we report as under:

Clause No.	Clause Name	Auditor's Opinion on Following Matter	Auditor's Remark
Clause 1(A)	Property, Plant and Equipment's and Intangible Assets	Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, plant & Equipment;	Yes
		Whether the company is maintaining proper records showing full particulars of intangible assets specifying whether self-generated or acquired during course of business.	Yes
Clause 1(B)		Whether these Property, Plant and Equipment including ROU Assets (IND AS 116), Investment Property (IND AS 40) & Non-current assets held for sale (IND AS 105), have been physically verified by the management at reasonable intervals, assets which are not physically verified during current FY are to be reported; Whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account.	Yes, it has been physically verified by the management at reasonable intervals. No material discrepancies were found & we have relied on the data & report provided by the internal Auditor & the management for the same.
Clause 1(C)		Whether the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company, if not, provide the following details: <ul style="list-style-type: none"> - Description of property - Gross carrying value - Asset held in name of - Whether held in name of promoter, director or their relative or employee - Period during which it was not held in name of the Company - Reason for not being held in name of company - Where ownership of the Asset is in dispute, details of such dispute - If any sub lease transaction entered 	No , the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) are not disclosed under "Additional Regulatory Information" which forms the part of the Financial Statement as a disclosure. The details of the undisclosed immovable properties has been provided below:

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THIS FORMS PART OF THE "CLAUSE 1 (C)" OF THE REPORT

DETAILS OF THE IMMOVABLE PROPERTIES, THE TITLE OF WHICH WAS NOT HELD IN NAME OF COMPANY DURING THE FY 2022-2023

(Not disclosed under "Additional Regulatory Information" which forms the part of the Financial Statement as a disclosure)

Description of property (Assets ID)	Gross carrying value (in lakhs) Assets Capitalised value	Asset held in name of	Whether held in name of promoter, director or their relative or employee	Period during which it was not held in name of the Company	Management's Remarks	Reason for not being held in name of company	Where ownership of the Asset is in dispute, details of such dispute	If any sub lease transaction entered
SV/GSPL/01 1000006	34.85	Private land Owners	NO	FY 2022-2023	Registration to be done after 100% payment	Registration to be done after 100% payment	NO	NO
SV/GSPL/03 1000022	32.35	Private land Owners	NO	FY 2022-2023	Registration to be done after 100% payment	Registration to be done after 100% payment	NO	NO
SV/GSPL/04 1000023	64.80	Private land Owners	NO	FY 2022-2023	Registration to be done after 100% payment	Registration to be done after 100% payment	NO	NO
SV/SPPL/08 1000024	64.66	Private land Owners	NO	FY 2022-2023	Registration to be done after 100% payment	Registration to be done after 100% payment	NO	NO
SV/SPPL/11 1000019	27.55	Private land Owners	NO	FY 2022-2023	Registration to be done after 100% payment	Registration to be done after 100% payment	NO	NO
IP/GSPL/02 1000021	119.95	Private land Owners	NO	FY 2022-2023	Registration to be done after 100% payment	Registration to be done after 100% payment	NO	NO
Total	344.16							

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Clause 1(D)		Whether the company has revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year and, if so, whether the revaluation is based on the valuation by a Registered Valuer; specify the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets. Aspects to be covered- -Date of Revaluation -Name of Registered valuer -Membership of registered valuer -Rules of valuation report. -Methods & significant assertions followed if any	No
Clause 1(E)		Whether any proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, if so, whether the company has appropriately disclosed the details in its financial statements.	No
Clause 2 (A)	Inventory	Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether, in the opinion of the auditor, the coverage and procedure of such verification by the management is appropriate, specifying whether periodic or continuous verification; whether any discrepancies of 10% or more in the aggregate for each class of inventory were noticed and if so, whether they have been properly dealt with in the books of account	The company has carried out the physical verification of the inventory held for project execution.
Clause 2 (B)		Whether during any point of time of the year, the company has been sanctioned working capital limits either sanctioned during the year or renewed or pending for renewal during the year, in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets; whether the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company, if not, give details	The company has not taken any Working Capital limit/loan during the year. Hence, comment under the head is not applicable.
Clause 3	Loans, Investments, Guarantees, Securities and Advances in nature of Loan:	Whether during the year the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, if so,-	The company has given Bank Guarantee to various state/central government agencies in the course of project activities in the nature of security deposits for pipeline laying/ crossing permissions from various state and central authorities against which security of has been pledged with the bank in the form of fixed deposit with the banks. However, the same is not in the nature of loan as per confirmation from the management. Hence, comment under the head is not applicable.



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<p>Clause 3(A)</p>		<p>Whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity [not applicable to companies whose principal business is to give loans], if so, indicate-</p> <p>(A) the aggregate amount during the year (means gross amount i.e without adjusting any further settlements), and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates;</p> <p>(B) the aggregate 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 subsidiaries, joint ventures and associates;</p>	<p>The company has given Bank Guarantee to various state/ central government agencies in the course of project activities. The company also has deposits with Authorities/ Government in the course of its operation. However, the same is not in the nature of loan as per confirmation from the management. Hence, comment under the head is not applicable.</p>
<p>Clause 3(B)</p>		<p>Whether the investments made, guarantees provided, security given and the terms and conditions i.e. rate of interest, security, terms & period of repayments and restrictive covenants, of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest</p>	<p>The investments made, guarantees provided, security given is not in the nature of loan as per confirmation from the management. Hence, comment under the head is not applicable.</p>
<p>Clause 3(C)</p>		<p>In respect of loans and advances in the nature of loans, whether the respect of loans and advances in the nature of loans, whether the schedule of repayment of principal and payment of interest has been schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular, if not provide the following details-</p> <p>-Name of entity -Amount -Due Date -Extent of Delay</p>	<p>Comment under the head is not applicable.</p>
<p>Clause 3(D)</p>		<p>If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest ,suggest format for reporting will be as under</p> <p>-No of cases -Principal Amount Overdue -Interest Overdue -Total Overdue -Remarks (if any)</p>	<p>Comment under the head is not applicable.</p>

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Clause 3(E)		Whether any loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties, if so, specify the aggregate amount of such dues renewed or extended or settled by fresh loans and the percentage of the aggregate to the total loans or advances in the nature of loans granted during the year [not applicable to companies whose principal business is to give loans], suggested format for reporting- -Name of parties -Aggregate amount of overdue existing loans renewed or extended or Settled by fresh loans. -Percentage of aggregate of total loans or advances in the nature of loans granted during the year.	Comment under the head is not applicable.
Clause 3 (F)		Whether the company has granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, if so, specify the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;	Comment under the head is not applicable.
Clause 4		In respect of loans, investments, guarantees, and security, whether provisions of sections 185 and 186 of the Companies Act have been complied with, if not, provide the details thereof;	Yes, provisions of sections 185 and 186 of the Companies Act have been complied with.
Clause 5	Deposits	In respect of deposits accepted by the company or amounts which are deemed to be deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, where applicable, have been complied with, if not, the nature of such contraventions be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not;	No such deposits were accepted.
Clause 6	Cost Records	Whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act and whether such accounts and records have been so made and maintained;	Maintenance of cost records is not applicable at this point of time as the project is under execution stage



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Clause 7(a)	Undisputed Statutory dues	Whether the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;	Yes, the Company is regular in depositing the statutory dues in time. Further, their stands no arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable
Clause 7(b)	Statutory dues	Where statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned	No such instances found during the course of audit.
Clause 8	Unrecorded Income	Whether any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), if so, whether the previously unrecorded income has been properly recorded in the books of account during the year;	No previously unrecorded income has been recorded in the books during the Year.
Clause 9 (A)	Repayment and usage Borrowings	(a) Whether the company has defaulted in repayment of loans or other borrowings excluding public deposits or in the payment of interest thereon to any lender either committed during the year or during previous years by the company, if yes, the period and the amount of default to be reported as below: – Nature of borrowing, including debt securities – Name of lender (Lender wise details to be provided in case of defaults to banks, public financial institutions as well non-banking institutions and Government) – Amount not paid on due date – Whether principal or interest – No. of days delay or unpaid – Remarks, if any	The company has not defaulted in repayment of any loans.
Clause 9 (B)		Whether the company is a declared willful defaulter, as per RBI master circular RBI/2014-15/73DBR, by any bank or financial institution or other lender;	No.
Clause 9 (C)		Whether term loans either from bank/financial institution or entities /financial institution or person other entities/ financial institution were applied for the purpose for which the loans were obtained; if not, the following disclosures are to made- -Nature of Funds raised -Name of Lender -Amount Diverted -Purpose for which sanctioned was made -Purpose for which amount was utilized	The company has availed term loan from OIDB and has been used for the purpose for which the loan has been availed.

