



Growing responsibly

Working towards a greener tomorrow

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To know more about the company log on to www.mngl.in

Forward-looking statements

Some information in this report may contain forward-looking statements which include statements regarding Company's expected financial position and results of operations, business plans and prospects etc. and are generally identified by forward-looking words such as "believe," "plan," "anticipate," "continue," "estimate," "expect," "may," "will" or other similar words. Forward-looking statements are dependent on assumptions or basis underlying such statements. We have chosen these assumptions or basis in good faith, and we believe that they are reasonable in all material respects. However, we caution that actual results, performances or achievements could differ materially from those expressed or implied in such forward-looking statements. We undertake no obligation to update or revise any forward-looking statement, whether as a result of new information, future events, or otherwise.





About MNGL

Maharashtra Natural Gas Limited is a joint venture company that is promoted by two Maharatna PSUs, Bharat Petroleum Corporation Ltd. (BPCL) and Gas Authority of India Limited (GAIL), along with the Maharashtra government through MIDC and Indraprastha Gas Ltd (IGL), Delhi, as equity partners.

We established in January 2006 to carry out the City Gas Distribution Project in Pune and Pimpri-Chinchwad area for the supply of Piped Natural Gas (PNG) to Domestic, Commercial, and Industrial users as well as Compressed Natural Gas (CNG) to Automobiles.



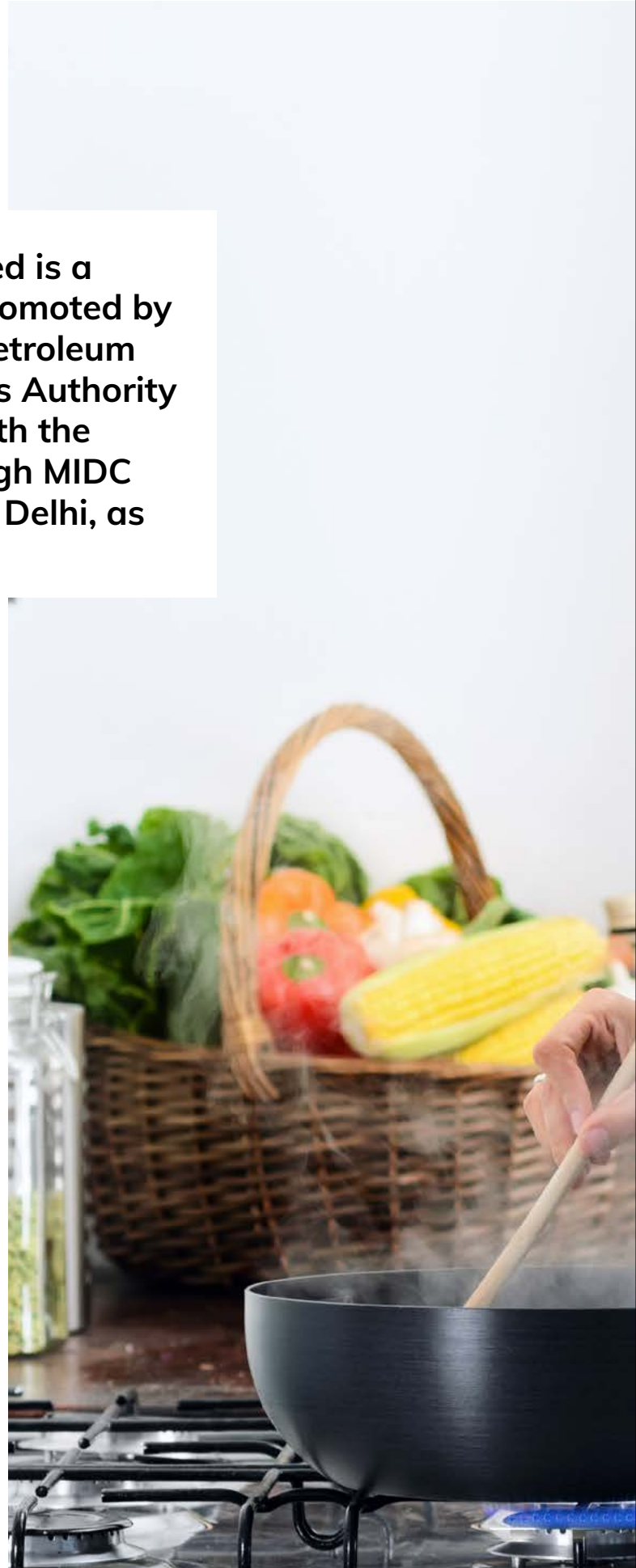
OUR MISSION

MNGL aims to become fastest growing City Gas Distribution Company in India with continuous improvement in all facets of work.



OUR OBJECTIVE

- To provide clean, environment friendly green fuel as an alternative to the conventional auto fuels like Petrol and Diesel
- To provide safe, convenient and reliable piped natural gas to its customers in the domestic, commercial and industrial sectors





YEAR AT A GLANCE

202

CNG Stations



3,23,727

CNG Vehicles



22,26,000 kg per day

Gas compression capacity



6,90,158

PNG Domestic connections



450

PNG Commercial Customers



306

PNG Industrial Customers



498 Kms

Steel Pipeline



2,268 Kms

MDPE Pipeline



20 Million

Accident Free Man Hours





Chairman Message



“

MNGL integrates its business goals with a planned community support agenda. Through our CSR initiatives focusing on education, empowerment, skills development, rural development, healthcare, we strive for positive contribution to the society.

”

Dear Shareholders,

Let me first convey my good wishes and greetings to all of you on my behalf and behalf of Team-MNGL.

The financial year 2022-23 was another successful year for your Company. This is despite the challenges of high and volatile natural gas prices due to geo-political developments which had impacted the Indian City Gas Distribution (CGD) sector. Despite high input cost of gas, your Company took timely measures and achieved record sales volume and profitability during the FY 2022-23.

Over the years, MNGL has been establishing itself as an inventive CGD Company in India, ready to take newer steps for providing reliable and affordable CNG and PNG services to its customers, with the overall aim of contributing to a cleaner environment and improved quality of life.

The FY 2022-23 was a year of newer achievements for your Company as this year the company clocked its highest sales of 1.24 MMSCM per day i.e., 28% growth over the previous year, which is a remarkable growth for any CGD entity in the country. In its Nashik Geographical Area (GA), the company crossed the sale milestone of Hundred Thousand SCMD based

on its state-of-the-art LNG/LCNG facilities commissioned at Pathardi, Nashik, which is the highest for any CGD entity in India. Along with this, MNGL is also the 1st CGD entity in India to successfully conduct trial of CNG “Ultra-Fast Filling System” for LCV filling in its Pune GA. Further, MNGL is one of the 1st CGD entities to start sales from its new GA that was secured under PNGRB’s 11th CNG bidding round, as CNG sales commenced in its Nanded GA in January, 2023.

Your Company has achieved the highest ever turnover of Rs.2,700 Crores as against Rs.1,386 Cr. in the FY 2021-22 registering a stupendous growth of 95% over the last year and Profit After Tax (PAT) of Rs.421 Crores as against Rs.333 Cr. in the FY 2021-22 registering considerable growth of 27% over previous year. For the Financial year 2022-23, I am happy to announce that your company has declared the highest ever dividend of 120 % (i.e. Rs.12 per Share having face value of Rs. 10/- each).

Shareholders shall be proud to know that this is the Ninth successive year for getting “NIL” report from the Comptroller & Auditor General of India which is a reflection of the accounting standards devoutly complied by your Company.

During FY 2022-23, the business of CNG has grown substantially. MNGL has achieved its new height in strengthening its CNG distribution infrastructure by escalating the number of CNG stations to 202 Nos. (includes 110 in Pune and Pimpri Chinchwad including adjoining areas of Hinjewadi, Chakan & Talegaon, 60 in Nashik District, 09 in Sindhudurg district, 12 in Ramanagara district, 7 in Nanded district & 4 in Kamareddy, Nizamabad district) as against 167 Nos. CNG stations till previous year with a YoY growth of around 21% by end of FY 2022-23. This led to total compression capacity of more than 22 lacs kg per day. Your company has achieved more than 1.51 lakh no. of additional domestic PNG connections during the FY 2022-23 thereby reaching total cumulative PNG domestic connections to more than 6.90 Lakhs which shows almost around 30% growth over the previous year. The Commercial customers of your company have increased from 433 during FY 2021-22 to 450 in F.Y. 2022-23 and the Industrial customers have increased from 270 in the previous FY 2021-22 to 306 in the FY 2022-23. Along with this, your company also increased its infrastructure of Steel pipeline to 498 KM and PE Pipeline to 20,268 KM till the end of FY 2022-23.

Government of India has taken a number of steps to promote gas-based economy. Government aims to increase the share of natural gas in energy mix from 6.7% to 15% by 2030. During this FY, Government of India considered the recommendations of Kirit Parekh Committee on domestic gas pricing with an aim to bring stability in input cost of gas for the CNG and DPNG segments. PNGRB also has been taking measures to further advance the CGD sector. After the conclusion of 11th CGD bidding round, PNGRB has authorized around 302 GAs for development of CGD Network in the country which shall potentially cover 98% population and 88% geographical area of the country. Thus, CGD Sector is gaining momentum and is becoming a fast-growing industry. Your Company is fully equipped to seize the opportunities for its future growth.

MNGL is fully committed to maintain high standards of Health, Safety & Environment (HSE) performance. Regular HSE reviews are being done at all GAs and at new project sites to ensure proper safety management. Overall safety performance of the company is being maintained despite increasing assets, charged areas, and upcoming operations in new GAs. Due to increased trainings and meticulous adherence to safety measures, your company was able to record 21.91 million-man hours of incident free operations during the year under review. Company has won prestigious Greentech foundation award 2023 for innovative Safety practices.

Your Company’s success is strongly pivoted to the strength and team work of its manpower. Your company is focusing on continuous learning and overall development of its manpower. We continue to be focused on improving HR procedures and processes, so as to improve employee satisfaction through active participation and engagement. At MNGL, several events were held during the year like Independence Day, Ganesh Festival, Navratri-Dandiya, Christmas, MNGL Foundation Day, Women’s Day and Festival of Holi etc.,

MNGL integrates its business goals with a planned community support agenda. Through our CSR initiatives focusing on education, empowerment, skills development, rural development, healthcare, we strive for positive contribution to the society. In the FY 2022-23 MNGL has supported CSR projects mainly in the areas of Education, Health, Women Empowerment & Environmental Sustainability.

With all this, before I conclude, I would like to place on record my sincere thanks to all our leadership personnel, employees, business partners, customers, vendors, bankers and all other stakeholders, for their continued support, unmatched dedication and unwavering loyalty towards the company.

On behalf of the Board of Directors, I express sincere thanks to the Government of India, State Governments of Maharashtra, Karnataka and Telangana, Petroleum and Natural Gas Regulatory Board, all the other departments/authorities of the Central and State Governments, all the authorities and agencies of PMC, PCMC Cantonment Boards, our valued customers and all stakeholders in the CGD value chain for their support to the Company. I would also like to place on record my heartfelt gratitude to the Ministry of Petroleum & Natural Gas for their invaluable guidance and constant support. I would like to thank each and every employee of MNGL for their hard work and dedication.

In addition, I wish to thank all the Board Members along with Shri Deepak Gupta, Shri Deepak Sawant, Shri Sanjay Kumar and Shri Priyotosh Sharma for their guidance and valuable contribution during their tenure as Board Members.

Finally, I would like to thank each and every shareowner for the confidence and trust reposed in us. With your continued support and blessings, we would continue our journey of sustainable growth and value creation for all the stakeholders of the Company.

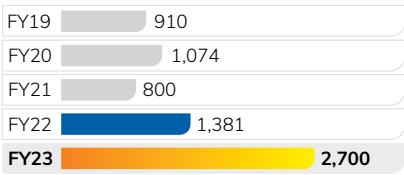
Warm regards,
Anilkumar P
 Chairman



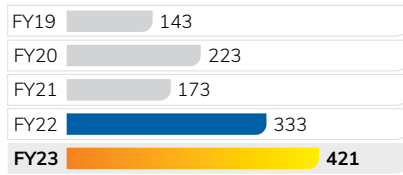
Our performance at a glance

FINANCIAL PERFORMANCE

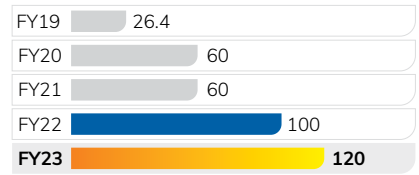
Turnover (₹ in Crore)



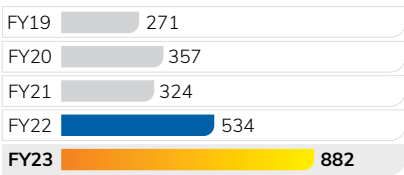
PAT (₹ in Crore)



Dividend (%)

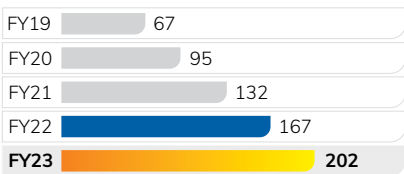


EBITDA (₹ in Crore)

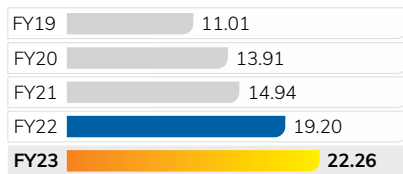


OPERATIONAL PERFORMANCE

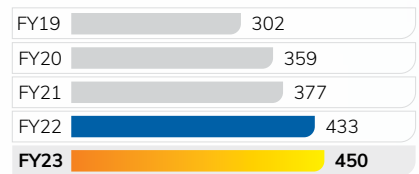
CNG Stations



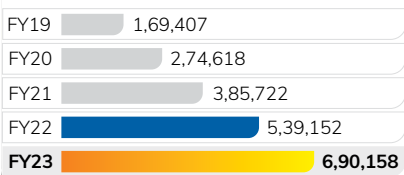
Compression Capacity (Lakhs Kg/day)



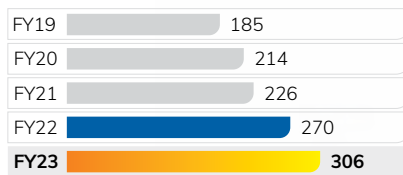
PNG: Commercial Connections (Nos.)