MANISH RAJKUMAR & CO

Chartered Accountants
FRN 324945E

Head Office:

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E-mail: manish3jain@gmail.com

Clause 9 (D)		Whether funds raised on short term basis have been utilized for long term purposes, if yes, the nature and amount to be indicated	No diversion of funds from short term to long term and vice versa noticed during the course of audit.
Clause 9 (E)		Whether the company has taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if so, details thereof with nature of such transactions and the amount in each case even if these have been repaid before the year end.	No such instances found during the course of audit.
Clause 9 (F)		Whether the company has raised loans from any Lender during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if so, give details thereof and also report if the company has defaulted in repayment of such loans raised. Details to be disclosed are as under- -Nature of Loan taken -Name of Lender -Amount of Loan -Name of Subsidiary, joint venture & Associates -Relation -Details of pledged security	The company has not raised loans from any Lender during the year.
Clause 10(a)	Initial Public Offer	Whether moneys raised by way of initial public offer or further public offer (including debt instruments) during the year were applied for the purposes for which those are raised, if not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;	Not Applicable
Clause 10(b)		Whether the company has made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and if so, whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised, if not, provide details in respect of amount involved and nature of non-compliance;	Not Applicable
Clause 11 (A)	Fraud	Whether any fraud by the company or any fraud on the company has been noticed or reported during the year, if yes, the nature and the amount involved is to be indicated	During our test check, no such fraud by the company/ on the company was noticed or reported during the year. Reasonable assurance has been obtained regarding the same.
Clause 11 (B)		b) Whether any report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;	No report under ADT 4 was filed with the central government during the year.



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Clause 11 (C)		(c) Whether the auditor has considered whistleblower complaints, if any, received during the year by the company	As per confirmation from the management, no whistleblower complaints were received by the company during the year.
Clause 12(a)	Nidhi Company	Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability;	Not Applicable
Clause 12(b)		Whether the Nidhi Company is maintaining ten per cent. unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	Not Applicable
Clause 12 (c)		Whether there has been any default in payment of interest on deposits or repayment thereof for any period and if so, the details thereof;	Not Applicable
Clause 13		Whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;	Yes, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards
Clause 14 (A)	Internal Audit	Whether the company has an internal audit system commensurate with the size and nature of its business;	Yes, the company has an internal audit system commensurate with the size and nature of its business.
Clause 14 (B)		Whether the reports of the Internal Auditors for the period under audit were considered by the statutory auditor	Yes, we have relied on the data & report provided by the Internal Auditor during our course of Audit.
Clause 15	Non- Cash Transactions	Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act have been complied with;	Not Applicable
Clause 16 (a)	Section 45-IA of RBI Act, 1934.	Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained;	Not Applicable
Clause 16 (b)		Whether the company has conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934;	Not Applicable
Clause 16 (c)		Whether the company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, if so, whether it continues to fulfil the criteria of a CIC, and in case the company is an exempted or unregistered CIC, whether it continues to fulfil such criteria;	Not Applicable
Clause 16 (d)		Whether the Group has more than one CIC as part of the Group, if yes, indicate the number of CICs which are part of the Group;	Not Applicable
Clause 17	Cash Losses	Whether the company has incurred cash losses in the financial year and in the immediately preceding financial year, if so, state the amount of cash losses;	No Cash losses in the reported financial year.

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Clause 18	Auditor's resignation	Whether there has been any resignation of the statutory auditors during the year, if so, whether the auditor has taken into consideration the issues, objections or concerns raised by the outgoing auditors;	No
Clause 19	Financial Position	On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, whether 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;	We have obtained reasonable assurance that that no such material uncertainty exists as on the date of the audit report. We are of the opinion that 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.
Clause 20 (A)	CSR Compliance	Whether, in respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;	Provisions regarding CSR compliance are not applicable to the company. We hence reserve our comment to the same.
Clause 20(B)		Whether any 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;	Not Applicable.
Clause 21	Consolidated Financial Statements	Whether there have been any qualifications or adverse remarks by the respective auditors in the CARO reports of the companies included in the consolidated financial statements, if yes, indicate the details of the companies and the paragraph numbers of the CARO report containing the qualifications or adverse remarks.	No.

For, MANISH RAJKUMAR & Co.

Chartered Accountants
ICAI Firm Registration Number: 324945E

Sd/-

CA MANISH JAIN

(Partner)

Membership Number: 061334

UDIN: 23061334BGVKIO3201

Place of Signature: GUWAHATI

Date: 13.07.2023



MANISH RAJKUMAR & CO
Chartered Accountants
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ANNEXURE B to the Auditors' Report

IN RESPECT OF INDRADHANUSH GAS GRID LIMITED FOR THE YEAR ENDED 31ST MARCH, 2023

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of **INDRADHANUSH GAS GRID LIMITED** ("the Company")

(CIN - U40300AS2018GOI018660)

As of **March 31, 2023** in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements 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 as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these financial statements 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statement included obtaining an understanding of internal financial controls with reference to these financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit

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opinion on the Company's internal financial controls with reference to these financial statements.

Meaning of Internal Financial Controls With Reference to these Financial Statements

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

Inherent Limitations of Internal Financial Controls With Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to these financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For, **MANISH RAJKUMAR & Co.**

Chartered Accountants

ICAI Firm Registration Number: 324945E

Sd/-

CA MANISH JAIN

(Partner)

Membership Number: 061334

UDIN: 23061334BGVKIO3201

Place of Signature: GUWAHATI

Date: 13.07.2023



MANISH RAJKUMAR & CO
Chartered Accountants
FRN 324945E

Head Office:
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E-mail: manish3jain@gmail.com

ANNEXURE C to the Auditors' Report

IN RESPECT OF INDRADHANUSH GAS GRID LIMITED FOR THE YEAR ENDED 31ST MARCH, 2023

Comments in regard to the directions under section 143(5) issued by the Comptroller and Auditor General of India

1. Whether the company has system in place to process all the accounting transactions through IT System? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.
The company has its system in place to process all the accounting transactions through its IT system. There are no adverse implications as all the accounting transactions is done through IT system.
2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the comp-any due to the company's inability to repay the loan/ If yes, the financial impact may be stated. Whether such cases are properly accounted for? (Incase, lender is a Government Company, then this direction is also applicable for statutory auditor of Lender Company).
There is no restructuring of any existing loan or cases of waiver/write off of debts/loans/interest etc.
3. Whether funds, (Grants/ Subsidy etc.) received/receivable for specific schemes from Central/ State Government or its agencies were properly accounted for/utilized as per its terms & conditions? List the case of Deviation.
Yes, the funds, (Grants/ Subsidy etc.) received/receivable for specific schemes from Central/ State Government or its agencies were properly accounted for/utilized as per its terms & conditions.

For, **MANISH RAJKUMAR & Co.**
Chartered Accountants
ICAI Firm Registration Number: 324945E

Sd/-

CA MANISH JAIN
(Partner)
Membership Number: 061334
UDIN: 23061334BGVKIO3201
Place of Signature: GUWAHATI
Date: 13.07.2023

Balance Sheet as at 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

Particulars	Note	As at 31 st March 2023	As at 31 st March 2022
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	A(I)	633.41	76.40
(b) Permanent Land	A(II)	4,871.87	-
(c) Capital Work in Progress	A(III)	2,51,042.21	1,24,907.62
(d) Capital Stores	A(IV)	95,812.44	38,448.25
(e) Right-of- use asstes	A(V)	69,453.99	23,520.09
(f) Other Intangible assets	A(VI)	112.11	20.40
(i) Others (to be specified)	A(VII)	-	-
(g) Deferred tax assets (net)	A(VIII)	200.70	174.35
(h) Other non-current assets	A(IX)	1,871.78	2,072.82
Total Non-Current Assets		4,23,998.50	1,89,219.93
Current assets			
(a) Financial Assets			
(i) Cash and Cash Equivalent	B(I)	15,508.88	18,876.36
(ii) Others	B(II)	3,084.66	2,863.64
(b) Other current assets	B(III)	4,959.64	1,940.91
(c) Current tax assets (net)	B(IV)	288.48	126.37
Total Current Assets		23,841.66	23,807.28
Total Assets		4,47,840.16	2,13,027.21
Equity and Liabilities			
Equity			
(a) Equity Share Capital	C(I)	99,000.00	42,500.00
(b) Other Equity	C(II)	(261.97)	15,254.97
Total Equity		98,738.03	57,754.97
Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	D(I)	-	-



(ii) Lease Liabilities	D(II)	715.62	19.19
(iii) Other financial liabilities (other than those specified in item (b))	D(III)	-	-
(b) Other non-current liabilities	D(IV)	2,66,680.08	1,04,440.46
Total Non-Current Liabilities		2,67,395.70	1,04,459.65
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	E(I)	-	-
(ii) Lease Liabilities	E(II)	207.91	76.31
(iii) Other financial liabilities (other than those specified in item (b))	E(III)	-	-
(b) Other current liabilities	E(IV)	17,056.86	19,814.76
(c) Provisions	E(V)	64,441.66	30,921.55
(d) Current Tax Liabilities (Net)			
Total Current Liabilities		81,706.43	50,812.61
Total Liabilities		3,49,102.12	1,55,272.26
Total Equity and Liabilities		4,47,840.16	2,13,027.22

This is the balance sheet referred to in our report of even date

The accompanying notes are an integral part of these standalone financial statements

For and on behalf of the Board

In terms of our report of even date attached

For MANISH RAJKUMAR & CO

Chartered Accountants
Firm Registration No.: 324945E

Sd/-
(Ajit Kumar Thakur)
Chief Executive Officer

Sd/-
(P. K. Mohapatra)
Chief Financial Officer

Sd/-
(Atindra Roychoudhury)
Chairman
DIN:09307897

Sd/-
MANISH JAIN
Partner
Membership No.: 061334
UDIN: 23061334BGVKFV971
Place: Guwahati
Date: 26.04.2023

Sd/-
(Arpan Baid)
Company Secretary
Place: Guwahati
Date: 25.04.2023

Profit and Loss Account for the period ended 31st March'2023

(All amounts are in ₹Lakh, unless otherwise stated)

	Particulars	Note	Upto the period ended Mar 31, 2023	Upto the period ended Mar 31, 2022
I	Revenue from Operations		-	-
II	Other Income	G(i)	909.82	284.92
III	Total Income (I+II)		909.82	284.92
IV	Expenses			
	Manpower Cost	H	145.57	-
	Finance Costs	I	-	-
	Depreciation and amortization expense	J	-	-
	Other expenses	K	62.46	39.87
	Total expenses (IV)		208.03	39.87
V	Profit/(loss) before exceptional items and tax (III-IV)		701.79	245.05
VI	Exceptional Items		-	-
VII	Profit/(loss) before tax (V-VI)		701.79	245.05
VIII	Tax Expense:			
	(1) Less: Current Tax		23.16	53.51
	(2) Add: Deferred Tax Reversal		26.35	8.44
	(3) Add: Excess Provision of previous periods		29.69	-11.67
IX	Profit/(loss) for the period from continuing operations (VII-VIII)		734.68	194.76
X	Profit/(loss) from discontinued operations	-	-	-
XI	Tax expense of discontinued operations	-	-	-
XII	Profit/(loss) from discontinued operations (after tax) (X-XI)	-	-	-
XIII	Profit/(loss) for the period (IX+XII)		734.68	194.76
XIV	Other Comprehensive Income			
	A (i) Items that will not be classified to Profit or Loss	-	-	-
	(ii) Income Tax relating to items that will not be classified to Profit or Loss	-	-	-
	B (i) Items that will be reclassified to Profit or Loss	-	-	-
	(ii) Income Tax relating to items that will be reclassified to Profit or Loss	-	-	-



XV	Total Comprehensive Income for the period (XIII+XIV)		734.68	194.76
XVI	Earning per Equity share (for continuing operation):			
	(1) Basic	0	0.21	0.06
	(2) Diluted		0.21	0.06
XVII	Earning per Equity share (for discontinued operation):			
	(1) Basic			
	(2) Diluted			
XVIII	Earning per Equity share (for discontinued and continuing operations):			
	(1) Basic		0.21	0.06
	(2) Diluted		0.21	0.06

This is the Statement of Profit and Loss referred to in our report of even date

The accompanying notes are an integral part of these standalone financial statements

In terms of our report of even date attached

For MANISH RAJKUMAR & CO

Chartered Accountants

Firm Registration No.: 324945E

Sd/-
(Ajit Kumar Thakur)
Chief Executive Officer

Sd/-
(P. K. Mohapatra)
Chief Financial Officer

Sd/-
(Atindra Roychoudhury)
Chairman
DIN:09307897

Sd/-
MANISH JAIN
Partner
Membership No.: 061334
UDIN: 23061334BGVKFV971
Place: Guwahati
Date: 26.04.2023

Sd/-
(Arpan Baid)
Company Secretary
Place: Guwahati
Date: 25.04.2023

Cash Flow Statement for the Period ended 31st March 2023

(All amounts are in ₹lakh, unless otherwise stated)

Particulars	Period ended March 31, 2023	Period ended March 31, 2022
A. Cash flows from operating activities		
Profit/ (loss) before tax	701.79	245.04
Adjustments for:		
Depreciation and amortisation expense	-	-
(Increase)/ Decrease in Deferred Tax	-	-
Finance costs	-	-
Provisions for Income Tax	6.53	(41.84)
Interest income & Other Income	(909.82)	(284.92)
Operating cash flows before working capital changes	(201.50)	(81.72)
(Increase)/ Decrease in loans (current and non-current)	-	-
(Increase)/ Decrease in trade receivables	-	-
(Increase)/ Decrease in inventories	-	-
(Increase)/ Decrease in Capital Stores	(57,364.19)	(16,332.61)
(Increase) / Decrease in other financial assets	(221.02)	(2,579.41)
(Increase) / Decrease in other assets	(2,679.11)	(1,700.76)
Increase/ (Decrease) in trade payables	-	-
Increase / (Decrease) in other financial liabilities	131.60	(10,533.78)
Increase/ (Decrease) in provisions	33,520.11	29,778.74
Increase / (Decrease) in other current liabilities	(2,757.90)	238.94
(Increase) / Decrease in remittances	-	-
Cash from operating activities	(29,572.00)	(1,210.60)
Wealth tax paid	-	-
Net income tax	-	-
Net cash generated from operating activities (A)	(29,572.00)	(1,210.60)
B. Cash flows from investing activities		
Acquisition/Disposal of property, plant and equipment	(902.55)	(45.87)
Capital work-in-progress	(1,26,086.87)	(1,16,411.64)
Proceeds from sale of property, plant and equipment	-	-
Acquisition of Permanent Land	(4,871.87)	-
Acquisition of Intangible Assets	(46,025.61)	(23,337.00)
Interest received	909.82	284.92
Proceeds from / (investment in) deposits with banks	-	1,600.00
Proceeds from / (investment in) deposits with others (net)	1,62,585.15	1,00,373.25
Net cash generated used in investing activities (B)	(14,391.92)	-37,536.34
C. Cash flows from financing activities		



Interest paid (financing Activity)	-	-
Proceeds from/ (buy back) of Equity Shares	39,900.00	12,000.00
Proceeds from Share Application Money	-	16,600.00
Repayment of short term borrowings (net)	-	-
Proceeds from/ (repayment) of lease Liability	696.43	-39.30
Net cash generated from/ (used in) financing activities (C)	40,596.43	28,560.70
Net increase/ (decrease) in cash and cash equivalents (A + B + C)	(3,367.49)	-10,186.24
Cash and cash equivalents at the beginning of the Year	18,876.36	29,062.60
Cash and cash equivalents at the end of the Year	15,508.88	18,876.36
Components of cash and cash equivalents:		
Balances with banks in current Accounts	86.54	18,876.36
Deposits with original maturity of less than three months	713.35	-
FD with Schedule Banks	14,324.27	-
Cheques on hand	-	-
Cash on hand	-	-
Bank overdraft	-	-
Interest Accrued on FD & CLTD	384.72	-
Total cash and cash equivalents (Note 5)	15,508.88	18,876.36

The accompanying notes are an integral part of these standalone financial statements