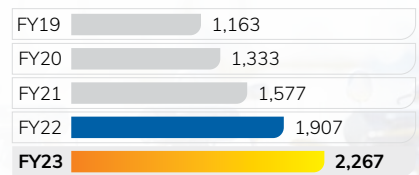
PNG: Domestic Connections (Nos.)



PNG: Industrial Connections (Nos.)



MDPE (Kms)



Highlights of the FY 2022-23

- Achieved sales of 1.24 MMSCM per day (28% growth over previous year) which is a remarkable achievement for any CGD entity
- Commenced CBG supply under CGD Synchronization scheme in Pune GA. CBG is being sourced from M/s Noble Exchange.
- Selling around 1.0 Lac SCMD of natural gas from state-of-the-art LNG/LCNG facilities commissioned at Pathardi, Nashik - highest in India for any CGD entity
- First CGD entity in India to successfully conduct trial of CNG "Ultra-Fast Filling System" for LCV filling in Pune GA. 20% improvement in filling time observed
- Achieved 5 Million incident free Man hours during the fiscal - totaling to achievement of 20 Million incident free Man hours till date which reflects the importance of HSE practices in MNGL and its implementation
- Achieved a landmark of completing 200+ CNG stations in the fiscal year
- Successfully completed the financial closure of Nanded & Nizamabad Gas as per PNGRB Regulation within stipulated time of 270 days from the grant of authorization i.e. on 07.12.2022
- First CGD to start sales in the new GAs secured under 11th bidding round: CNG sales commenced in Nanded GA in Jan 23
- Highest ever CNG Sales (0.906 MMSCMD) recorded in Pune GA in the History of MNGL on 28.06.2023
- Highest ever sale till date was recorded at Ramanagara GA and crossed the milestone of 30,000 SCMD milestone



We won the '21st Annual Greentech Safety Award 2023' in 'Innovative Safety Practices'



Expanding our operations



COMMISSIONED CITY GATE STATION (CGS) AT BIDADI

We commissioned City Gate Station (CGS) for Ramanagara District at Bidadi on 12th July' 2023. This CGS set-up will help enhance the security of gas supply to our Compressed Natural Gas (CNG) and Piped Natural Gas (PNG) consumers in Ramanagara District.

COMMISSIONED 1st DAUGHTER BOOSTER STATION (DBS) AT NANDED GA

We commissioned our **first Daughter Booster Station** M/s Sindhutai Pawade Petroleum (BPCL RO) at Wadi (Bk), Nanded in GA of Buldana, Nanded & Parbhani District on 12th Jan'2023. The Nanded GA has been authorised by PNGRB on 15th March'2022 and in just '303 days', we installed first CNG station in Nanded district.





COMMISSIONING OF 'FIRST CNG STATION' IN KAMAREDDY

We commissioned our first Daughter Booster Station M/s Rani Jhalkari Fuel Station (BPCL RO) in Kamareddy district, Telangana on 29th March'2023. The GA of Nizamabad, Adilabad, Nirmal, Mancherla, Kumuram Bheem Asifabad and Kamareddy Districts has been authorized by PNGRB to MNGL on 15th March'2022 and within a span of just one year's time, we installed our first CNG station in Kamareddy district.



We charged our first 'DE-COMPRESSION SKID (DCS)' in new GAs at Kudal in Sindhudurg District on 20th December 2022.

- DCS was commissioned in record time of 30 days including all Government approvals and construction
- Commissioned within 40 days from the date of registration of Land parcel

Expanding our operations contd...



WE ALSO COMMENCED PNG SUPPLY TO FIRST DOMESTIC CUSTOMER AT LAXMIWADI, KUDAL, SINDHUDURG GA ON 20TH DECEMBER 2022.



Board of Directors



Shri Anilkumar P
Chairman



Shri Kumar Shanker
Managing Director



Shri Sanjay Sharma
Director (Commercial)



Shri H. K. Srivastava
Nominee Director



Shri K. K. Chatiwal
Nominee Director



Shri Pawan Kumar
Nominee Director



Smt. Bageshree Manthalkar
Independent Director



Corporate Information

BOARD OF DIRECTORS

Shri Anil Kumar P
Shri Kumar Shanker
Shri Sanjay Sharma
Shri H. K. Srivastava
Shri K. K. Chatiwal
Shri Pawan Kumar
Smt. Bageshree Manthalkar

BANKERS

Bank of Baroda
Punjab National Bank
State Bank of India
HDFC Bank
Axis Bank
ICICI Bank
IndusInd Bank

STATUTORY AUDITORS

M/s SUNSVG & Associates

Chartered Accountants
C-18, Yashashree apartment,
Opp. to Nirmal Samruddhi,
Surbhi Mangal karyalaya Lane,
Taware colony, Satara Road,
Pune 411 009

COST AUDITORS

M/s Dhananjay V. Joshi & Associates,

Cost Accountants
"CMA Pride", Ground Floor, Plot No.6,
S. No. 16/6, Erandawana Co.
Op. Hsg. Soc.,
Erandawana, Pune 411 004.

SECRETARIAL AUDITOR

M/s CS Rachana R. Kolte, PCS

C-403, Kapil Akhila,
Pan Card Club Road,
Baner, Pune - 411 045

SHARE TRANSFER AGENT

UTI Infrastructure Technology and
Services Ltd.
Plot No.3, Sector 11, CBD Belapur,
Navi Mumbai - 400614

CHEIF FINANCIAL OFFICER

Shri. Sarathy M. K.

COMPANY SECRETARY

Ms. Shreya Prabhudesai

REGISTERED OFFICE

Plot No. 27, Narveer Tanajiwadi,
PMT Bus Depot Commercial Bldg.,
1st Floor, Shivaji Nagar,
Pune- 411005

CORPORATE OFFICE

2nd, 3rd & 4th floor
Pride Purple Cornet,
Baner Road, Baner, Pune – 411045

NOTICE

Maharashtra Natural Gas Limited (A Joint Venture of GAIL and BPCL)

Registered Office: Plot No. 27, 'A' Block, 1st Floor, PMPML Commercial Building,
near P.M.T. Bus Depot, Narveer Tanajiwadi, Shivaji Nagar, Pune-411005

CIN: U11102PN2006PLC021839 **Website:** www.mngl.in **E-mail:** shreya.prabhudesai@mngl.in

Phone: 020- 25611000 **Fax:** 020- 25511522

The shareholders of Maharashtra Natural Gas Limited are hereby given notice to attend the 17th Annual General Meeting to be held on Friday, 29th September, 2023 at 2.00 P.M. at Corporate Office 4th Floor, Pride Purple Cornet, Baner Road, Baner, Pune – 411045 through VC to transact the following business:

ORDINARY BUSINESS:

- To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2023 and the Director's Report, Independent Auditor's Report and the comments thereon of the Comptroller & Auditor General of India and to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT Audited Financial Statements for the financial year ended 31st March, 2023, Directors' Report, Independent Auditor's Report and the comments thereon of the Comptroller & Auditor General of India be and are hereby received, considered and adopted."

- To declare final dividend @ 120% (Rs.12/-per equity share) on the paid-up equity share capital of the company (Rs.100 Crores) as on the date of declaration for the financial year ended 31st March, 2023 as recommended by the board and to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT approval of the shareholders be and is hereby accorded for payment of final dividend @ 120% (i.e. Rs.12/- per equity share) on the paid-up equity share capital of the Company as on the date of declaration for the financial year ended on 31st March, 2023 as recommended by the Board."

- To appoint a Director in place of Shri Pawan Kumar, who retires by rotation, and being eligible, offers himself for re-appointment and to pass the following as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to provisions of Section 152 of the Companies Act 2013 and Article 122 of the Company, Shri Pawan Kumar, Director (DIN: 09419599), who retires by rotation and being eligible offers himself

for re-appointment, be and is hereby re- appointed as the Director of the company liable to retire by rotation."

- To authorize Board of Directors to fix the remuneration to the Statutory Auditors of the company appointed by Comptroller and Auditor General of India (CAG) in terms of Section 142 of the Companies Act, 2013 and to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the requirement of section 142 and other applicable provisions of Companies Act, 2013, the Board of Directors of the Company be and are hereby authorized to decide and fix the remuneration of the Statutory Auditors of the company as appointed by the Comptroller and Auditor General of India for the F.Y. 2023-24."

SPECIAL BUSINESS:

To Consider and if thought fit, to pass with or without modification(s), the following Resolutions as Ordinary Resolutions:

- Ratification of payment of Remuneration to Cost Auditor for the F.Y. 2022-23.**

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any Statutory modification(s) or re-enactment, thereof, for the time being in force), the remuneration payable to the cost auditor(s) M/s. Dhananjay V. Joshi & Associates, Pune, by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the F.Y. 2022-23 amounting to Rs.3,56,950/- including applicable taxes, be and is hereby ratified & confirmed."

- To appoint Shri Kumar Shanker as Managing Director on the Board of MNGL**

"RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration



of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and as per the Articles of Association of the company, approval of the members be and is hereby accorded to the appointment of Shri Kumar Shanker (DIN: 09533240), as Managing Director of the Company on whole-time basis with effect from 21st February, 2023, on the terms and conditions including remuneration forwarded by GAIL (India) Limited vide office order no. 22/02/53/4570/2023 dated 21st February, 2023 with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and/or remuneration as it may consider necessary and as may be agreed by Shri Kumar Shanker/ GAIL;

RESOLVED FURTHER THAT Company shall provide facilities to Shri Kumar Shanker approved by the Board for his smooth functioning as Managing Director, and reimburse such expenses are incurred by him in carrying out the responsibilities of Managing Director.

RESOLVED FURTHER THAT Shri Kumar Shanker shall not be liable to retire by rotation nor shall be reckoned for determining the number of Directors liable to retire by rotation, till the time he holds the office as Managing Director of the Company."

7. To appoint Shri K. K. Chatiwal as Nominee Director from IGL on the Board of MNGI

"RESOLVED THAT Shri K.K. Chatiwal (DIN: 08234672) who was appointed as an Additional Director of the Company by Board of Directors w.e.f 19th June, 2023 and who hold office until the date of Annual General Meeting in terms of section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 signifying his candidature for the office of Director, be and is hereby appointed as a Nominee Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation."

8. To appoint Shri H. K. Srivastava as Nominee Director from GAIL on the Board of MNGI

"RESOLVED THAT Shri H. K. Srivastava (DIN: 07855541) who was appointed as an Additional Director by the Board of Directors w.e.f. 5th May, 2023 and who hold office until the date of Annual General Meeting in terms of section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 signifying his candidature for the office of Director, be and is hereby appointed as a Nominee Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation."

**By the order of Board of Directors
For Maharashtra Natural Gas Limited**

Date: 08.09.2023
Place: Pune

**Sd/-
(Shreya Prabhudesai)
Company Secretary**

Notes:

1. The explanatory statement pursuant to section 102 of the Companies Act, 2013 is annexed hereto.
2. In compliance with the aforesaid MCA Circular, Notice of AGM along with the Annual Report for the financial year 2022-23 is being sent through electronic mode to those Members whose e-mail addresses are registered with the Company. The Annual Report of the Company, circulated to the Members of the Company, will also be made available on the Company's website www.mngl.in
3. The attendance of the Members attending the AGM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
4. The Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 setting out the material facts in respect of special business is annexed herewith. The relevant details, pursuant to Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking appointment/re-appointment at this Annual General Meeting ("AGM") are also annexed.
5. Institutional / Corporate Members intending their authorized representative(s) to attend the Meeting on their behalf are requested to send a certified copy of the Board Resolution to the Company Secretary by e-mail through its registered e-mail address at shreya.prabhudesai@mngl.in
6. The Register of Members and the Share Transfer Books of the Company will be closed from Friday, 22nd September, 2023 to Friday, 29th September, 2023 (both days inclusive) to determine the entitlement of the Final Dividend @ 120% (Rs.12/- per equity share) if so, approved by the members of the company at the aforesaid AGM. Final dividend, after declaration at the AGM, will be paid within 30 days of the AGM to those eligible members whose name(s) appear:-
 - i. As member(s) holding shares in **physical mode**, in the Register of Members of the Company after giving effect to all valid and complete transfers, lodged with R&TA/ Company on or **before 22nd September, 2023; or**
 - ii. As Beneficial Owner(s) holding shares in **electronic mode**, details as furnished by the National Security Depository Limited (NSDL) and Central Securities Depository Limited (CDSL) for the said purpose.
7. The Ministry of Corporate Affairs has notified provisions relating to unpaid / unclaimed dividend under Sections 124 and 125 of the Companies Act, 2013 and Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016. As per these Rules, dividends which are not encashed / claimed by the shareholders for a period of seven consecutive years shall be transferred to the Investor Education and Protection Fund (IEPF) Authority. The shares in respect of such unclaimed dividends are also liable to be transferred to the Demat account of IEPF Authority.

Hence, the Company urges to all the shareholders to encash / claim their respective dividend during the prescribed period. Members may correspond with the RTA /Company to claim dividends, which remain unclaimed.
8. Pursuant to Finance Act, 2020, dividend income will be taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments thereof. The shareholders are requested to update their PAN with the Company/ RTA (in case of shares held in physical mode) and depositories (in case of shares held in demat mode).

A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by email to RTA. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%. Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending an email to RTA.
9. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection during the AGM. Members may send their request for inspection by sending an email to shreya.prabhudesai@mngl.in.
10. Members desirous of seeking/ obtaining any information / clarifications concerning the accounts and operations of the Company or intending to raise any query are



requested to write to the Company at least 10 days before the date of meeting mentioning their name demat account number/folio number, email id, mobile number at sarathy.mk@mngl.in / mayuresh.ganu@mngl.in and mark cc to shreya.prabhudesai@mngl.in The same will be replied by the Company suitably. However, it is requested to raise the queries precisely and in short at the time of meeting to enable us to answer the same.

Important Communication to Members:

As per the provisions of the Companies Act, 2013 read with the Companies Management and Administration)

Rules, 2014, Company may give notice etc. through electronic mode i.e. by e-mail as a text or as an attachment to e-mail or as a notification providing electronic link. Your company shall hosted the notice on website of the company along with Annual Report at www.mngl.in

Members who have not yet registered their e-mail addresses or who want to change their e-mail addresses are requested to register or modify their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

Date: 08.09.2023

Place: Pune

Sd/-
(Shreya Prabhudesai)
Company Secretary

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO.4

As per section 142 of the Companies Act 2013, the remuneration payable to the Auditors shall be fixed in the General Meeting of the Company or in such manner as may be determined therein. Further, as per section 177 of Companies Act, 2013, Audit committee will recommend the appointment and fixation of remuneration of Statutory Auditors to the Board.