In terms of our report of even date attached

For and on behalf of the Board

For MANISH RAJKUMAR & CO

**Chartered Accountants
Firm Registration No.: 324945E**

Sd/-
(Ajit Kumar Thakur)
Chief Executive Officer

Sd/-
(P. K. Mohapatra)
Chief Financial Officer

Sd/-
(Atindra Roychoudhury)
Chairman
DIN:09307897

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MANISH JAIN
Partner
Membership No.: 061334
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Place: Guwahati
Date: 26.04.2023

Sd/-
(Arpan Baid)
Company Secretary
Place: Guwahati
Date: 25.04.2023

Statement of Changes in Equity for the year ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

A. Equity share capital

(1) Current reporting period i.e. Year ended 31.03.2023

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in Equity share capital during the current year	Balance at the end of the current reporting period
42,500	56,500	-	-	99,000

(2) Previous reporting period i.e. Year ended 31.03.2022

Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in Equity share capital during the previous year	Balance at the end of the previous reporting period
30,500	12,000	-	-	42,500

B. Other equity

(1) Current reporting period i.e. Year ended 31.03.2023

Balance at the beginning of the current reporting period	-	-	-	-	-	(1,345.03)	-	-	-	-	-	-	-	(1,345.03)
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	-	-1,345.03	-	-	-	-	-	-	-	(1,345.03)
Total comprehensive income for the current period	-	-	-	-	-	734.68	-	-	-	-	-	-	-	734.68
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Alloted to Share Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the current reporting period	-	-	-	-	-	(610.35)	-	-	-	-	-	-	-	(610.35)

(2) Previous reporting period i.e. Year ended 31.03.2022

	Share Application money pending allotment	Equity Component of compound financial statement	Reserves and Surplus							Total			
			Capital Reserve	Securities Premium	Other Reserves	Retained Earnings	Debt instruments through Other comprehensive income	Equity instruments through Other comprehensive income	Effective Portion of Cash Flow Hedges		Revaluation Surplus	Exchange difference on translating the financial statements of a foreign operation	Other Items of Other comprehensive income
Balance at the beginning of the previous reporting period	-	-	-	-	-	(1,539.79)	-	-	-	-	-	-	(1,539.79)
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the previous reporting period	-	-	-	-	-	(1,539.79)	-	-	-	-	-	-	(1,539.79)
Total comprehensive income for the previous year	-	-	-	-	-	194.76	-	-	-	-	-	-	194.76
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-
Alloted to share Capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the previous reporting period	-	-	-	-	-	(1,345.03)	-	-	-	-	-	-	(1,345.03)

The accompanying notes are an integral part of these standalone financial statements

In terms of our report of even date attached

For and on behalf of the Board

For **MANISH RAJKUMAR & CO**

Chartered Accountants
Firm Registration No.: 324945E

Sd/-

MANISH JAIN

Partner

Membership No.: 061334

UDIN: 23061334BGVKFV971

Place: Guwahati

Date: 26.04.2023

Sd/-

(Ajit Kumar Thakur)

Chief Executive Officer

Sd/-

(P. K. Mohapatra)

Chief Financial Officer

Sd/-

(Atindra Roychoudhury)

Chairman

DIN:09307897

Sd/-

(Arpan Baid)

Company Secretary

Place: Guwahati

Date: 25.04.2023



**INDRADHANUSH
GAS GRID LIMITED**

Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

A. Non Current Assets

I. Property, plant and equipment

Particulars	Gross block		Accumulated depreciation		Net block	
	As at 1st April 2022	As at 31st March 2023	As at 1st April 2022	Disposals/ Additions adjustments	As at 31st March 2023	As at 1st April 2022
Office Equipment	19.02	128.56	2.31	10.70	13.01	133.89
Furniture & Fixtures	-	417.23	-	22.83	22.83	394.41
Computers	93.26	12.84	33.56	26.69	60.25	45.85
PM & Telecom System	-	62.73	-	3.46	3.46	59.27
Total	112.28	621.37	35.87	63.68	99.55	633.41

II. Permanent Land

Particulars	Gross block		Disposals/ adjustments	As at 31st March 2023
	As at 1st April 2022	Additions		
Compressor Land	-	3,146.225	-	3,146.225
Permanent Land for SV/IP/RT/DT	-	1,725.644	-	1,725.644
Total	-	4,871.87	-	4,871.87

III. Capital Work in Progress

Particulars	As at 1st April 2022	Additions	Disposals/ adjustments	As at 31st March 2023
Capital Work-in Progress- Pipeline	1,24,907.62	1,26,134.59	-	2,51,042.21
Total	1,24,907.62	1,26,134.59	-	2,51,042.21

Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

IV. Capital Stores

Particulars	As at 1st April 2022		Procurement during the year	As at 31st March 2023	
	As at 1st April 2022	As at 31st March 2023		As at 1st April 2022	As at 31st March 2023
Capital Stores (Other than Linepipe)		105.06	396.57	501.63	-
Capital stores (including MIT)		38,343.19	58,721.68	1,252.43	95,812.44
Total		38,448.25	59,118.25	1,754.06	95,812.44

V. Right-of-use assets

Particulars	Gross block			Accumulated depreciation			Net block	
	As at 1st April 2022	Additions	Disposals/ adjustments	As at 1st April 2022	Additions	Disposals/ adjustments	As at 1st April 2022	As at 31st March 2023
Asset under Lease								
Building	338.41	782.39	-	247.45	230.95	238.40	880.80	90.96
Railway Way Leave Charges	93.77	-	93.77	17.00	9.38	-	67.39	76.77
Vehicles	-	-	-	-	-	-	-	-
ROU Land	23,352.36	45,153.44	-	-	-	-	68,505.80	23,352.36
Total	23,784.54	45,935.82	-	264.45	240.33	238.40	69,453.99	23,520.09

VI. Other Intangible assets

Particulars	Gross block			Accumulated depreciation			Net block	
	As at 1st April 2022	Additions	Disposals/ adjustments	As at 1st April 2022	Additions	Disposals/ adjustments	As at 1st April 2022	As at 31st March 2023
Brand or trademarks	0.36	-	-	0.04	0.03	-	0.29	0.32
Computer softwares (including SAP)	29.54	131.72	-	9.46	39.98	-	49.44	20.08
Copyrights, patents, other intellectual property rights, services and operating rights	-	-	-	-	-	-	-	-
Licenses and franchises	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
Total	29.90	131.72	-	9.50	40.01	-	112.11	20.40



Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

c. Equity

I Equity Share capital

a. Equity shares of ₹10 each

i. Authorised

ii. Issued, Subscribed and Paid-up

As at 31 st March 2023		As at 31 st March 2022	
Number of Shares	Amount	Number of Shares	Amount
1,20,00,00,000	1,20,000	1,20,00,00,000	1,20,000
99,00,00,000	99,000	42,50,00,000	42,500

b. Reconciliation of number of shares outstanding at the beginning and at the end of the Year:

Outstanding at the beginning of the Year

Equity shares issued during the Year

Outstanding at the end of the Year

As at 31 st March 2023		As at 31 st March 2022	
Number of shares	Amount	Number of shares	Amount
42,50,00,000	42,500	30,50,00,000	30,500
56,50,00,000	56,500	12,00,00,000	12,000
99,00,00,000	99,000	42,50,00,000	42,500

c. Shareholders holding more than 5% shares in the company *

GAIL India Limited (GAIL) **#

Indian oil Corporation Ltd (IOCL)**#

Numaligarh Refinery Limited (NRL)**#

Oil and Natural Gas Corporation (ONGC)**

Oil India Limited (OIL)**#

As at 31 st March 2023		As at 31 st March 2022	
Number of shares	Percentage	Number of shares	Percentage
19,80,00,000	20.00%	8,50,00,000	20.00%
19,80,00,000	20.00%	8,50,00,000	20.00%
19,80,00,000	20.00%	8,50,00,000	20.00%
19,80,00,000	20.00%	8,50,00,000	20.00%
19,80,00,000	20.00%	8,50,00,000	20.00%

d. Weighted average number of shares for EPS

No. of Shares	Opening date	Reporting date	No. of Days o/s	Weighted Avg
425000000	01-04-2022	31-03-2023	365	15,35,89,108.9
415000000	12-04-2022	31-03-2023	354	14,54,55,445.5
150000000	14-06-2022	31-03-2023	291	4,32,17,821.8
990000000			1010	34,22,62,376.2

e. Share holding of Promoters

Shares held by promoters at the end of the period				% Change during the year
SL No.	Promoter Name	No. of Shares	% of total shares	
1	GAIL India Limited (GAIL)**#	19,80,00,000	20%	NIL
2	Indian oil Corporation Ltd (IOCL)**#	19,80,00,000	20%	NIL
3	Numaligarh Refinery Limited (NRL)**#	19,80,00,000	20%	NIL
4	Oil and Natural Gas Corporation (ONGC)**	19,80,00,000	20%	NIL
5	Oil India Limited (OIL)**#	19,80,00,000	20%	NIL
		99,00,00,000		

* The above information is furnished as per the shareholder's register as at the Year end.