In exercise of the powers conferred by section 139 of the Companies Act 2013, the Comptroller and Auditor General of India (CAG) appoints Statutory Auditor (s) of the Company. Accordingly, the communication from CAG regarding appointment of Statutory Auditors for F.Y. 2023-24 is yet to be received and the same is to be noted by the Board thereafter. After the authorization by the members in the present AGM, Board of Directors shall fix the remuneration of Statutory Auditors on the recommendation of the Audit Committee. The remuneration is commensurate with the quantum of work required to be undertaken by the Statutory Auditors, amendment in prevailing Laws & Regulations and in line with audit fees of peer companies.

None of the Directors, Key Managerial Personnel and/ or their relatives, is/ are interested or concerned, financially or otherwise in the resolution, except as may be deemed to be concerned or interested in the proposed resolution to the extent of their shareholding in the Company, if any.

The Board of Directors of the Company recommends the Resolution(s) as set out in the accompanied Notice for approval of the shareholders.

ITEM NO.5

The Board on the recommendation of the Audit Committee, has approved the appointment of M/s. Dhananjay V. Joshi & Associates, Pune, Cost Accountants, as a Cost Auditor of the Company, selected through a competitive bidding, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2023 and fixed the remuneration of Rs.3,56,950 (Rupees Three lakhs Fifty Six Thousand Nine Hundred and Fifty only) including all taxes as per the guidelines issued by Institute of Cost Accountants of India, for the financial year ended on March 31, 2023, subject to the ratification of the Members at the Annual General Meeting.

Pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 the remuneration of Cost Auditor shall be recommended by the Audit Committee, approved by the Board of Directors and to be ratified subsequently by the members. Accordingly, it is proposed to obtain the consent of the members to ratify the remuneration to the Cost Auditors for the financial year ending March 31, 2023.

None of the Directors, Key Managerial Personnel and/ or their relatives, is/ are interested or concerned, financially or otherwise in the resolution, except as may be deemed to be concerned or interested in the proposed resolution to the extent of their shareholding in the Company, if any.

The Board of Directors of the Company recommends the Resolution(s) as set out in the accompanied Notice for approval of the shareholders.

ITEM NO.6

As per the terms of the Articles of Association of the Company Shri Kumar Shanker was nominated by GAIL (India) Limited (GAIL) as Managing Director of MNGL. Accordingly, the Board of Directors appointed Shri Kumar Shanker as Managing Director on the terms & conditions of appointment including remuneration forwarded by GAIL letter ref. no. 22/02/53/4570/2023 dated 21st February, 2023 on the Board of MNGL w.e.f. 23rd February, 2023 in its Board Meeting held on 23rd February, 2023.

The salary details of Shri Kumar Shanker shall be as under:

Pay Scale: 1,20,000/- 2,80,000/-

Particulars	(Rs.)
Basic Pay per month	2,33,490/-
Variable /DA (@ 37.2% w.e.f 01.01.2023 per month)	86,858.28/-
Perquisites & Allowances @ 35% of Basic Pay per month	81,721.50/-
Secondment Allowance per month	9,000/-
HRA @ 27% of Basic Pay per month	63,042.30/-

VARIABLE DA: VDA shown is subject to change every quarter. Annual increment @ 3% of Basic pay. On reaching the maximum of the pay scale, maximum 03 stagnation increments are admissible, one after every two years, provided the performance rating is "Good" or above.

HOUSING: availed HRA at present

COMPANY CAR & TELEPHONE: Necessary provision for telephone may be made by MNGL. Further, Shri Kumar Shanker is presently availing Conveyance Maintenance Expenses Reimbursement (CMER) @ RS.20,339/- per month for his own vehicle, which is subject to change every six months in the month of April and October.

OTHER BENEFITS OUTSIDE "CAFETERIA APPROACH": Shri Kumar Shanker is entitled to reimbursement of cost of Spectacles and Medical Reimbursement for self and Dependent Family members, Brief case, Newspaper reimbursement, Leave Encashment etc. as per GAIL Rules which will be borne by MNGL. In addition to above, he is entitled for incentive under Performance Related Pay (PRP) as per GAIL Rules.



PENSION AND SUPERANNUATION BENEFITS:

Superannuation benefits are extended to Shri Kumar Shanker within the ceiling of 30% of Basic Pay & VDA comprising of Provident Fund (PF), Gratuity, Post-retirement Medicle Scheme (ORMS) and Pension.

The overall remuneration payable every year to the Managing Director and the Whole-time Directors by way of salary, perquisites and allowances, incentive / bonus / performance linked incentive, remuneration based on net profits, etc., as the case may be, shall not exceed in the aggregate 1% (one percent) of the net profits of the Company as computed in the manner laid down in Section 198 of the Act or any statutory modification(s) or re-enactment(s) thereof.

Shri Kumar Shanker satisfies all the conditions set out in Part-I of Schedule V to the Act as also conditions set out under subsection (3) of Section 196 of the Act for being eligible for his appointment. He is not disqualified from being appointed as Managing Director in terms of Section 164 of the Act.

The above may be treated as a written memorandum setting out the terms of appointment of Shri Kumar Shanker under Section 190 of the Act.

Shri Kumar Shanker has attended all Board meetings as Managing Director held after his appointment as Managing Director in financial year 2022-23. His brief resume, the nature of his expertise in specific functional areas, names of companies in which he hold directorship, committee memberships/ chairmanships, his shareholding etc., are separately annexed hereto pursuant to the provisions of Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India.

Other than Shri Kumar Shanker and his relatives, none of the Directors, Key Managerial Personnel and/ or their relatives, is/ are interested or concerned, financially or otherwise in the resolution, except as may be deemed to be concerned or interested in the proposed resolution to the extent of their shareholding in the Company, if any.

The Board of Directors of the Company recommends the Resolution(s) as set out in the accompanied Notice for approval of the shareholders.

ITEM NO.7

The Board, at its meeting held on June 20, 2023, appointed Shri K. K. Chatiwal (DIN: 08234672), as an Additional Director on the Board with effect from June 19, 2023, pursuant to Section 161 of the Companies Act, 2013, read with Article 142 of the Articles of Association of the Company.

Pursuant to the provisions of Section 161 of the Companies Act, 2013, Shri K. K. Chatiwal (DIN: 08234672), will hold office up to the date of the ensuing Annual General Meeting. The Company has received notice in writing under the provisions of Section 160 of the Companies Act, 2013, from Indraprastha Gas Limited (Shareholder of MNGL) proposing the candidature of Mr. K. K. Chatiwal for the office of Director.

The Company has received from Shri K. K. Chatiwal (i) consent in writing to act as director in Form DIR-2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules 2014, and (ii) Intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under sub-section (2) of Section 164 of the Companies Act, 2013.

His brief resume containing his age, qualifications, expertise etc. is annexed herewith pursuant to the provisions of Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India.

Other than Shri K. K. Chatiwal and his relatives, none of the Directors, Key Managerial Personnel and/ or their relatives, is/ are interested or concerned, financially or otherwise in the resolution, except as may be deemed to be concerned or interested in the proposed resolution to the extent of their shareholding in the Company, if any.

The Board of Directors of the Company recommends the Resolution(s) as set out in the accompanied Notice for approval of the shareholders.

ITEM NO.8

The Board, at its meeting held on May 31, 2023, appointed Shri H. K. Srivastava (DIN: 07855541), as an Additional Director of the Board with effect from May 23, 2023, pursuant to Section 161 of the Companies Act, 2013, read with Article 142 of the Articles of Association of the Company.

Pursuant to the provisions of Section 161 of the Companies Act, 2013, Shri H. K. Srivastava (DIN: 07855541), will hold office up to the date of the ensuing Annual General Meeting. The Company has received notice in writing under the provisions of Section 160 of the Companies Act, 2013, from GAIL (India) Ltd. (Promoter of MNGL) proposing the candidature of Shri H. K. Srivastava for the office of Director.

The Company has received from Shri H. K. Srivastava (i) consent in writing to act as director in Form DIR-2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules 2014, and (ii) Intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under sub-section (2) of Section 164 of the Companies Act, 2013.

His brief resume containing his age, qualifications, expertise etc. is annexed herewith pursuant to the provisions of Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India.

Other than Shri H. K. Srivastava and his relatives, none of the Directors, Key Managerial Personnel and/ or their relatives, is/ are interested or concerned, financially or otherwise in the resolution, except as may be deemed to be concerned or interested in the proposed resolution to the extent of their shareholding in the Company, if any.

The Board of Directors of the Company recommends the Resolution(s) as set out in the accompanied Notice for approval of the shareholders.

Brief resume of Directors seeking appointment at the 17th Annual General Meeting as per SS-2 on General Meetings

Name	Shri Kumar Shanker, Managing Director	Shri K. K. Chatiwal, Nominee Director	Shri H. K. Srivastava Nominee Director
Date of Birth	26.05.1970	23.12.1968	27.01.1967
Date of Appointment	23.02.2023	19.06.2023	05.05.2023
Date of Re-appointment	-	-	-
Qualification	Chemical Engineer from B.I.T.S. Pilani	He is an alumni of the prestigious IIT Delhi	Electronics and telecommunication engineer
Expertise in specific functional Areas	<p>He is having 29 years of rich and diverse experience in the Natural Gas Sector encompassing Commissioning and Operations of Gas Processing Plants, Project Management of Petrochemical Units, Corporate Planning, Marketing and Regulatory functions. He has comprehensive and extensive experience in Regulatory matters and has been in the forefront on behalf of his Company across a wide spectrum of areas related to grant of authorizations, open access, pipeline tariffs, affiliate-code of conduct etc. He has been actively engaged in several important policy and regulatory changes that have evolved over the past decade in the Indian natural gas sector.</p> <p>He has worked in various business verticals of GAIL covering several locations in India in Gujarat, Maharashtra, Madhya Pradesh, Uttar Pradesh and Delhi. At present, he is heading the Gas Transmission Marketing and Regulatory Affairs portfolio in GAIL.</p> <p>he has been successfully collaborating with multi-disciplinary and cross-functional teams within and outside GAIL for smooth handling of complex and challenging regulatory matters on behalf of the Company. He has been instrumental in launching the highly successful on-line Pipeline Open Access Portal of GAIL which transparently discloses the available common carrier capacities in all GAIL's Gas Pipelines and provides a single-window platform for common carrier capacity bookings from anywhere, anytime, even through mobile phones.</p>	<p>He is having rich domain experience of over 32 years in Oil & Gas Sector particularly in Project Execution and Commissioning of Mega Petrochemical Projects, Operation & Maintenance of Gas Processing units, Natural Gas Compressor Station and Cross-country LPG Pipeline.</p> <p>His expertise also extends to preparation of DFR/scheme for pipeline project, last mile connectivity, production of Green Hydrogen, ammonia, specialty chemicals and renewables.</p> <p>He has been actively involved in conceptualization, approval and licensor selection process of India's 1st Propane Dehydrogenation (PDH) unit and also Polypropylene (PP) plant at GAIL-USAR.</p>	<p>Mr. H.K. Srivastava presently working as an Executive Director (Marketing -Petrochemicals) in GAIL India Limited is having varied experience across gas value chain and has been Managing director of Aavantika Gas Limited, a city gas distribution company in MP for 5 years.</p> <p>He has been instrumental in commissioning of Petrochemical plant at GAIL Pata and later on C2C3 recovery project at GAIL Vijaipur. He has rich experience in pipeline project, Last Mile Connectivity, designing of the gas delivery stations and metering stations.</p>



Name	Shri Kumar Shanker, Managing Director	Shri K. K. Chatiwal, Nominee Director	Shri H. K. Srivastava Nominee Director
Directorship held in other companies	-	Indraprastha Gas Ltd.	-
Membership/ Chairmanships of Statutory Committees of Board of Directors	Audit Committee – Member Nomination & Remuneration Committee - Member CSR Committee - Member	-	-
No. of shares held in MNGL	-	-	-
Remuneration last drawn (incl. sitting fees)	As per terms & conditions mentioned in the Resolution	Sitting Fees Only	Sitting Fees Only
Remuneration proposed	As per terms & conditions mentioned in the Resolution	Sitting Fees Only	Sitting Fees Only

PROXY FORM

Maharashtra Natural Gas Limited

Form no.MGT-11

(Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management & Administration) Rules, 2014

CIN: U11102PN2006PLC021839

Registered Office: A Block, Plot No.27, Narveer Tanajiwadi, PMT Bus Depot Commercial Bldg.,
1st Floor, Shivaji Nagar, Pune- 411 005

Email: info@mngl.in website: www.mngl.in

Name of the Member(s): _____

Registered Office: _____

Email id: _____

Folio no./ Client id: _____

DP id: _____

I/We being the member (s) of shares of the above named company, hereby appoint:

- NameAddress.....
Email ID.....Signature of failing him/her.
- NameAddress.....
Email ID.....Signature of failing him/her.
- NameAddress.....
Email ID.....Signature of failing him/her.

as my/our proxy to attend vote (on a poll) for me/us on my/our behalf at 17th Annual General Meeting to be held on September 29, 2023 at 2.00 PM at Corporate Office 4th Floor, Pride Purple Cornet, Baner Road, Baner, Pune – 411045 through VC and any adjournment thereof in respect of such resolutions indicated:

ORDINARY BUSINESS:

- To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2023 and the Director's Report, Independent Auditor's Report and the comments thereon of the Comptroller & Auditor General of India and to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT Audited Financial Statements for the financial year ended 31st March, 2023, Directors' Report, Independent Auditor's Report and the comments thereon of the Comptroller & Auditor General of India be and are hereby received, considered and adopted."

- To declare final dividend @ 120% (Rs.12/-per equity share) on the paid-up equity share capital of the company (Rs.100 Crores) as on the date of declaration for the financial year ended 31st March, 2023 as recommended by the board and to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT approval of the shareholders be and is hereby accorded for payment of final dividend @ 120% (i.e. Rs.12/- per equity share) on the paid-up equity share capital of the Company as on the date of declaration for the financial year ended on 31st March, 2023 as recommended by the Board."

- To appoint a Director in place of Shri Pawan Kumar, who retires by rotation, and being eligible, offers himself for re-appointment and to pass the following as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to provisions of Section 152 of the Companies Act 2013 and Article 122 of the Company, Shri Pawan Kumar, Director (DIN: 09419599), who retires by rotation and being eligible offers himself for re-appointment, be and is hereby re- appointed as the Director of the company liable to retire by rotation."

- To authorize Board of Directors to fix the remuneration to the Statutory Auditors of the company appointed by



Comptroller and Auditor General of India (CAG) in terms of Section 142 of the Companies Act, 2013 and to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the requirement of section 142 and other applicable provisions of Companies Act, 2013, the Board of Directors of the Company be and are hereby authorized to decide and fix the remuneration of the Statutory Auditors of the company as appointed by the Comptroller and Auditor General of India for the F.Y. 2023-24.”

SPECIAL BUSINESS:

To Consider and if thought fit, to pass with or without modification(s), the following Resolutions as Ordinary Resolutions:

5. Ratification of payment of Remuneration to Cost Auditor for the F.Y. 2022-23.

“**RESOLVED THAT** pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any Statutory modification(s) or re-enactment, thereof, for the time being in force), the remuneration payable to the cost auditor(s) M/s. Dhananjay V. Joshi & Associates, Pune, by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the F.Y. 2022-23 amounting to Rs.3,56,950/- including applicable taxes, be and is hereby ratified & confirmed.”

6. To appoint Shri Kumar Shanker as Managing Director on the Board of MNGL

“**RESOLVED THAT** in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and as per the Articles of Association of the company, approval of the members be and is hereby accorded to the appointment of Shri Kumar Shanker (DIN: 09533240), as Managing Director of the Company on whole-time basis with effect from 21st February, 2023, on the terms and conditions including remuneration forwarded by GAIL (India) Limited vide office order no. 22/02/53/4570/2023 dated 21st February, 2023 with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and/or remuneration as it may consider necessary and as may be agreed by Shri Kumar Shanker/ GAIL;

RESOLVED FURTHER THAT Company shall provide facilities to Shri Kumar Shanker approved by the Board for his smooth functioning as Managing Director, and reimburse such expenses are incurred by him in carrying out the responsibilities of Managing Director.

RESOLVED FURTHER THAT Shri Kumar Shanker shall not be liable to retire by rotation nor shall be reckoned for determining the number of Directors liable to retire by rotation, till the time he holds the office as Managing Director of the Company.”

7. To appoint Shri K. K. Chatiwal as Nominee Director from IGL on the Board of MNGL

“**RESOLVED THAT** Shri K.K. Chatiwal (DIN: 08234672) who was appointed as an Additional Director of the Company by Board of Directors w.e.f 19th June, 2023 and who hold office until the date of Annual General Meeting in terms of section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 signifying his candidature for the office of Director, be and is hereby appointed as a Nominee Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation.”

8. To appoint Shri H. K. Srivastava as Nominee Director from GAIL on the Board of MNGL

“**RESOLVED THAT** Shri H. K. Srivastava (DIN: 07855541) who was appointed as an Additional Director by the Board of Directors w.e.f. 5th May, 2023 and who hold office until the date of Annual General Meeting in terms of section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 signifying his candidature for the office of Director, be and is hereby appointed as a Nominee Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation.”

Signed thisday of2023

Signature of the Shareholder

-affix Revenue stamp Rs.1/-

Signature of the proxy holder

Note this form of proxy in order to be effective, should be duly completed and deposited at the registered office of the Company, not less than 48 hours before the commencement of the meeting.

Maharashtra Natural Gas Limited

CIN: U11102PN2006PLC021839

Registered Office: A Block, Plot No.27, Narveer Tanajiwadi, PMT Bus Depot Commercial Bldg.,
1st Floor, Shivaji Nagar, Pune– 411 005

Email: info@mngl.in **website:** www.mngl.in

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF MEETING HALL joint shareholder may obtain additional attendance slip on request (Folio no. DP id*,Client id *and name of the Shareholder/Joint share holder/ PROXY in BLOCK LETTERS to be furnished below:

Shareholder/Proxy holder	DP Id*	Client Id*	Folio	No. of Shares held

I hereby record my presence at the 17th Annual General Meeting to be held on September 29, 2023 at 2.00 PM at Corporate Office 4th Floor, Pride Purple Cornet, Baner Road, Baner, Pune – 411045

SIGNATURE OF THE SHAREHOLDER OR PROXY.....

Notes:

- Shareholders /proxy holders are requested to bring the Attendance slip when they come to the meeting and hand it over at the gate after completely filling the details and affixing their signature on it.
- *Available for investors holding the shares in electronic (demat) form.



DIVIDEND PRESENTATION 2021-22



At GAIL



At BPCL



At IGL

DIRECTORS' REPORT

To,
The Members,

Your Directors are pleased to present you the Seventeenth Annual Report along with the Audited Accounts of the Company for the year ended 31st March, 2023 together with the Auditors' Report and Comments on the accounts by the Comptroller and Auditor General of India (C&AG).

1. FINANCIAL PERFORMANCE

Your Company registered a turnover of Rs.2,700.19 Crores as against Rs.1381.41 Crores in the previous financial year registering a stupendous growth of 95% over the last year.

The Profit after tax in FY 2022-23 is Rs. 421.08 Crores as compared to Rs. 332.62 Crores for FY 2021-22 registering a considerable growth of 27% over previous year and EBIDTA of the Company is Rs. 681.73 Crores as against Rs. 534.39 Crores of the F.Y.2021-22.

The Company's Financial Performance for the year ended March 31, 2023 is summarized below:

Particulars	For the Year	
	2022-23 (Rs. in Crores)	2021-22 (Rs. in Crores)
Revenue from Operations	2,700.19	1381.41
Other Income	2.21	4.37
Profit before Depreciation, Finance Cost and Tax	681.73	534.39
Finance Cost	22.80	17.64
Depreciation & Amortization of Expenses	93.03	70.66
Profit before Tax	565.90	446.09
Provision for Tax including deferred tax	144.82	113.47
Profit after Tax	421.08	332.62
Other Comprehensive Income	0.22	0.02
Total Comprehensive Income	421.30	332.64
Retained Earnings-opening balance	998.10	725.46
Add: Total Comprehensive Income for the period	421.30	332.62
Profit available for appropriation	1,419.40	1058.10
APPROPRIATIONS		
Other comprehensive income recognized directly in retained earnings	0.81	-
Dividend Paid during the year	100.00	60.00
Retained Earnings-closing balance	1,320.21	998.10

Net worth per Share has increased from Rs. 109.81 in FY 2021-22 to Rs. 142.02 in FY 2022-23 signifying sound return on investment coupled with sizeable amount of profit ploughed back into the business.

2. APPROPRIATIONS

DIVIDEND

Your Company is consistently distributing the dividend to its Shareholders since FY 2011-12.

Your Board of Directors are pleased to recommend a final dividend of Rs.12.00 per Equity Share (i.e. 120% of the paid-up equity share capital of Rs.100 Crores) for

the year ended March 31, 2023 which is 28.50% of PAT amounting to Rs. 120.00 Crores.

The payment of final dividend, after your approval at the forthcoming Annual General Meeting, will be made in accordance with the regulations applicable at that time.

3. STATE OF COMPANY'S AFFAIRS

Your Company's growth is on fast track and is poised for scaling newer heights, in its chosen areas of operations. A summary of the operations of the company is provided in Company Performance section and other subsequent sections.



4. TRANSFER TO RESERVES

The closing balance of the retained earnings of the Company after appropriation for the FY 2022-23 was Rs. 1320.21 Crores. (The Company proposes to transfer Rs.322.12 Crores to the Reserves, thereby enhancing the total reserves up to Rs. 1,320.21 Crores.)

5. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The company has not given any loans nor granted any guarantees nor made any investments covered under the provisions of section 186 of the Companies Act, 2013.

6. SHARE CAPITAL AND FINANCIAL CLOSURE OF MAHARASHTRA NATURAL GAS LIMITED:

The Paid-up Share Capital remained at Rs.100 crores.

7. COMPANY PERFORMANCE:

During the year, the Company recorded sales as under:

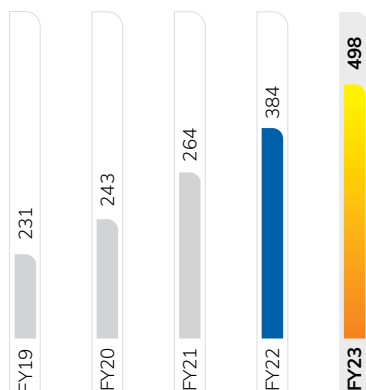
(Figures in MMSCM)

Particulars	For the Year		
	2022-23	2021-22	% Growth (YoY)
Compressed Natural Gas (CNG)	305.78	212.36	44%
Piped Natural Gas (PNG)	145.70	140.78	4%
Total	451.48	353.14	28%
Average Sales per day (MMSCD)	1.24	0.97	

a. Compressed Natural Gas Business (CNG)

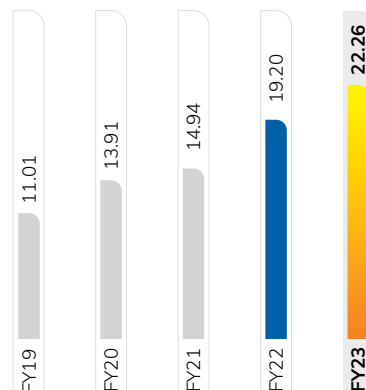
During FY 2022-23, the business of CNG has grown substantially. Your Company has achieved a significant milestone of 200 CNG Stations during the year strengthening its CNG distribution infrastructure by escalating the number of CNG stations to 202 Nos. ((includes 110 in Pune and Pimpri Chinchwad including adjoining areas of Hinjewadi, Chakan & Talegaon, 60 in Nashik District, 09 in Sindhudurg district, 12 in Ramanagara district, 7 in Nanded district & 4 in Kamareddy, Nizamabad district) compared to - 167 Nos. CNG stations till previous year with a YoY growth of around 21% by end of FY 2022-23. Thus, 35 nos. of new CNG stations were added during the year. Your Company's widespread supply network ensures the availability of CNG in authorized geographical areas, making it the preferred choice. The supply network is continually getting expanded over the years.

CNG Stations (Nos.)



- In addition to above, 5 Daughter Booster stations were converted to Online mode on account of pipeline connectivity being established to these stations. The cumulative compression capacity has increased to 124600 SCMh during 2022-23 as compared to previous year's cumulative compression capacity of 112200 SCMh with growth of around 11%.
- At GAIL RT Pune, the Skid capacity enhancement has been carried out to expand capacity from 1.5 MMSCMD to 3 MMSCMD in the Month of March-2023. The capacity upgradation will help cater to increasing demand of CNG and PNG in the Pune GA.
- Your company has crafted up YoY growth of around 15% in operating the number of vehicles on CNG as 3,83,632 by end of March 2023 from previous year CNG vehicles of 3,24,202 Nos.

Compression Capacity (Lakhs Kg/day)

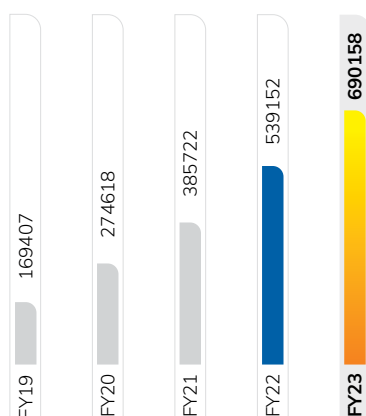


b. Piped Natural Gas (PNG)

i. Domestic Connections

Natural Gas is gaining strength as the preferred cooking fuel because of its efficiency, ecofriendliness & convenience as compared to other conventional fuels. Your Company has been continuing its focused efforts for developing and growing Domestic PNG business in Pune and Nashik Gas where network is being made available. Your company has achieved 1,51,006 no. of additional domestic PNG connections during the F.Y. 2022-23 thereby reaching total cumulative PNG domestic connections to 6,90,158. It shows almost around 30% growth over the previous year's cumulative total domestic PNG connections of 5,39,152.

PNG Domestic Connections (Nos.)



Your Company has crossed a milestone of 6,00,000 connections in Domestic Household sector during the year under review and on the verge of touching a mark of 7,00,000 connections. The gas supply has been commenced to the Households in the GA of Sindhudurg and Ramanagara Districts during the year under review.

ii. Commercial Connections:

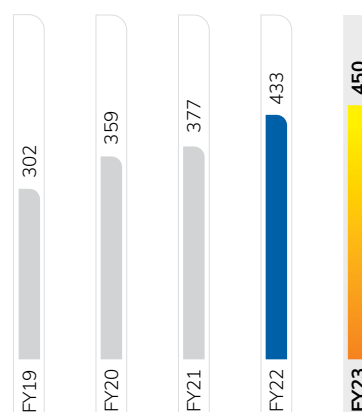
Commercial customers of your company have increased from 433 during F.Y. 2021-22 to 520 in F.Y. 2022-23. Company has successfully extended the PNG network and has provided the Natural Gas to elite customers in Pune city such as Aeromall at Pune Airport, The Poona Club, The Ladies Club, Chellaram Hospital, EON Kharadi Infrastructure Pvt. Ltd. (EON IT Park Phase-II), Panchshil Corporate Park Pvt. Ltd. (Business Bay) etc.

Also, company has provided the PNG to Charitable / non-profit making entities like Ram Krishna Math, Pune Municipal Corporations – Crematorium etc. During the year, total 87 new Commercial Customers were added and 70 existing customers got permanently disconnected.

Company has also entered into agreements with Maharshi Karve Stree Shikshan Sanstha (MKSSS), The Poona Golf Course, Brahma Garden, etc. for PNG connectivity.

By the end of March'23 commercial segment has reached daily avg. PNG consumption of 15729 SCMD in FY22-23 against 9,021 SCMD in FY21-22 registering growth of 74% during the year because of added good no's of high-volume customers in Commercial segments. MNGL has managed to add new 87 customers and sustain sale near about past fiscal year.

PNG Commercial Connections (Nos.)



iii. Industrial Connections:

Industrial segment is another most important segment after CNG in terms of volume & growth in overall product portfolio of MNGL. During F.Y. 2022-23 your company has maintained focus on industrial segment considering it as important revenue generating segment.

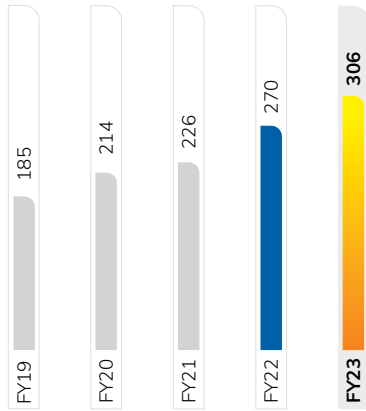
Your company has added new industrial connections by 56 nos in FY 2022-23 as against 43 Nos in the FY 2021-22 registering a growth of 30 % during the year under review. Consecutively Daily Avg. volume in Industrial segment is 3.05 Lakh SCMD in FY22-23 against 3.13 Lakh SCMD in FY21-22 registering little degrowth of 3% during the year because few of high-volume customers switched over to alternate fuel because of price advantages.