**These companies are classified as Associates for Indradhanush Gas Grid Limited (IGGL) in terms of Section 2(6) of the Companies Act 2013.

The above information include share held by nominee of the promoter company.

Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹10/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

	As at 31st March 2023	As at 31st March 2022
II Other Equity		
i Other Reserves		
a. Share application money pending allotment	-	16,600.00
b. Deemed Equity (Corporate Guarantee)	348.39	-
	348.39	16,600.00
ii Capital reserve		
Balance at the beginning of the year		
Add: Addition/ deletion during the year		
Balance at the end of the year	-	-
iii General reserve		
Balance at the beginning of the year		
Add: Contingency reserve transferred to general reserve		
Balance at the end of the year	-	-
iv Contingency reserve		
Balance at the beginning of the year		
Additions during the year		
Less: Contingency reserve transferred to general reserve		
Balance at the end of the year	-	-
v Retained earnings		
Balance at the beginning of the Year	(1,345.03)	(1,539.79)
Add: Profit/(Loss) for the Year	734.68	194.76
<i>Items of other comprehensive income/ (expense) recognized directly in retained earnings</i>		
Remeasurement of post employment benefit obligation, net of tax		
Balance at the end of the Year	(610.35)	(1,345.03)
Total other equity	(261.97)	15,254.97



D. Non- Current Liabilities

I Borrowings

- -

II Lease Liability

715.62 19.19

III Other Financial Liabilities

a. Interest Accrued

- -

b. Unpaid Dividends

- -

c. Application money received to the extent refundable

- -

IV Other non current liabilities

a. Government Grant

Amount received at the beginning of the year

1,03,000.00 18,000.00

Received during the year

1,52,849.83 85,000.00

Total amount received

2,55,849.83

Add: Interest on VGF (Net of TDS) (cumulative)

1,568.77 1,568.77

Less: Amortized Deferred Revenue(cumulative)

738.52 128.31

Balance at the end of the year

2,56,680.08 1,04,440.46

b. OIDB Loan

OIDB Loan

10,000.00 -

Balance at the end of the year

10,000.00 -

Total other non current liabilities

2,66,680.08 1,04,440.46

Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

	As at 31st March 2023	As at 31st March 2022
E. Current Liabilities		
I Borrowings	-	-
II Lease Liability	207.91	76.31
III Other Financial Liabilities		
a. Interest Accrued	-	-
b. Unpaid Dividends	-	-
c. Application money received to the extent refundable	-	-
IV Other current liabilities		
Creditors - Capital Expenses (Project) & Other Expenses	226.62	3,554.19
Creditors - Related Party (JV Co.)	410.82	762.27
Liability for Statutory Payments	470.79	310.87
Security Deposits	27.59	14.92
Other liabilities	-	3.14
Earnest Money Deposit	28.49	-
Retention Money	15,892.55	15,169.37
	17,056.86	19,814.76
V Provisions		
a. Provision for Crop Compensation	7,204.40	2,795.65
b. Provision for Land Compensation	30,581.57	13,337.87
c. Provision for Permanent Land	665.23	580.94
d. Provision for Other expenses	25,967.29	14,153.58
e. Provision for Tax	23.16	53.51
	64,441.66	30,921.55

EA. Trade Payables

Particulars	Outstanding for the following periods from due date of payments				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i. MSME					
ii. Others					

As at 31st March 2023	As at 31st March 2022
--------------------------	--------------------------

F. Contingent Liabilities and Commitments
I Contingent Liabilities

a. Claims against the company not acknowledged as debt		
b. Guarantees excluding financial guarantees(PNGRB)	2,000.00	2,000.00
c. Guarantees excluding financial guarantees(others)	1,215.86	892.90

II Commitments

a. Estimated amount of contracts remaining to be executed on capital account and not provided for	3,01,300.00	2,20,254.00
b. uncalled liability on shares and other investments partly paid		
c. Others		

I. Additional Regulatory Information
i. Title deeds of immovable properties not held in name of the company

Asset ID	Description of item of Property	Gross carrying Value	Title deeds held in the name of	Whether title deed holder is a promoter, director or a relative of promoter/ director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
1000008	SV/GNPL/08	33,00,000.00	Private land owners	No	21.10.2022	Applied for mutation.
1000002	SV/GNPL/05	38,60,733.00	Private land owners	No	28.11.2022	Applied for mutation.
1000003	IP/GNPL/02	1,83,32,582.50	Private land owners	No	21.12.2022	Applied for mutation
1000015	SV/GNPL/13	59,56,805.00	Private land owners	No	21.10.2022	Mutation and class change work going on.
1000005	SV/PAPL/05	62,71,280.00	Private land owners	No	30.12.2022	Mutation and class change work going on.
1000016	SV/GNPL/06	38,12,403.00	Private land owners	No	05.01.2023	Applied for mutation.
1000014	SV/GNPL/09	38,75,346.00	Private land owners	No	12.01.2023	Mutation and class change work going on.
1000020	DT/SGPL	1,18,33,500.00	Private land owners	No	31.03.2023	Mutation and class change work going on.

II. Loans and Advances granted to promoters, directors, KMPs and the related parties
a. repayable on demand

Type of Borrower	Amount of Loan or Advance in the nature of loan outstanding	% of total Loans and Advances in the nature of loans
Promoter	0	0
Directors	0	0
KMPs	0	0
Related parties	0	0

III. Capital-work-in Progress

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
Project in Progress	2,26,454.39	22,985.98	1,477.25	124.59	2,51,042.21
Capital Store	73,496.75	22,315.69	-	-	95,812.44

IV. Intangible assets under development

Intangible assets under development/ROU Land	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
Project in Progress	68,505.80	-	-	-	68,505.80
Project temporarily suspended					

V. Ratios

	FY-22-23	FY-21-22
a. Current Ratio	0.29	0.47
b. Debt-Equity Ratio	0.10	NA
c. Debt Service Coverage Ratio	NA	NA
d. Return on Equity Ratio	0.002	0.006
e. Inventory Turnover Ratio	NA	NA
f. Trade Receivable Turnover Ratio	NA	NA
g. Trade Payable Turnover Ratio	NA	NA
h. Net Capital Turnover Ratio	NA	NA
i. Net Profit Ratio	NA	NA
j. Return on Capital Employed	0.00	0.00
k. Return on Investment	NA	NA

Current Ratio: Current Asset/Current Liabilities

Return on Equity: Net Profit before Tax/Average Shareholder's Equity

Return on Capital Employed: Net Profit before Tax/(Average Share Holder Equity+Average Grant received from Government)



Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

Particulars	As at 31st March 2023	As at 31st March 2022
VII Other financial assets		
(i) Security Deposits	-	-
(ii) Bank Deposits with more than 12 months of maturity	-	-
	-	-
VIII Deferred Tax Assets (Net)		
Opening asset/liability	174.35	182.79
Add: Deferred Tax Expenses	26.35	8.44
Closing asset/liability	200.70	174.35
IX Other non-current assets		
(i) Capital Advances incl. mobilisation advances	1,701.57	2,072.82
(ii) Advances other than capital advances		
(b) Advances to related parties	-	-
(c) Other advances	-	-
(iii) MIT - Others	25.72	-
(iv) Deferred Corporate Guarantee Fee(IND AS 109)	144.49	-
	1,871.78	2,072.82
B. Current Assets		
I Cash and Cash Equivalents		
(a) i) Balances with Banks - In TSA (RBI)	-	-
ii) Balances with Banks - In Current Account with SBI	11.85	25.08
iii) Balances with Banks - In Current Account with Canara Bank	74.69	7.13
(b) Balances with Banks - In Share Application Account	-	16,600.00
(c) Cheques, drafts on hand;	-	-
(d) Cash on hand	-	-
(e) CLTD	713.35	2,244.15
(f) FD-others	14,324.27	-
(g) Interest Accrued on FD & CLTD	384.72	-
	15,508.88	18,876.36
II Other Financial assets		
FD against Bank guarantee	3,083.06	2,809.53
Interest Accrued thereon	1.60	54.11
	3,084.66	2,863.64
III Other Current assets		
<u>Advances other than capital advances</u>		
(a) Security Deposits	26.86	44.38