FY 22-23 was a challenging year for MNGL due to geopolitical crisis. PNG prices gone all time high as compared to other fuels. However, MNGL still managed to retain almost all customers during such situation.



Further For F.Y. 2023-24, MNGL have kept target of adding 100 more industries & adding daily volume of 100000 SCMD.

PNG Industrial Connections (Nos.)



8. Future Outlook :

India has ambitious plans for city gas distribution (CGD) networks to cater to households, commercial establishments, factories and vehicular demand within cities, the geographical areas (GA). After the conclusion of 11th CGD bidding round, PNGRB has authorized around 302 GAs for development of CGD Network in the country which shall cover 98% population and 88% geographical area of the country.

The government has a goal for transitioning to a gas-based economy by increasing share of natural gas in the energy mix from 6.30 % to 15 % by 2030. With a population of 1.4 billion, India is a vibrant and a rapidly growing economy. As the third largest energy consumer in the world, and in a quest to achieve energy independence as well as lowering overall carbon emissions, the importance of increasing the share of natural gas in the energy mix is significant to India.

The increase in the coverage area is expected to increase the number of PNG and CNG connections across the country. A growth in the number of connections and stations in the future is expected to drive the CGD market throughout the forecast period.

As on March'2023, the total domestic connections in the country were around 1,10,29,228 while the commercial connections stood at 37,772, and the industry connections were around 16,563 and there are total 5,665 retail outlets in the country. There was an impressive growth in all segments.

While the target of a 15% gas share in the energy mix remains an important goal, energy transition from Oil and Coal to Gas and Renewables is gaining momentum. Propelled by stricter pollution regulations, practical, advantage of gas over other carbon intensive alternative energy sources, the demand for natural gas as a bridging fuel is expected to rise continuously. It has set the stage for expansion of gas usage.

While recognizing the huge potential of the gas sector in India, there are also pre-requisites when it comes to city gas distribution (CGD), specifically related to Infrastructure. Pipeline infrastructure including transmission and hooking up connectivities is key for unlocking India's CGD gas demand potential. In future, the sector also needs to focus on ensuring availability of competitively priced gas/RLNG for enhancing gas usage across states.

Transmission pipelines are cost intensive to construct and at times require partial funding from the government to make them viable. Low-capacity utilization in the initial years of operation (as demand builds) as experienced historically, can be additional profitability stressors. In such situations, one of the key elements of Natural Gas System is to supply gas through Virtual Pipelines i.e. LNG/LCNG Stations which can boost CGD sector phenomenally.

Govt. of India is playing an important role and driving the initiative of setting up LNG / LCNG stations by CGD entities across the Highways so that an LNG corridor can be developed in the country. MNGL too in the absence of transmission pipeline connectivity in Nashik-Dhule GA, assessed the viability of setting-up LNG station and opted for virtual mode of LNG set-up located on Mumbai-Agra National Highway at Pathardi, Nashik wherein LNG is transported from LNG terminal to Nashik, then re-gasified and delivered to the end users under CNG, Industrial, Commercial & Domestic segments in the area. It is India's largest state-of-the-art LNG-LCNG facility with 2 nos. of operational LNG storage tanks of 114 KL each and installation of the 3rd tank of also 114 KL capacity is underway.

The CGD industry is expanding faster and is expected to not only sustain its growth but also give it further momentum in coming years. Few of the opportunities in CGD business have been illustrated below:

LNG in Trucks & Buses:

- When it comes to long-haul transport, Liquefied Natural Gas (LNG) is presenting itself as one of the most attractive alternatives to diesel.
- We all are aware about the alarming facts of "Diesel" fuel which includes increased pollution hazards, pricing challenge and the pressure from the society to lessen the use of "Diesel" as a fuel for reducing growing pollution.
- With growing levels of pollution, need is felt that alternate fuel like Liquefied Natural Gas (LNG) is required to be used to reduce the emissions.
- LNG is now a globally accepted fuel and may be called as the cleaner and better Diesel of Tomorrow due to certain of its similar properties like "Diesel" for long running fleet but with additional advantages like cost saver, minimized pollution levels and better fuel efficiency.

CNG in Trucks & Buses:

- Looking at the thrust given by GOI in CGD sector, the infrastructure development commitments post 11th bidding round, the availability of CNG with expanded CNG station networks across nation would be possible in future.
- Trucks and Buses can be a major section wherein NG consumption growth can be expected to make more penetration
- The road infrastructure development would also boost the shift from conventional liquid fuels to CNG mode for this transport sector which may contribute majorly in CGD sector.

Compressed Bio-Gas (CBG):

GOI had announced a policy on Sustainable Alternative Towards Affordable Transportation (SATAT) in 2018 and planned 5000 new bio-CNG units by 2025 to generate 15 million tons of bio-CNG reducing dependency on imports. SATAT is an of GOI to set-up & encourage production of Compressed Bio-Gas (CBG) from organic waste for use in vehicular sector to reduce polluting emissions and also to promote the vision of Clean & Green India. Under this policy, CGD entities propose to procure CBG from existing, upcoming & planned Compressed Bio-Gas (CBG) Plants in India. The displacement of the use of fossil fuels as a transport fuel will help achieve reduction in carbon emissions & pollution. This initiative will lead to curtailment of dependence on Oil & Natural Gas import and will increase in revenue of farmers by better use of agricultural residue & organic waste instead of burning. More job opportunities will be created that will cater to the Economic growth of our country.

Employment opportunities:

- City gas distribution (CGD) is one of the potential sectors, which promises a number of new jobs as the ground has already been laid after 9th, 10th & 11th bidding round and grant of authorizations to CGD entities to supply gas to households, commercial establishments, industry and automotive sectors.
- The aggressive bidding numbers of households and establishing CNG stations will be creating plenty of opportunities for direct and indirect employment.
- The CGD entities will require lakhs of skilled and semiskilled employees and contractors.
- CGD entities create employment opportunities for contractors and third parties to carry out various activities such as construction, laying, meter reading, CNG pump, operations, etc.
- Skilled CGD professionals, PMC professionals, engineers, and technicians, plumbers, welders, electricians, fitters, operators and others will be

needed in significant numbers if all the CGDs have to meet their committed targets.

Small Scale LNG supply chain:

Small Scale LNG supply chain can also be explored which includes supply of LNG to small consumers through LNG road, rail and inland water ways. The segment includes;

- Supply to smaller consumers not connected to PNG pipeline.
- Supply to consumers with specific fuel requirement such as constant calorific value or temperature requirements such as glass & ceramic tile industries or research organizations.

As regard to your Company, the growth in demand for CNG and PNG is expected to continue in near term, and the Company is preparing to seize this opportunity by significantly investing in the infrastructure in the city of Pune and other authorized areas. The Company will continue to increase its penetration in Pune including its adjoining areas by reaching out to new customers for CNG, domestic PNG, commercial PNG and industrial PNG use. Given the cost advantage of using CNG as compared to alternative liquid fuels, the increased interest in environmentally friendly fuels, launch of newer CNG variants by OEMs in Hatchback & Sedan segments, the penetration rate of CNG is expected to increase further.

Further, the Company's foray in Geographical Areas of Nashik, Sindhudurg, Ramnagar, Nanded and Nizamabad Districts provides significant additional opportunities for the expansion of its CNG and PNG networks. The Company will be able to leverage its competitive strengths to increase its customer base by expanding its natural gas distribution network to cater to the increasing demand.

9. TOWARDS CUSTOMER DELIGHT

MNGL in its constant endeavour to enhance customer satisfaction by making continuous efforts to improve its services, has introduced the following:

- On the spot resolution for Walk-in customer complaints pertaining to Marketing and Billing.
- Training started for 03 months for CRM staff of other GA's at Pune HO so that they are able to handle Customer's queries/complaints efficiently and provide services as per Customer expectations.
- On-line services introduced through MNGL website for registering complaints, effecting name transfer and KYC updation from this financial year.
- Company has been focusing on KYC to maintain and updated record of customers. A major activity has been undertaken in this F.Y for updating of address and Mobile numbers of Customers in SAP. The



same has enabled MNGL to send important SMS communication to customers on bills, O/S payment reminders, price revisions, safety awareness etc.

- Further strengthening its on-line operations, MNGL has introduced bill delivery through SMS. MNGL is promoting digital payment by providing various platforms to its customers and taking other measures for providing better services to its customers. In this regard, it is also encouraging its customers to opt for ECS/NACH facility.
- CRM, in co-ordination with the service provider & IT, has been supporting the schemes devised by PNG-Marketing to increase the Customer registrations in GA's viz Nashik, Sindhudurg and Ramanagara are properly tested, configured in system, and implemented for Customers to avail the benefits.
- For proper record, retention of important documents namely registration forms, KYC, name transfer, note sheets, a tender for scanning/digitization of documents has been initiated in this F.Y.
- Department wise auto sorting of email complaints introduced under the email tool management system to ensure optimal utilization of contract CRM staff.
- A Mobile APP by MNGL for the convenience of Customers is presently in its developmental stage. The same shall offer a plethora of services to its valued customers like viewing and paying PNG bill, providing meter reading, lodging of service request/complaints, CNG station locator, FAQ's, savings calculator etc.
- Customer Complaints have been reduced by 17% in F.Y 2022-23 over financial year 2021-22. In F.Y 22-23 no. of complaints lodged were 14763 against 17948 for F.Y 21-22.

MNGL thus has a strong belief in Customer centric approach and is striving hard for excellence in customer services.

10. INFORMATION TECHNOLOGY

Your Company has witnessed smooth operation of SAP R/3 ERP system as well as IT systems during the year. With the Data Center being hosted on cloud in state-of-the-art data center, maximum uptime of IT Infrastructure, systems and services could be achieved without any loss-time of operation.

The year 2022-23 witnessed various digitization initiatives both within SAP and independent of it. Your company has implemented Budgetary Control in SAP using Funds Management. Budget controls were strengthened by introducing various reporting and implementation of Budget Management. An additional channel, Standard functionality of Contract implemented in SAP which has reduced the business

risk & improved compliance of the organization in effective manner.

Your company has implemented Cloud based Claim Management System for employees working in various geographies of the organization. Claim Management were strengthened by introducing various controls & automated through application.

Your company is fully sensitive about Safety & developed a Safety App (Perwah) to put up various layers of safety to give permissions for work at height.

Your company is fully sensitive to the continuous cyber threats and is continuously making efforts to put up various layers of security. To add an additional security layer & to protect the data of Organization, Advance Threat Protection (ATP) for emails has been implemented. ATP (Advance Threat Protection) system is used to protect business email domains from being exploited via email spoofing, Phishing, Scams & other cybercrimes in effective manner.

11. HUMAN RESOURCES

Nurturing talent for the future is essential for our continued success. Our model for Engagement – Connect, Collaborate, Celebrate, Care and Culture, is to strengthen and reinforce our culture so that it is experienced uniformly and positively by employees. Our people expect the Company to provide them ample opportunities to learn and grow in their careers while enjoying work in safe workplaces, free of all discrimination and bias. Employee well-being and interaction with a large, diverse and multicultural workforce is an added advantage.

At MNGL, we aim to create leaders for life, and to that end we create structured learning journeys for building and enhancing leadership capabilities. As a part of learning process, Training program on Leadership Skills for the Senior Management, Positive Intelligence for Mid Management employee were conducted.

Employee Health & Wellness:

Employees who are comfortable and satisfied with work add to the productivity and success of the organization. MNGL has introduced new Holiday Home Policy considering the work life balance for employees. Quarterly health talks with Medical Experts on awareness of various Critical/ Seasonal diseases and various health related subjects were organized for MNGL employees & their families.

Online Yoga session on every Saturday & Sunday were conducted by expert yoga gurus for MNGL employees & their families.

Nation Pride & Social Responsibility:

To commemorate the 76th year of Independence “Azadi Ka Amrit Mohatsav” was celebrated with full zeal and

enthusiasm. To mark the momentous occasion “Har Ghar Tiranga” campaign was carried out by distributing the National Flag to all its employees.

As a social responsibility MNGL has successfully organized blood donation camp at MNGL Pune, where 77 donors donated blood. MNGL has planted 2 saplings per employee in the name of employee under Tree Plantation activity.

Sports

Sports has been looked upon as a driving force to attain an objective of employee Bonding. Almost 95% of employees participated in the Annual Sports Tournament of MNGL where sports like Cricket, Table Tennis, Football, Carrom, Badminton etc. were organized which has brought about sense of belonging and help in collaborations. MNGL also hosted PSPB Inter Unit Football Tournament in Pune and Basketball Tournament in Guwahati, Assam to foster sports.

Workplace Celebrations

Socializing helps in connecting employees with each other. At MNGL Several events held during the year like Independence Day, Ganesh Festival, Navratri-Dandiya, Christmas, MNGL Foundation Day, Women’s Day and Festival of Holi as a new beginning.

Along with the above there is also the Internal Complaints Committee (ICC) under POSH (Prevention of Sexual Harassment of Women at workplace) which is in place to ensure zero tolerance for sexual harassment at workplace.

12. HEALTH, SAFETY AND ENVIRONMENT (HSE)

MNGL is committed to maintain high standard of Health, Safety & Environment performance. At MNGL, we have introduced world class safety practices based on the 10 Golden Safety Rules. The rules aim for accident prevention in the form of prescribing do’s and don’ts while carrying out various activities related to projects, O&M and other routine jobs. We continue to focus on HSE training, safety induction, safety audits, HIRA (hazard identification and risk assessment) studies, mock drills and evacuation drills, customer awareness through jingles at regular intervals. Regular HSE reviews are being done at all GAs and new project sites to ensure contractor safety management. This has undoubtedly had a positive impact on our safe operations and incident free manhours.