Particulars	As at	As at
	31st March 2023	31st March 2022
(b) Deposit with Competent Authority	4,386.65	117.40
(C) Deposits with Purchase of Land (Others)	225.95	-
(d) Advance Rent	-	0.23
(e) Advance for Land	-	53.46
(f) Advance to N.F Railway	-	2.11
(g) Contingent and imprest Advance to employees on Deputation	-	0.07
(h) Advance to DC Kamrup against land	-	1,681.32
(i) Advance to APDCL	-	41.74
(j) Prepaid Expenses	-	0.04
(k) TBA Rent Receivable	-	0.16
(l) Other Current Assets(Claim recoverable TDS)	164.00	-
(m) Deferred Corporate Guarantee Fee(IND AS 109)	156.18	-
	4,959.64	1,940.91
IV Current tax		
<u>Balance with Statutory Authorities</u>		-
(a) GST Credit	89.36	17.10
(b) Advance tax	-	15.00
(c) Tax Deducted at Source	36.78	11.85
(e) Tax Collected at Source	9.54	63.70
(f) IT Refund	152.80	18.72
	288.48	126.37



Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

	Particulars	Twelve Months ended March 31, 2023	Twelve Months ended March 31, 2022
G	Other income		
(i)	Interest income on		
	Fixed Deposits with Bank	298.86	156.61
	Loans		
	Income Tax Refund	0.75	-
	Others		
	Other Income		
	Guest House Receipt	-	-
	Others	-	-
	Deferred Revenue	610.21	128.31
		909.82	284.92
H	Manpower Cost		
	Manpower Expenses **	3,144.13	-
	Salary - Stipend to Trainees	27.08	-
	Contribution to Provident and other funds	1.40	-
	Share based payments to employees	-	-
	staff welfare expenses	-	-
	Salaries, wages, allowances and other benefits	-	-
		3,172.60	-
	Less: Allocated to capital work-in-progress and others **	3,027.04	-
		145.57	-
I	Finance Cost		
	Interest Expenses Lease Liability (IND AS 116)	28.50	-
		28.50	-
	Less: Allocated to capital work-in-progress and others	28.50	-
		-	-
J	Depreciation and amortisation expense		
	Depreciation on property, plant and equipment	63.68	18.33
	Depreciation / Amortisation of ROU Assets & Intangible Assets	143.73	169.41
		207.41	187.74
	Less: Allocated to capital work-in-progress and others	207.41	187.74
		-	-
K	Other expenses		
	Advertisement Expenses	-	1.10
	Fees, Rates & Taxes	3.68	1.55
	Professional Tax	0.03	-
	Audit Fees	7.41	7.16
	Professional Expenses	20.09	15.15
	General Administration Expenses	31.25	14.91
		62.46	39.87

**Manpower cost amounting to ₹145.57 lakhs during FY 22-23(Q2,Q3 & Q4) includes salary of CEO and CFO for the year which is charged to Profit and Loss account as per the observation of CAG .During the previous year the same was capitalised .

Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

- L The previous year figures has been regrouped wherever required.

M Earnings/ (loss) per share

Basic and diluted earnings/ (loss) per share

Basic and diluted earnings/ (loss) per share is calculated by dividing the profit/ (loss) during the year attributable to equity shareholders of the Company by the weighted number of equity shares outstanding during the year

Particulars	Unit	For the year ended 31st March 2023
Profit/ (loss) after tax attributable to equity shareholders	(₹in lakh)	734.68
Weighted average number of equity shares outstanding during the year	(in number) Lakhs	3422.62
Nominal value per share	₹	10.00
Basic and diluted earnings/ (loss) per share	₹	0.21

N Related party transactions

(Fig. in ₹)

a) List of related parties

I Key Management Personnel

Designation	Name of Incumbent
Chairman and Director	Mr. Atindra Roychoudhury
Director	Mr. Dayanand Sadashiv Nanaware
Director	Mr. Krishna Ballabha Singh
Director	Mr Debdulal Adhikari (wef 11th July'2022)
Director	Mr. Gopal Sarma
Director	Mrs. Nalini Padmanabhan
Director	Mr.Rakesh Kaul (1st April'2022 to 30th June'2022)
Chief Executive Officer	Mr. Ajit Kumar Thakur
Chief Financial Officer	Mr. Pradeep Kumar Mohapatra
Company Secretary	Mr. Arpan Baid

II Associate Companies

NIL

b) Transactions with related parties

Name of Related Party	Nature of Transaction	Period ended 31st March 2023
(i) Services Received from:		
Indian Oil Corporation Ltd (IOCL)	Deputation of Employees	6,62,08,778.77
Oil and Natural Gas Corporation (ONGC)	Deputation of Employees	4,70,85,628.00
GAIL India Limited (GAIL)	Deputation of Employees	9,69,52,151.28
Oil India Limited (OIL)	Deputation of Employees	4,89,98,462.99

	Numaligarh Refinery Limited (NRL)	Deputation of Employees	5,75,21,814.74
(ii) Services Received from:			
	Numaligarh Refinery Limited (NRL)	Lease Rent of Corporate Office	2,17,42,497.00
(iii) Services Received from:			
	Mrs. Nalini Padmanabhan, Independent Director	Director Sitting Fees	3,30,000.00
	Mr. Arpan Baid	Remuneration to Company Secretary	15,11,652.00
(iv) Deemed Equity for Corporate Guarantee Fees:			
	Indian Oil Corporation Ltd (IOCL)	Corporate Guarantee	1,09,04,109.59
	Oil and Natural Gas Corporation (ONGC)	Corporate Guarantee	76,83,673.21
	GAIL India Limited (GAIL)	Corporate Guarantee	26,71,186.00
	Oil India Limited (OIL)	Corporate Guarantee	67,91,199.00
	Numaligarh Refinery Limited (NRL)	Corporate Guarantee	67,88,596.00
(v) Amounts Payable:			
	Indian Oil Corporation Ltd (IOCL)	Deputation of Employees	86,79,044.00
	Oil and Natural Gas Corporation (ONGC)	Deputation of Employees	28,92,445.00
	GAIL India Limited (GAIL)	Deputation of Employees	69,79,465.00
	Oil India Limited (OIL)	Deputation of Employees	1,45,34,940.00
	Numaligarh Refinery Limited (NRL)	Deputation of Employees	1,49,75,459.00
	Numaligarh Refinery Limited (NRL)	Lease Rent of Corporate Office	20,67,074.00
	Mr. Arpan Baid	Remuneration to Company Secretary	1,25,971.00

Terms and conditions of transactions with the related parties

Transactions with the related parties are made on normal commercial terms and conditions and at arm's length price.

Notes to the financial statements for the period ended 31st March 2023

(All amounts are in ₹Lakh, unless otherwise stated)

O Auditor's Remuneration

Particulars	For the period ended 31st March 2023 (in ₹Lakhs)
Statutory audit fee	1.77
Certification charges	-
Reimbursement of expenses	-
Others	-
Total (A)	1.77
Other services	-
Tax audit fee	-
Total (B)	-
Total (A + B)	1.77

P Amortisation

Viability Gap funding to the extent of 60% of cost of Right to Use (RoU) of land including permanent land is amortised over 30 years for laying pipeline and other depreciable assets are being amortised on quarterly basis .

Q The balance (In ₹) as on 31.03.2023 for the following MSMEs are as follows:

M/s Veekay Vikram & Co LLP **	60,14,570.20
M/s PLN Construction Ltd**	1,02,75,689.95
M/s Oval Projects Engineering Pvt. Ltd**	33,38,321.59
M/s Mastek Engineering Pvt. Ltd**	34,024.70

**However the outstanding balances are not more than 45 days

R Government Grant of ₹1528.50 crore have been received through TSA with RBI from the Ministry of Petroleum and Natural Gas during FY 2022-23, upto 31st March'23 as contribution of Viability Gap Funding for FY 2022-23. Total Government Grant received upto 31st March'23 amounts to ₹2574.18 Crore(including interest of ₹15.68 crore)

S Corporate Guarantee of ₹2594 Crore has been issued by five promoter companies (Individual Share of ₹518.80 Crore) which has been submitted to OADB against the sanction of Term Loan of ₹2594 Crore, without any fees and without any difference in interest rate with corporate guarantee or without corporate guarantee.



The promoter companies have recognised the corporate guarantee fees on account of corporate guarantee provided to OADB for extending term loan facility to IGGL. Guarantee fees have been waived by respective promoters for IGGL. However they have considered the fair value of notional fees and recognised it in their books of account in line with IND AS 109 for a total sum of ₹348.39 lakhs during the current year (refer to related party transaction as per Para No. N(b) above). IGGL has made mirror entries in its books of account as per the advice of promoters.

- T** During the year ended 31st March'23, ₹200 Crore of OADB loan was prepaid . Balance outstanding of OADB loan as on 31st March'23 is ₹100 Crore.
- U** S4 HANA has been successfully implemented in IGGL with effect from 01.09.2022 for FI,MM,PS and HR module.SD module is under implementation stage
- V** IGGL has also implemented TSA and PFMS for accounting and management of VGF as per the direction of MOPNG.
- W** As per the advice of CAG, the salary of CEO & CFO are being charged to Revenue w.e.f Q2 2022-23

Notes to the financial statements for the year ended 31st March 2023

X. Accounting Policies

X.1 Corporate Information/ Company overview

Indradhanush Gas Grid Limited ("IGGL" or "the company") is a limited company domiciled in India and was incorporated on August 10, 2018. IGGL is a Joint Venture Company of five PSUs i.e. Indian Oil Corporation Limited (IOCL), Oil and Natural Gas Corporation (ONGC), Gail India Limited (GAIL), Oil India Limited (OIL) and Numaligarh Refinery Limited (NRL). These companies are having equal equity of 20% each in IGGL. The registered office of the Company is located at 122A, G.S. Road, Christian Basti, Guwahati, Assam. The company has been incorporated to create infrastructure of Gas pipelines in North-East India, thereby creating a Gas Grid, for easy transmission of Gas from Gas Fields to the consumers.

Y. Application of new Indian Accounting Standards

Y.1 All the Indian Accounting Standards issued under section 133 of the Companies Act, 2013 and notified by the Ministry of Corporate Affairs (MCA) under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) till the financial statements are authorized have been considered in preparation of these Financial Statements.

Y.2 Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements.

Y.3 Basis of preparation

(i) Compliance with Ind AS

These financial statements have been prepared in accordance with the Indian Accounting standards (Ind AS) notified under section 133 of the Companies Act, 2013 ('the Act') [Companies (Indian Accounting Standards) Rules, 2015, as amended by notification dated March 31, 2016] and other relevant provisions of the Act.

The financial statements are presented in Indian Rupees (₹) and all amounts disclosed in the financial statements and notes have been rounded off upto two decimal points to the nearest lakhs (as per the requirement of Schedule III), unless otherwise stated.

(ii) Operating Cycle

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III (Division II) to the Companies Act, 2013. As the operating cycle cannot be identified in normal course due to special nature of industry, the Company has ascertained its operating cycle as twelve months for the purpose of current and noncurrent classification of assets and liabilities.

(iii) Historical Cost Convention

The Financial statements have been prepared on a going concern on accrual basis of accounting. The company has adopted historical cost basis for assets and liabilities, except for the Certain financial assets and liabilities (including derivative instruments) which are measured at fair value/ amortized cost.

Y.4 Property, Plant & Equipment

- (i) Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Land and buildings held for use in the production or supply of goods or services, or for administrative purposes, are stated in the Balance Sheet at cost less accumulated depreciation and impairment losses, if any. Freehold land and land under perpetual lease are not depreciated.

Property, plant and equipment are stated at their original cost net of eligible tax credit availed. The cost of PPE comprises of its purchase price, freight and directly attributable costs and any incidental expenses relating to acquisition, installation, construction and decommissioning costs as the case may be. These costs are capitalized until the asset is ready for intended use and includes borrowing cost capitalized in accordance with the Company's accounting policy.

- (ii) In the case of commissioned assets where final payment to the contractors is pending, capitalization is made on an estimated basis pending receipt of final bills from the contractors and subject to adjustment in cost and depreciation in the year of final settlement.
- (iii) The carrying amount of assets, including those assets that are not yet available for use, are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, recoverable amount of asset is determined. An impairment loss is recognized in the statement of profit and loss whenever the carrying amount of an asset exceeds its recoverable amount. An impairment loss is reversed only to the extent that the carrying amount of asset does not exceed the net book value that would have been determined if no impairment loss had been recognized
- (iv) Stores & Spares which meet the definition of property, plant and equipment (whether as component or otherwise) and satisfy the recognition criteria, are capitalized as property, plant and equipment. All other repair and maintenance costs are recognized in the statement of profit and loss as and when incurred.

Depreciation/Amortization

Depreciation on Tangible PPE (including enabling assets) is provided in accordance with the manner and useful life as specified in Schedule II of the Companies Act, 2013. The depreciation has thus been provided on straight line method (SLM) on pro-rata basis over the useful lives of such assets.

The property, plant and equipment acquired under finance leases and other leasehold improvements are depreciated over the assets' useful life or over the shorter of the assets' useful life and the lease term if there is no reasonable certainty that the Company will obtain ownership at the end of the lease term.

The asset's useful lives and methods of depreciation are reviewed at the end of each reporting period and adjusted prospectively, if appropriate.

Y.5 Intangible Assets

Intangible assets like Right of Use (RoU), Software, Licenses which are expected to provide future enduring economic benefits are capitalized as Intangible Assets and are stated at their cost of acquisition less accumulated amortization and any accumulated impairment loss.

Intangible assets with finite lives are amortized over the useful life on a straight line basis and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the

expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the statement of profit and loss unless such expenditure forms part of carrying value of another asset. Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit or loss when the asset is derecognized.

Amortization

Intangible assets comprising software and licenses are amortized on Straight Line Method (SLM) over the useful life from the date of capitalization which is considered not exceeding five years.

Right of Use (RoU) having definite life are amortised over the useful life from the date of capitalization. Right of use (ROU) having indefinite life (for which there is no foreseeable limit to the period over which they are expected to generate net cash flows given the fact that these rights can be used even after the life of respective pipelines) are not amortized, but are tested for impairment annually.

After impairment of assets, if any, amortization is provided on the revised carrying amount of the assets over its remaining useful life.

Y.6 Capital Work in Progress

- a) The capital work in progress includes Construction Stores including Material in Transit/ Equipment / Services, etc. received at site for use in the projects.
- b) Crop compensation is accounted for under Capital Work-in- Progress on the basis of actual payments/estimated liability, as and when work commences where ROU is acquired.
- c) Expenditure incurred during the period of construction exclusively attributable to projects including all direct and indirect expenses, incidental and related to construction, is carried forward and on completion, the costs are allocated and capitalised, on a systematic basis, to the respective property, plant and equipment. Capital work-in-progress includes capital inventory.
- d) All such expenses which are incurred during construction period until the assets is ready for intended use, which are exclusively attributable to acquisition / construction of the asset, are capitalized at the time of commissioning of such assets.
- e) The capital stores is valued at weighted average cost or net realizable value whichever is lower.

Y.7 Impairment of non-financial assets

The Carrying amount of cash generating unit are reviewed at each reporting date. In case there is any indication of impairment based on Internal / External factors, impairment loss is recognized wherever the carrying amount of asset exceeds its recoverable amount.

Y.8 Foreign currency translations

(i) Functional and presentation currency

The Company's financial statements are presented in ₹(Indian Rupees), which is also the Company's functional currency.

(ii) Transactions and balances

Initial recognition

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Subsequent recognition

As at the reporting date, foreign currency monetary items are translated using the closing rate and non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the initial transaction and those which are measured at fair value are translated using the exchange rate at the date on which such fair value is determined.

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

Y.9 Borrowing Cost

Borrowing cost of the funds specifically borrowed for the purpose of obtaining qualifying assets and eligible for capitalization along with the cost of the assets, is capitalized up to the date when the asset is ready for its intended use after netting off any income earned on temporary investment of such funds. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognized as expense in the year of incurrence.