MNGL strictly adheres to “NO STC NO WORK”; Safety and Technical Competency (STC) training of fillers, compressor operators, supervisors are undertaken once in a year to strengthen safety at CNG operations. In PNG Sector, the focus is on Work at Height (WAH) training and live gas firefighting training through IFSDMS, Vadodara and ONGC-IPSHM Goa. The safety awareness of customers including PNG sites, industrial and commercial is undertaken through mobile training

van (MTV). Pamphlets are distributed on PNG, CNG, basic tips for firefighting & First aid. Radio jingles are aired to increase public awareness through FM radio. All the incidents including near miss, high Potential ones are examined and communicated with concerned Stakeholders as per applicable norms for Learnings, corrective Actions and Preventive Actions.

MNGL launched digital Safety App (Perwah) for taking permit to work and reporting of incidents/accident/near miss through online. In line with company’s HSE Policy, MNGL has undergone important external statutory safety audits including IMS, ERDMP and T4S at all its Four GA’s for adhering to PNGRB requirements and gone through External audit, Directorate of Industrial Health and Safety (DISH) for adhering of Factory Act-1948 requirements. Internal Safety Audit comprising of multi-disciplinary team carried out ISA of all the CNG Stations to inculcate safety in its CNG operations. Periodically surprise safety Audits to check the SOP implementation of Correct Filling is also done to avoid undesirable incidents.

A total of 410 numbers of trainings (4175 no. of mandays covering on-roll employees, contractual staff, JCB Operators of other agencies etc.) was covered during the financial year. Due to rapid development in urban area, daily excavations around the city gas pipeline have increased. On an average 175 excavations sites are daily monitored to avoid Third Party Damages. In the FY-22-23 total 350 JCB operators were trained and given safety briefing to avoid accidental damage of MNGL laid Pipeline. These methods and efforts have reduced the no. of reportable incidents and improved HSE record. Your company was able to record 21.91 million-man hours of incident free period.

State of art fire protection system including QRV (Quick Response Vehicle) has been placed at LNG station, Pathardi, Nashik. Similar placing of QRV is in progress at Ramanagara and Sindhudurg GA. A safety Culture of understanding and atmosphere of learning is being created. Your company is active member of National Safety Council and British Safety Council.

To promote the safety culture and minimize the incidents Hazard identification and risk assessment is taught to each and every field employee. HAZOP – QRA and onsite emergency plan of all the CNG stations are prepared to comply with statutory requirement and to increase emergency preparedness. Management of Change at Sites are being monitored and Non-Routine Operations are undertaken in presence of multi-disciplinary team comprising of Projects, F&S and O&M departments. A well-equipped Master control room at Shivajinagar is already implemented. This will help in better control and mitigation of emergency in short time. Overall safety record of company has improved despite increasing assets, charged area, other infrastructure and new GA’s. Company has won prestigious Greentech foundation award 2023 for innovative Safety practices.

13. CORPORATE SOCIAL RESPONSIBILITY (CSR)

MNGL understands its responsibility towards betterment of the society by way of CSR. Since 2014, Maharashtra Natural Gas limited has not only been taken responsibility to make society a better place to live for its people but also taking efforts to make continuous progress with quality and accountability.

The Company makes sure towards fulfilling this responsibility with full of dedication and determination to make sure that it will impact positively in all aspects of the society. In the FY 2022-23 MNGL has supported projects mainly in the areas of Education, Health, Women Empowerment & Environmental Sustainability. The projects are in accordance with Schedule VII of the Companies Act, 2013.

Details of the Projects supported in the FY 2022-23 by MNGL:

Education:

- **Swatantryalaxmi Rani Laxmibai Smarak Samiti** was established in the year 1958 by Smt. Laxmibai Kelkar in Nashik with the main objective to empower Girls & Women of economically lower strata of the society. This Samiti runs many projects such as Working women hostel, Jijamata Udyog Mandir (for promoting business skills among women), providing medical aids / equipment to poor at concessional rates, training in self-defence etc. **MNGL contributed for the project Ghe Bharari of Swatantryalaxmi Rani Laxmibai Smarak Samiti in which accommodation of 10 girls including educational fees & meal will be taken care of.** Project 'Ghe Bharari' aims to provide education / hostel facility to about 10 girls coming from tribal background to pursue education which will help them explore their innate potential and become contributing members for their community / society. These girls are expected to become role model for their communities and help improve health and education standard of members of the community.

- **MNGL contributed for the project Gully School – A Golden Ray of Hope to Kokan Kala Va Shikshan Vikas Sanstha in Pune.** This NGO is mainly working to help society live better in the form of educational and medical facilities. Kokan Kala Va Shikshan Vikas Sanstha believes in working together because that leads to reaching more people through means of education, health facilities so that the underprivileged can have a better way of living. Skill development, Village Development, and education for children are their major areas of concentration. Project Gully School- a golden ray of hope aims towards providing mainstream education through activities to the children who are homeless and survive on the streets by selling flowers, balloons etc. **MNGL contributed CSR funding for Gully school project** for one year in which NGO will be able to provide various educational books, art and craft material, different types of brain games & puzzles, nutritional breakfast twice in a week and 3 health checkups. NGO also will provide Parent counseling on De Addiction, Family Planning, Health & Hygiene, Menstrual Hygiene etc.



- **CHMES, Nashik** focuses on providing exclusive defence training / academics for tribal and general category students. Bhosala Military College, which runs under the aegis of the CHME Society, is the only college offering preparatory defence training along with academics and special subject Defense and Strategic Studies (offered at U.G and P.G level). The college is affiliated to the Savitribai Phule Pune University and has been accredited with A grade by the NAAC, Bengaluru. It is also recognized by

UGC. **MNGL contributed** 5 Internet Based smart Classroom (Interactive LED Flat Panel - Android 9.0) Boards for online education purpose. The smart boards will be useful for the Competitive exam cell for the UG & PG students. It will also be useful for NDA/CDS/Agni veer coaching classes which will facilitate effective teaching to the aspiring students.



- **Sambhavana** is a 22-year-old NGO. **MNGL contributed to install 5 Mini Science Centres at needy ZP schools in Sindhudurg through the NGO Partner Sambhavana.** The Mini Science Centre aims to inculcate basic concepts of Science, Technology, Engineering, Mathematics at school level, thereby encouraging inclination of students / learners towards science and technology.
- **Navkshitij** is a registered 18-year-old NGO working in the field of rehabilitation of mentally challenged friends (MCFs). MCFs' parents want to be assured of a caring, reassuring, and loving future for their child. **MNGL contributed for Rehabilitation of the 15 Mentally challenged adolescents at Navkshitij NGO, Pune.** Navkshitij ensures constant interaction with mainstream society through varied programs and encouraging visits by volunteers. This NGO will provide Rehabilitation to the Mentally challenged Persons under which they will provide residential support to the 15 Mentally challenged persons at their residential Centre for which they are setting up an exclusive lifelong residential center.

Health:

- **Bharat Vikas Parishad (BVP)** is a voluntary organization established in 1963 at Delhi. It has more than 1400 branches all over India & abroad as well. Pune branch of Bharat Vikas Parishad was founded in April 1993 as Nav Bharat Vikas Parishad. BVP's flagship project is distribution of

artificial limbs free of cost to the beneficiaries all over India. In Maharashtra, BVP has a Vikalanga Punarvasana Kendra in Pune which arranges Artificial Limbs Fitment Camp throughout the year in various towns as well as they provide artificial limbs free of cost to walk-in divyang persons. **MNGL contributed for this project in collaboration with Nav Bharat Vikas Foundation-** MNGL will be providing artificial limbs through Nav Bharat Vikas Foundation to 300 walk-in divyang in their viklang Punarvasan Kendra, Erandwane Pune & 1 Divyang Camp at Nanded for giving artificial limbs to 100 divyang persons at Nanded.



- **Kai. Vanjibaba Gramin Vikas Mandal (KVGVM)** is a trust registered in the year 2001 under Bombay public Trust Act, 1950 in Jalgaon district of Maharashtra with an objective to serve community in general and rural Community for their welfare & growth. The organization is engaged in activities like Eye check-up & cataract surgery for the needy patients, organizing Entrepreneurship Development programs, Farmers Awareness program, Health Check-up Camps etc. A large majority of the population, especially in rural areas of Deola Taluka of Nashik District is facing a problem to avail access to medical services for the eye diseases. **MNGL contributed for prevention of avoidable blindness among the population of rural part of Deola Block of Nashik District, Maharashtra (6 camps are planned for 8 Villages: Bhaur, Dahiwad, Deola, Kharde, Lohoner, Meshi,**

Umarane & Wakhari) with the NGO partner Kai. Vanjibaba Gramin Vikas Mandal. Project Drushti will be implemented in 8 villages of Deola Block of Nashik District- Bhaur, Dahiwad, Deola, Kharde, Lohner, Meshi, Umarane & Wakhari. Around 4000 people will be screened through the eye screening camps as 100 people from one village. Around 2400 people will be given spectacles, 800 beneficiaries will undergo the cataract surgery.

- **Toyam foundation** is registered in 2014 under section 12AA, 80G(5)(vi) of the Income Tax Act, 1961 which is a non-profit corporation which work to provide safe and clean drinking water as well as sanitation to the community, Institutions, Schools, Social enterprise with a particular emphasis on serving the under-served. **MNGL contributed for Sustainable community based Safe & Clean drinking water with Smart card for Two Village in Nanded through NGO partner Toyam Foundation.** Through this project 24 x 7 unique water ATM will be installed in Village – Wadeपुरi at Nanded.
- Established in 1998, **Sevavardhini** leads a support to facilitate field level voluntary activities for optimal deployment of resources across India. Important programs and initiatives of this organization are: - Jaldoot (Water Management), Sanitary Napkin Disposer, Arunoday (Adolescent education), Resource Mobilization, Evaluation, Technology Development etc. Watershed Development is the process of implementing water management practices to protect and improve the quality of the water and other natural resources within a watershed. **MNGL contributed for Sustainable Watershed Development at Akkalkos, Tehsil: Shindkheda, District: Dhule through NGO partner Sevavardhini.**



Environment:

- **Bhagirath Gramvikas Pratishthan** established in the year 2004 in Sindhudurg with the aim of Sustainable Rural Development through livelihood activities. This NGO is having training centre for Dairy, Poultry and Goat farming. They installed more than 8000 Biogas in Sindhudurg district. Bhagirath NGO select 10 villages per year for sustainable development with villagers participation. They conduct baseline survey of villages and try to identify need of village. Sindhudurg district bank is their partner for all credit facility. **MNGL contributed for installation of 250 household Biogas Plants in Sindhudurg District with NGO partner Bhagirath Gramvikas Pratishthan.**



Skill Development / Women Empowerment:

- **Pruthvisangram Gramvikas Sanstha** basically works in the areas of sanitation, women empowerment, environment, agriculture & water. This NGO have already successfully completed total 77 trainings of handmade leaf plates making in Kudal and Vengurla in FY 2021-22 with CSR funds received from MNGL. This year they are upgrading the same training for the same beneficiaries form last year with the help of Machine. **MNGL will provide 5 machines at different places in Kudal and Vengurla taluka, which will help 100 women to get direct employment.**
- **Anusaya Mahila Swayamsevi Sanstha** working in Ratnagiri, Sindhudurg, Kolhapur, Sangali & Solapur Districts with the vision of establishing an ideal society based on values of equality, liberty, fraternity & justice. The community empowerment education, health, human rights, livelihood, water, low-cost sanitation, watershed development environment protection vocational training, wasteland development, Menstrual

hygiene women empowerment are the core area of intervention. **MNGL will provide 3 machines at Kankavli & Devgad block of Sindhudurg, on which the NGO will provide training to women for preparation of the Bio-degradable sanitary napkins.**

Contribution for funding Equipment:

- **ZEP Rehabilitation Centre** for special children was founded in 2008. MNGL funded for contribution of various equipments which helps to provide therapies to the mentally challenges children at this rehabilitation center. This Centre welcomes special children with mental retardation, Developmental Delays, Genetic Disorders, Down Syndrome, Autism & Pervasive Developmental Disorders such as Hyperactivity, Learning Disability, A.D.H.D, Cerebral Palsy. **MNGL contributed for Deploying Augment Reality(AR) App and Sensory Garden for Therapy for Special Children to ZEP Rehabilitation Center in Pune.** Augmented reality (AR) is one of the technologies that combines real world and virtual objects together. AR has the potential to be used as a teaching technique for students with special needs to develop their daily lives skills, supporting learning, increasing comfort and confidence, and improving physical, navigation skills and social skills. The aim of this therapy is to work towards the progress using AR for the education of students with special needs. Augmented Reality hardware setup is already in place as MNGL already contributed for the same from its CSR funds last year.
- **Pune Vaidyakiya Seva Va Sanshodhan Pratishthan** established on 15th January 2019 as a trusted organization providing healthcare to all sections of the society and inspired by the Sangh ideology. This Pratishthan started Babasaheb Deoras Polyclinic and Diagnostic Center on 16th June 2019. Balasaheb Deoras Polyclinic and Diagnostic Center started functioning in Kondhwa area of Pune. Keeping in view the need for a comprehensive, quality and service-oriented healthcare organization for the citizens of the eastern part of Pune. **MNGL contributed Polyclinic and Diagnostic set-up to Pune Vaidyakiya Seva Va Sanshodhan Pratishthan's Balasahed Devras polyclinic. In this diagnostic set up total 10 equipment's will be given.** Various facilities provided in the Balasaheb Deoras Polyclinic and Diagnostic Center like Pathology, Mammography, Pharmacy, General Physician, Ophthalmology, homeopathy, Ayurveda Treatments, Radiology, Physiotherapy, Cardiology, Dental Care, Endoscopy etc. MNGL contributed 10 different equipment's for the Polyclinic and Diagnostic set-up.

- **RSS Jankalyan Samiti** (Maharashtra Prant) is a Charitable Trust, RSS Jankalyan Samiti was established in 1973. This NGO is working for the last 50 years (Since 1973) in the field of Disaster Management, Health, and Education in Maharashtra. **MNGL contributed Haemodialysis Machine -5 Unit to Rss Jankalyan Samiti, Pune** which will be installed in the Seva Bhavan. Seva Bhavan is a building constructed by the NGO with a view to have a 'Medical Hub' in this area and making it useful for the society.
- **MNGL contributed 30,000 flags** through CSR funds to Savitribai Phule Pune University (SPPU), for celebration of "Azadi ka Amrit Mahotsav" - 75 years of Indian independence and "Har Ghar Tiranga" campaign.

The details of the CSR projects in the format of the Companies Act, 2013 is mentioned in "Annexure -C" of this Director's Report.

14. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.

The information in accordance with the provisions of Section 134(3) (m) of the Companies Act, 2013 read with Rule (8) (3) of the Companies (Accounts) Rules, 2014 is appended as **Annexure "A"**.

15. PARTICULARS OF EMPLOYEES

No employee was in receipt of remuneration exceeding the limits set out under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

16. DIRECTORS RESPONSIBILITY STATEMENT:

As required under clause (c) of sub-section (3) of section 134 of Companies Act, 2013, directors, to the best of their knowledge and belief state that:

- In the preparation of Annual Accounts for the financial year ended 31st March, 2023, the applicable accounting standards have been followed;
- The Directors had selected such accounting policies and applied them consistently except where otherwise stated in the Notes to Accounts and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review.



- C. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the asset of the Company and for preventing and detecting fraud and other irregularities; and
- D. The Directors had prepared the Annual Accounts for the Financial Year ended 31st March, 2023 on a going concern basis.
- E. The Directors have laid down internal financial control to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- F. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

17. DIRECTORS

Shri Sanjay Kumar, Nominee Director representing IGL on the Board of MNGL, resigned & ceased to be the Director w.e.f. 15th June, 2023. Pursuantly, on receipt of nomination from IGL, Shri K. K. Chatiwal, Managing Director, IGL is appointed as an Additional Director on the Board of MNGL w.e.f. 19th June, 2023. The same is put up for approval of the Shareholders at this ensuing 17th AGM for regularizing his appointment as a Nominee Director.

Shri H. K. Srivastava is appointed as an Additional Director representing GAIL on the Board of MNGL w.e.f. 5th May, 2023 in place of Shri Deepak Gupta, Ex-Nominee Director from GAIL, as per the nomination received from GAIL. The appointment shall be regularized as a Nominee Director on approval of the Shareholders at this ensuing 17th AGM. Shri Deepak Gupta, Director (Projects), GAIL has held the position of a Nominee Director of MNGL from 24th March, 2022 till 4th May, 2023 and held the Chairmanship of MNGL from 24th March, 2022 till 7th Nov., 2022.

Shri Deepak Sawant was ceased to be the Managing Director of the company on 23rd February, 2023 on his repatriation to the parent company i.e. GAIL. Subsequently, on receipt of nomination from GAIL, Shri Kumar Shanker was appointed as a Managing Director of your company w.e.f. 23rd February 2023. The same is put up for Shareholder's approval at this 17th Annual General Meeting.

Shri Priyotosh Sharma was ceased to be the Nominee Director from BPCL on the Board of MNGL due to resignation w.e.f. 30th August, 2022. Pursuantly, on receipt of nomination from BPCL, Shri Anilkumar P, was appointed as an Additional Director on the Board of

MNGL w.e.f. 1st September, 2022 and his appointment was regularized as a Nominee Director on approval of the Shareholders at 16th AGM. Subsequently, on completion of chairmanship of GAIL and as per intimation received from BPCL, Shri Anilkumar P took over the charge of Chairmanship of MNGL w.e.f. 8th November 2022.

The Board takes this opportunity to place on record its appreciation for valuable contribution made by Shri Deepak Gupta, Shri Deepak Sawant, Shri Sanjay Kumar and Shri Priyotosh Sharma during their tenure as Directors of the company.

In terms of Section 152 of the Companies Act, 2013, Shri Pawan Kumar is liable to retire by rotation at the ensuing Annual General Meeting.

18. DEPOSITS

During the Financial Year 2022-23, your company has not accepted any deposit within the meaning of section 73 and 74 of the companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

19. CORPORATE GOVERNANCE

Corporate governance is creation and enhancing long term sustainable value for the stakeholders through ethically driven business process. It is imperative that Company's affairs are managed in a fair and transparent manner. Therefore, at MNGL we follow the best practices of Corporate Governance Board of Directors are at the core of our Corporate Governance and oversees how the Management serves and protects the long term interest of the Stakeholders.

19.1 AUDITORS:

- **Statutory Auditors & Audit Report**

The Statutory Auditors of your Company is appointed by the Comptroller & Auditor General of India (C&AG). M/s SUNSVG & Associates, Chartered Accountants were appointed as the Statutory Auditors for the Financial Year 2022-23.

The Statutory Auditors have been paid a remuneration of Rs.23,60,000/- towards audit fee. The fees include charges of Rs.50,000/- each for 2 quarters i.e. Sept. 22& Dec. 22 for providing limited review and out of pocket expenses of Rs.1,00,000. The above fees are exclusive of applicable service tax. In addition, Rs.3,00,000 are also be paid to the Statutory Auditors for providing certification of Internal Financial Control (IFC). There were no adverse comments by the Auditors. The Report given by the Statutory Auditors and the Comments

of Comptroller & Auditor General of India (C&AG) on the financial statements for FY 2022-23 forms part of the Annual Report.

- **Cost Auditors**

The cost audit was conducted by the appointed Cost Auditors M/s. Dhananjay V. Joshi & Associates and the report for the financial year 2022-23 was prepared & submitted by the Cost Auditors and there were no adverse comments.

- **Secretarial Auditor**

Pursuant to Section 204 of the Companies Act, 2013, Your Company had appointed M/s. Rachana Kolte, Practicing Company Secretary, to conduct Secretarial Audit for the financial year 2022-23. The Secretarial Audit Report confirming compliance by Practicing Company Secretary to applicable provisions of the Companies Act 2013 and other applicable laws forms the part of the Annual Report.

19.2 RELATED PARTY TRANSACTIONS:

All Related party Transactions during the financial year were on arm's length basis and were in the ordinary course of business as per the provisions of section 188 of the Companies Act, 2013. The details of the same are enclosed in Form No. AOC-2 as attached to this report.

19.3 NOMINATION AND REMUNERATION COMMITTEE AND COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION: {Section 178 (3) and 178 (4)}

The Nomination and Remuneration Committee plays significant role in determining qualification, positive attributes, independence of a Director, remuneration to Directors, Key Managerial Personnel for their appointment. During the year, the committee played a significant role in approving HR policy, determining performance incentives to the employees, revision of scales of the employees and promotion of Managerial personnel.

The contents of Nomination & Remuneration Policy of MNGL are displayed on MNGL's website.

19.4 MANAGERIAL REMUNERATION AND SITTING FEES:

The Managing Director and Director (Commercial) are nominated by GAIL (India) Ltd. and Bharat Petroleum Corporation Ltd. respectively and the terms and conditions of their appointment including remuneration are advised by their parent organizations.

The Independent Directors and Non- Executive Nominee Directors are paid sitting fees of Rs.20,000/- per Board Meeting and Rs.10,000/- per committee meeting for attending the meetings. Total sitting fees paid during the financial year under review were Rs.16,28,400/-

The Non-Executive Directors do not hold any shares in the Company.

19.5 RISK MANAGEMENT POLICY AND INTERNAL FINANCIAL CONTROL ADEQUACY

During the financial year 2022-23, the Company has adhered to the Risk Management System including the Risk Policy & identification of the Risks and followed the laid down set of standards, processes and structure which enables to implement internal financial control across the organization and ensure the same are adequate and operating effectively.

The Risk Management Policy is followed thoroughly by your company.

The contents of Risk Management Policy of MNGL are displayed on MNGL's website.

19.6 WHISTLE BLOWER POLICY AS A PART OF VIGIL MECHANISM:

The whistle blower policy of your Company has robust framework which encourages employees to blow a whistle if they came across any act of breach of contract, negligence and manipulation of Company records, financial irregularity etc.

It provides a platform to the whistle blowers to come forward and raise their genuine concerns without any fear of retaliation and victimization. The Policy is designed in such a way that it provides the protection & confidentiality to the whistle blower.

The company has also framed & implemented Vigilance Mechanism Policy considering the interest of all those who are connected to the company and who want to report genuine concerns within the organization. The Head of the Internal Audit department is acting as the Vigilance Officer under the Vigilance Mechanism policy of the Company.

The basic difference between the Whistle Blower Policy and Vigil Mechanism Policy is the Whistle Blower Policy is restricted to the employees of the company whereas Vigil Mechanism Policy has wider scope. Further, Whistle Blower Policy is a part of Vigilance Mechanism of the company.

During the year under review, your company has not received any complaints against any employee or member of the organization under the Whistle Blower Policy of the Company.



The contents of Whistle Blower Policy of MNGL are displayed on MNGL's website.

19.8 DISCLOSURES:

a. Board of Directors

19.7 SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

Your Company does not have any Subsidiaries, Joint Venture and Associate Companies as on 31st March, 2023.

As per the Articles of Association of the Company, one third strength of the Board of Directors is required to retire by rotation at the ensuing Annual General Meeting. Shri Pawan Kumar is liable to retire by rotation at the ensuing Annual General Meeting.

During the year 2022-23, following Directors/Key Managerial Personnel were appointed on the Board of MNGL:

Sr. No.	Date	Name of the KMP/ Director	Particulars
1.	01.09.2022	Shri Anilkumar P (DIN: 09612271)	Appointed as an Additional Director and regularized as Nominee Director on approval of shareholders in previous 16 th AGM, as per the nomination by BPCL, pursuant to Shareholder's agreement clause 5.6 & Sections 151,152,161(3) & 161(4) of the Companies Act, 2013, & rules made thereunder and pursuant to Article 117 of the Articles of Association of the Company.
2.	23.02.2023	Shri Kumar Shanker (DIN: 09533240)	Appointed as a Managing Director nominated by GAIL pursuant to Shareholders Agreement clause 5.6 & Section 196 and 203 of the Companies Act, 2013 & Rules made thereunder and pursuant to Article 142, 143 & 144 of the Articles of Association of the Company.

During the year, following were **ceased to be the Directors/Key Managerial Personnel** from the Board of MNGL:

Sr. No.	Date	Name of the Director	Particulars
1.	30.08.2022	Shri Priyotosh Sharma (DIN: 08899227)	He ceased to be a Nominee Director representing BPCL due to resignation.
2.	23.02.2023	Shri Deepak Sawant (DIN: 07339381)	He ceased to be the Managing Director of the Company.

The Board placed on record its deep appreciation for the valuable services rendered by outgoing Directors during their association with your Company.

None of the Directors are disqualified from being appointed as Directors in terms of provisions of the Companies Act, 2013.

b. Compositions:

The Company has Seven Directors on its Board comprising two Executive Directors Namely Managing Director and Director (Commercial), one Non-Executive & Independent Director and four Non-Executive Nominee Directors. The composition and category of Directors along with other Directorships as on March 31, 2023 are as under:

Sr. No.	Name of Directors	Executive/ Non-Executive/ Independent	Directorship in other public / Private company
1.	Shri Anilkumar P (DIN: 09612271)	Chairman & Non-Executive Director (w.e.f. 01.09.2022)	Nil
2.	Shri Kumar Shanker (DIN: 09533240)	Managing Director (w.e.f. 23.02.2023)	Nil
3.	Shri Sanjay Sharma (DIN: 09025971)	Director (Commercial)	Nil
4.	Shri Deepak Gupta (DIN: 09503339)	Nominee & Non-Executive Director	GAIL (India) Ltd.
5.	Shri Pawan Kumar (DIN: 09419599)	Nominee & Non-Executive Director	Indraprastha Gas Ltd.
6.	Shri Sanjay Kumar (DIN: 08346704)	Nominee & Non-Executive Director	Indraprastha Gas Limited
7.	Smt. Bageshree Manthalkar (DIN: 07914288)	Independent Director	BOW Horizon Pvt. Ltd.

c. Board Meetings:

Pursuant to the provisions of Section 173 of the Companies Act, 2013 and rules made thereunder, every Company shall hold a minimum of four meeting of its Board of Directors every year in such a manner that not more than one hundred and twenty days shall intervene between two consecutive meetings of the Board. During the Financial Year 2022-23, the Board met 12 times and the gap between two meetings did not exceed one hundred and twenty days. Details of meetings are provided in following table:

Sr. No.	Date of Meeting	Sl. No.	Date of Meeting
1	19/04/2022	7	21/10/2022
2	11/05/2022	8	06/12/2022
3	19/05/2022	9	30/12/2022
4	02/07/2022	10	10/02/2023
5	01/09/2022	11	23/02/2023
6	23/09/2022	12	30/03/2023

During the year under review, Directors' attendance in the Board Meetings are given below:

Sr. No.	Name of Directors	Executive/ Non-Executive/ Independent	No. of Meetings held	No of meeting attended	%
1.	Shri Anilkumar P (DIN: 09612271)	Nominee & Non-Executive Director (w.e.f. 01.09.2022)	*08	08	100
2.	Shri Deepak Sawant (DIN: 07339381)	Managing Director (till 23.02.2023)	*11	11	100
3.	Shri Kumar Shanker (DIN: 09533240)	Managing Director (w.e.f. 23.02.2023)	*02	02	100
4.	Shri Sanjay Sharma (DIN: 09025971)	Director (Commercial)	12	12	100



Sr. No.	Name of Directors	Executive/ Non-Executive/ Independent	No. of Meetings held	No of meeting attended	%
5.	Shri Priyotosh Sharma (DIN: 08899227)	Nominee & Non-Executive Director (till 30.08.2022)	*04	04	100
6.	Shri Deepak Gupta (DIN: 09503339)	Nominee & Non-Executive Director	12	08	66.67
7.	Shri Sanjay Kumar (DIN: 08346704)	Nominee & Non-Executive Director	12	09	75
8.	Shri Pawan Kumar (DIN: 09419599)	Nominee & Non-Executive Director	12	12	100
9.	Shri Bageshree Manthalkar (DIN: 07914288)	Independent Director	12	12	100

* No. of Board Meetings were considered which were held during the tenure of the Directors

d. General Meeting

Details of Last Three Annual General Meetings held are as follows: -

Sr. No.	No. of Meeting	Date of Meeting	Place of Meeting
2	14 th AGM	18.09.2020	Through VC
3	15 th AGM	28.09.2021	Through VC
3	16 th AGM	23.09.2022	Corporate Office, Baner, Pune - 411045

Attendance of Directors in the last Annual General Meeting held on 23rd September, 2022 is as under:

Sr. No.	Name of Directors	Executive/Non-Executive/Independent	Attendance at the Meeting 23.09.2022
1.	Shri Deepak Gupta	Chairman & Non-Executive Nominee Director	Yes
2.	Shri Deepak Sawant	Managing Director	Yes
3.	Shri Sanjay Sharma	Director (Commercial)	Yes
4.	Shri Priyotosh Sharma	Non-Executive Nominee Director	Yes
5.	Shri Sanjay Kumar	Non-Executive Nominee Director	Yes
6.	Shri Pawan Kumar	Non-Executive Nominee Director	Yes
7.	Smt. Bageshree Manthalkar	Independent Director	Yes

e. Key Managerial Personnel

Pursuant to Section 203, 196 & 197 of Companies Act, 2013 read with Rule 8 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 following changes were taken place in case of following persons to act as Key Managerial Personnel (KMP) of the Company:-

1. Shri Kumar Shanker – Managing Director w.e.f. 23.02.2023
2. Shri Deepak Sawant – Managing Director till 23.02.2023

f. Declaration of Independence

The Independent Director have submitted her disclosure to the Board that she fulfills all the requirements as stipulated in Section 149(6) of

the Companies Act, 2013 so as to qualify herself to be appointed as Independent Director under the provisions of the Companies Act, 2013 and the relevant rules.