Y.10 Government Grants

Government grants, including non-monetary grants at fair value, are not recognised until there is reasonable assurance that the Company will comply with the conditions attached to them and that the grants will be received. Government grants, whose primary condition is that the Company should purchase, construct or otherwise acquire non-current assets and nonmonetary grants are recognised and disclosed as 'deferred income' under non-current liability in the Balance Sheet and transferred to the Statement of Profit and Loss on a systematic and rational basis over the useful lives of the related assets.

Y.11 Revenue Recognition

Revenues are recognized when the Company satisfies the performance obligation by transferring a promised product or service to a customer. A product is transferred when the customer obtains control of that product which is at the point of transfer of possession to customers where usually the title is passed, provided that the contract price is fixed or determinable and collectability of the receivable is reasonably assured.

Revenue is measured at the transaction price of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, GST and sales tax / VAT etc. Any retrospective revision in prices is accounted for in the year of such revision.

Revenue from rendering of services is recognized when agreed performance obligation has been fulfilled.

Interest income and expenses are reported on an accrual basis using the effective interest method.

Y.12 Employee Benefits

All employees of the company are arranged on deputation from Parent companies on fixed term basis. Claims raised by the parent companies in respect of such employees deputed to the company is considered as an employee benefit. No Short Term/ Long Term Employment obligations other than those payable to the parent companies are envisaged and hence not been considered.

Y.13 Taxes on Income

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in equity. In which case, the tax is also recognized in Other Comprehensive Income or Equity.

i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date.

ii) Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

Deferred Tax Asset is recognized when it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary difference can be utilized.

Y.14 Provisions, Contingent Liabilities, Contingent Assets & Capital Commitments

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.

If the effect of the time value of money is material, provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognized as a finance cost.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are not recognized but are disclosed in the notes unless the outflow of resources is considered to be remote. Contingent assets are neither recognized nor disclosed in the financial statements.

Estimated amount of contracts remaining to be executed on capital accounts are disclosed each case above 5 lacs.

Y.15 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

A. Company as a lessee (Assets taken on lease)

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

a) Lease liabilities

At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating a lease, if the lease term reflects the Company exercising the option to terminate.

b) Determination of discount rate as a lessee:

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease

c) Right-of-use assets

The Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognized right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset

d) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases of Property, Plant and Equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term or another systematic basis if that basis is more representative of the pattern of the lessee's benefit.

B. Company as lessor (assets given on lease)

When the company acts as lessor, it determines at the lease commencement whether lease is finance lease or operating lease.

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a straight-line basis over the term of the relevant lease except where another systematic basis is more representative of the time pattern of the benefit derived from the asset given on lease.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables and finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

Y.16 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM).

Presently the company has only one operating and reporting segment.

The operating segment's results are reviewed regularly by the committee consisting of Company's **Chief Executive Officer and Chief Financial Officer** who been identified as the CODM, to assess the financial performance and position of the Company and makes strategic decisions.

Y.17 Liquidated damages

Amount recovered towards Liquidated Damages are adjusted/appropriated as and when the matter is settled.

Y.18 Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash on hand, amount at banks and other short-term deposits with an original maturity of three months or less that are readily convertible to known amount of cash and, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the company's cash management.

Y.19 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before 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.

Y.20 Earnings Per Share (EPS)

(i) Basic earnings per share

Basic earnings per share is calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year.

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the weighted average number of additional equity shares that would

have been outstanding assuming the conversion of all dilutive potential instruments into equity shares.

Y.21 Fair Value Measurement

The Company measures financial instruments including derivatives and specific investments (other than subsidiary, joint venture and associates), at fair value at each balance sheet date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized 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:

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

For assets and liabilities that are recognized in the balance sheet on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. 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.

Y.22 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.

A. Financial Assets

(i) Classification

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

(ii) Initial recognition and measurement

Financial assets are recognized when Company becomes a party to the contractual provisions of the instruments.

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the financial assets on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are recognized immediately in the Statement of Profit and Loss.

(iii) Subsequent measurement

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

(a) Financial assets carried at amortized cost

A financial asset other than derivatives and specific investments, is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(b) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset comprising specific investment is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company has made an irrevocable election for its investments which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model.

(c) Financial assets at fair value through Statement of Profit and Loss (FVTPL)

A financial asset comprising derivatives which is not classified in any of the above categories are subsequently fair valued through profit or loss.

(iv) Derecognition

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

B. Financial Liabilities

(i) Classification

The Company classifies all financial liabilities as subsequently measured at amortized cost, except for financial liabilities at fair value through Statement of Profit and Loss. Such liabilities, including derivatives shall be subsequently measured at fair value.

(ii) Initial recognition and measurement

Financial Liabilities are recognised when Company becomes a party to the contractual provisions of the instruments.

Financial Liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial Liabilities (other than financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial liabilities on initial recognition. Transaction costs directly attributable to the acquisition of financial liabilities at fair value through profit or loss are recognized immediately in the Statement of Profit and Loss.

(iii) Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

(a) Financial liabilities at amortized cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in Statement of 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 costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

(b) Financial liabilities at fair value through Statement of Profit and Loss

Financial liabilities at fair value through Statement of Profit and Loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through Statement of Profit and Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category comprises derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

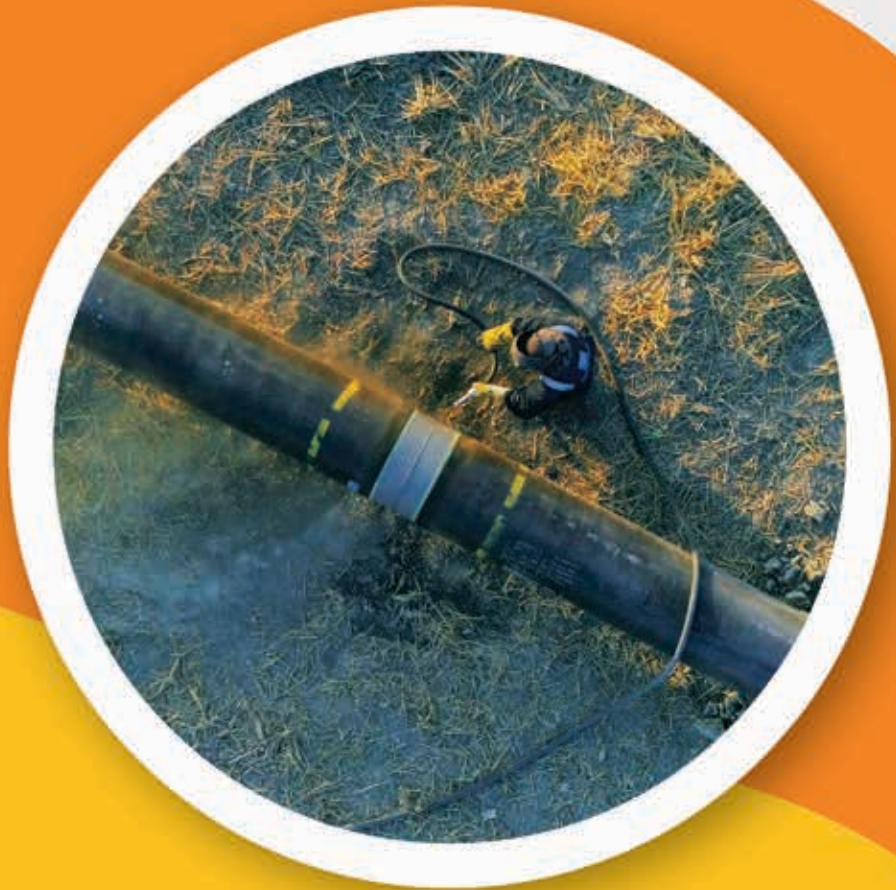
Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

(iv) Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

C. Offsetting of financial instruments

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



COMMENTS OF
C&AG



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

The preparation of financial statements of Indradhanush Gas Grid Limited for the year ended 31 March 2023 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 these financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them Revised Audit Report dated 13 July 2023 which supersedes their earlier Audit Report dated 26 April 2023.

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

In view of the revision(s) made in the statutory auditor's report, to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to the statutory auditors' report under section 143(6)(b) of the Act.

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

**Sd/-
(Atul Prakash)**

Principal Director of Audit (Mines)
Kolkata

Place: Kolkata
Date: 14.07.2023





INDRADHANUSH GAS GRID LIMITED