In compliance of above provisions, the Board received the declaration from the Independent Director Smt. Bageshree Manthalkar confirming that she meets the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

19.9 Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee.

Your company has constituted the following statutory committees as per the provision of Companies Act, 2013.

1. Audit Committee:

The Terms & Reference of the Audit Committee are in accordance with Section 177 of the Companies Act, 2013. However, the formation of Audit Committee is not governed by the provision of section 177 due to exemption notification of MCA. As on 31st March, 2023, the Committee comprises of Smt. Bageshree Manthalkar, Independent Director as the Chairperson of the Committee; Shri Pawan Kumar, Non-executive Nominee Director, Shri Kumar Shanker, Managing Director and Shri Sanjay Sharma, Director (Commercial) as Members of the Audit Committee.

On 23rd February, 2023 Shri Deepak Sawant, Ex-Managing Director was repatriated to the parent company i.e. GAIL due to his superannuation and consequently he ceased to be the member of the Audit Committee. Therefore, the Audit Committee was reconstituted in the Board Meeting held on 30th

March 2023 and Shri Kumar Shanker, Managing Director became the member of the Audit Committee. The quorum for the meetings of the Committee is two Members. The members possess the requisite knowledge of Finance & Accounting for effective functioning of the Audit Committee. The Company Secretary acts as the Secretary to the Audit Committee.

Five meetings of the Audit Committee were held during the Financial Year 2022-23 on the following dates:

Sr. No. Dates of Audit Committee Meeting

1.	10.05.2022
2.	01.07.2022
3.	01.09.2022
4.	22.09.2022
5.	30.03.2023

The no. of Audit Committee Meetings attended by the members of the Audit Committee in the F.Y. ended on 31.03.2023 are as follows:

Sr. No.	Name	Designation	No. of Meetings attended	%
1	Smt. Bageshree Manthalkar	Chairperson & Member (Independent Director)	5	100%
2	Shri Pawan Kumar	Member (Nominee Director)	5	100%
3	Shri Deepak Sawant	Member (Managing Director) (till 23.02.2023)	*4	100%
4	Shri Sanjay Sharma	Member (Director (Commercial))	5	100%
5	Shri Kumar Shanker	Member (Managing Director) (w.e.f. 23.02.2023)	*1	100%

* No. of Audit Committee Meetings were considered which were held during the tenure of the Directors

2. Nomination and Remuneration Committee:

The Nomination and Remuneration Committee (NRC) formulates, and reviews policies related to remuneration/perquisites/incentives within the parameters of section 178 of the Companies Act, 2013.

As on 31st March 2023, the Committee comprises of Smt. Bageshree Manthalkar, Independent Director as the Chairperson of the Committee; Shri Kumar, Managing Director and Shri Sanjay Sharma Director (Commercial) as the Members.

On 30th August, 2022, Shri Priyotosh Sharma resigned and consequently ceased to be the member of the committee. On 23rd February, 2023 Shri Deepak Sawant, Ex-Managing Director was repatriated to the parent company i.e. GAIL due to his superannuation and consequently he ceased to be the member of the NRC Committee. Therefore, the NRC Committee was reconstituted in the Board Meeting held on 30th March 2023 and Shri Kumar Shanker, Managing Director became the member of the NRC Committee.



The quorum for the meetings of the Committee is two Members. The Company Secretary acts as the Secretary to NRC. During the year 2022-23, Five meetings of the Nomination and Remuneration Committee were held as follows:

Sr. No. Dates of NRC Committee Meeting

1.	19.04.2022
2.	19.05.2022
3.	30.06.2022
4.	02.09.2022
5.	23.02.2023

The no. of NRC Committee Meetings attended by the members of the NRC Committee in the F.Y. ended on 31.03.2023:

Sr. No.	Name	Designation	No. of Meetings attended	%
1	Smt. Bageshree Manthalkar	Chairperson & Member (Independent Director)	5	100%
2	Shri Priyotosh Sharma	Member (Nominee Director)	5	100%
3	Shri Deepak Sawant	Member (Managing Director)	5	100%
4	Shri Sanjay Sharma	Member (Director (Commercial))	5	100%

3. Corporate Social Responsibility Committee

The composition powers, role and terms of reference of the CSR Committee are in accordance with the requirements mandated under section 135 of the Companies Act, 2013.

On 23rd February, 2023 Shri Deepak Sawant, Ex-Managing Director was repatriated to the parent company i.e. GAIL due to his superannuation and consequently he ceased to be the member of the CSR Committee. Therefore, the CSR Committee was reconstituted in the Board Meeting held on 30th March 2023 and Shri Kumar Shanker, Managing Director became the member of the CSR Committee. The quorum for the meetings of the Committee is two Members. The Company Secretary acts as the Secretary to the CSR Committee.

During the year 2022-23, five meetings of the Corporate Social Responsibility Committee were held as follows to discuss on the various proposals:

Sr. No. Dates of CSR Committee Meeting

1.	02.09.2022
2.	22.09.2022
3.	15.12.2022
4.	03.02.2023
5.	09.02.2023

The no. of CSR Committee Meetings attended by the members of the CSR Committee in the F.Y. ended on 31.03.2023:

Sr. No.	Name	Designation	No. of Meetings attended	%
1	Smt. Bageshree Manthalkar	Chairperson & Member (Independent Director)	5	100
2	Shri Pawan Kumar	Member (Nominee Director)	4	80
3	Shri Deepak Sawant	Member (Managing Director)	5	100
4	Shri Sanjay Sharma	Member (Director (Commercial))	4	80

19.10 MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and analysis forms part of this report at Annexure 'B'.

19.11 GENERAL:

1. SIGNIFICANT AND MATERIAL ORDER

There are no significant and material order passed by the Regulators or Courts or Tribunal impacting the going concern status and Company's operation in future.

2. OTHER MATERIAL CHANGES

Pursuant to Section 134(3)(l) and other applicable provisions of Companies Act, 2013, save as aforesaid in this report, no material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year of the Company i.e. 31st March, 2023 and as on date of this report.

3. DISCLOSURE UNDER THE POLICY OF PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

As per requirement of The Sexual Harassment of Women at workplace (Prevention, Prohibition & Redressal) Act, 2013 and Rules made thereunder, your company has constituted Internal Complaints Committee (ICC). During the year under review, no complaints with allegation of sexual harassment were received by the company.

19.12 SHAREHODING PATTERN AS ON 31ST MARCH, 2023

Shareholding Pattern of the Company as on 31st March, 2023 is as follows:

Sr. No.	Name of Shareholders	No of Equity Shares held @ ₹ 10/- each	% of Shares held
1	GAIL (India) Limited	2,24,99,996	22.50
2	Other (individual jointly with GAIL India Limited)	4	0.00
3	Bharat Petroleum Corporation Limited	2,24,99,600	22.50
4	Bharat Petroleum Corp. Ltd. (jointly with individual)	100	0.00
5	Maharashtra Industrial Development Corporation (MIDC)	50,00,000	05.00
6	Indraprastha Gas Limited	5,00,00,000	50.00
7	Others (Individuals)	300	0.00
	Total	10,00,00,000	100%

20. ACKNOWLEDGEMENT

Your Directors express their gratitude to the Ministry of Petroleum and Natural Gas (MoP&NG), Petroleum and Natural Gas Regulatory Board (PNGRB), Government of India, Government of Maharashtra, Government of Karnataka, Government of Telangana Government of Gujarat and local citizens for the continued guidance and support extended to the Company.

The Directors also acknowledge the support of all Statutory & Local Authorities, Bankers, Media, Station Operators & their employees, Contractors, Vendors and Suppliers.

Your Directors acknowledge and are grateful for the guidelines received from Statutory Auditors and CAG.

Your Directors also acknowledge the patronage received from its promoters, GAIL (India) Limited, Bharat Petroleum Corporation Limited and dominant shareholder Indraprastha Gas Limited.

Your Directors place on record their deep appreciation towards its valued customers for their co-operation, patronage & support and look forward to the continuance of this relationship in future also.

Your Directors wish to express their gratitude to all the shareholders, contractors and suppliers for their continued trust and support.

Your Directors are also sincerely thankful for the contributions made by all the employees of MNGL for their dedicated services to the Company.

On behalf of the Board of Directors
For **Maharashtra Natural Gas Limited**

Sd/-
Sanjay Sharma
Director (Commercial)

Sd/-
Kumar Shanker
Managing Director

Place: Pune
Date: 08.09.2023



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)

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

Maharashtra Natural gas Limited (MNGL) has not entered in any Contracts/arrangements/transaction with its related parties which are not in ordinary course of business or at arm's length during FY 2022-23.

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

Sl. No.	Name of the Related Party & nature of relationship	Nature of Transaction	Transaction Value (Rs.in Crores)	Duration of Transaction	Salient Terms of Transaction	Date of Approval by the Board	Amount paid in advance (Rs. in crores)
1	GAIL (India) Ltd.	Gas Purchase	1672.13	FY 2022-23	The related Party Transactions entered during the year were in ordinary course of business at arm's length basis.	The related Party Transactions entered during the year were in ordinary course of business at on arm's length basis, approval of the Board is not applicable.	NA
2	Bharat Petroleum Corp. Ltd.	Sale of Natural Gas	306.56				

On behalf of the Board of Directors
For Maharashtra Natural Gas Limited

Sd/-
Sanjay Sharma
Director (Commercial)

Sd/-
Kumar Shanker
Managing Director

Place: Pune
Date: 08.09.2023

ANNEXURE- “A”

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO DURING 2022-23

A. CONSERVATION OF ENERGY

1. Company has taken various steps for conservation of energy at various operating Installations. This has resulted in savings and contributions to environmental Improvements. Some of the energy conservation schemes are given as under:
 - a. Completed Automation of 70 CNG Stations and 232 Meter Regulating Stations (MRS) using Nb IoT (Narrow Band Internet of Things) and Central Control Room for access of the entire Network.
 - b. Completed Integration of GIS, LCV & Patrol man monitoring systems with Automation System for better integration and Data Acquisition.
 - c. This has resulted in limited utilization of manpower to physically monitor assets. As a result, we are able to use the same manpower for different O&M activities like network patrolling, educating the 3rd party excavation teams etc.
 - d. Maintaining Power Factor above 0.95 to avoid power consumption and penalty.
 - e. Maximum Operation of Motor Driven Compressors in silent hours to avail benefit of lower tariff rates of MSEB during silent hours (10 PM- 6 AM).
 - f. Re-routing at Vanaz Chowk by Double Stopple Link method and recovery of cost of Rs. 43 Lakhs from MAHAMETRO and energy savings in the form of gas venting to the tune of Rs. 2 lakhs.
 - g. Recurring Electricity savings of Rs. 86 Lakhs (approx.) by use of LED lights at all CNG outlets, offices etc.

B. TECHNOLOGY ABSORPTION:

A. Efforts made towards Technology Absorption	1. Complete Automation of 70 CNG stations and 232 MRS of MNGL Pune, has been completed using NB IoT technology. This will help in reducing time and effort required to monitor entire assets.
B. Benefit derived as result of the above efforts e.g. product improvement, cost reduction, product development, import substitution etc.	<ol style="list-style-type: none"> 1. Benefits include continuous and better monitoring of assets, better data acquisition, better prediction of Gas consumption leading to better gas allocation in future by use of historical data. 2. This will ultimately reduce O&M cost of gas production by various cost reduction such as proper allocation of gas in a gas day, limited use of manpower for asset monitoring etc.
C. In case of imported technology (imported during last 3 years reckoned from the beginning of the financial year), following information may be furnished: <ol style="list-style-type: none"> i. Technology imported ii. Year of import iii. Has technology been fully absorbed iv. If not absorbed, areas where this has not taken place, reason therefore & future plan of action 	<ol style="list-style-type: none"> i. Ultra Fast Filling of LCV, trial conducted at Vimal CNG. ii. 2022 iii. Large scale implementation is awaited subject to type approval.
D. The expenditure incurred on Research and Development	NIL



Other initiatives

- IMS certification done.
- Successful completion of automation project for Pune GA comprising of 70 CNG Stations and 232 MRS (Industrial Customers).
- Calibration of 70 RPD meters completed and initiated further calibration of 108 RPD meters to check the metering efficiency.
- Creation of Central Control Room at Shivaji Nagar Office.
- Diversion of 6” Steel line near D-Mart Hinjewadi prevented after tough negotiations with PMRDA and a total of Rs. 75 Lakhs saved.
- Diversion of 10” Steel Line at Lake town avoided after tough negotiations with PMC, and a total savings of approx. Rs. 2.98 Crore achieved.
- Savings of approx. 28 lakhs achieved at SUN City Chakan steel line re-routing by negotiations.
- Obtained permission from NHAI for diversion of 10” steel line at Navale Bridge to Katraj Chowk of approx. 3.2 Kms.
- Completed Aundh River Bridge 10” steel line diversion work by laying over the new bridge instead of carrying out HDD for river crossing, thus saving an approx. amount of Rs. 2 Cr.
- Re-routing of steel line at SNTD and recovery of cost of Rs. 27 Lakhs from MAHAMETRO.
- Completed CIPL/DCVG survey of entire Steel N/w.
- Capacity Enhancement from 1.5 MMSCMD to 3.5 MMSCMD at GAIL RT, Pune, in coordination with GAIL.

C. FOREIGN EXCHANGE EARNING AND OUTGO

The Company is in retail distribution business of Natural Gas in Pune & five other geographical areas. Considering the area of operation and product of the Company, export related activities are not pertinent.

During the year under review, the foreign exchange earnings and outgo are given below:

Foreign Exchange earned in terms of actual inflows during the year	Nil
Foreign Exchange outgo during the year in terms of actual outflows	Nil

ANNEXURE- "B"

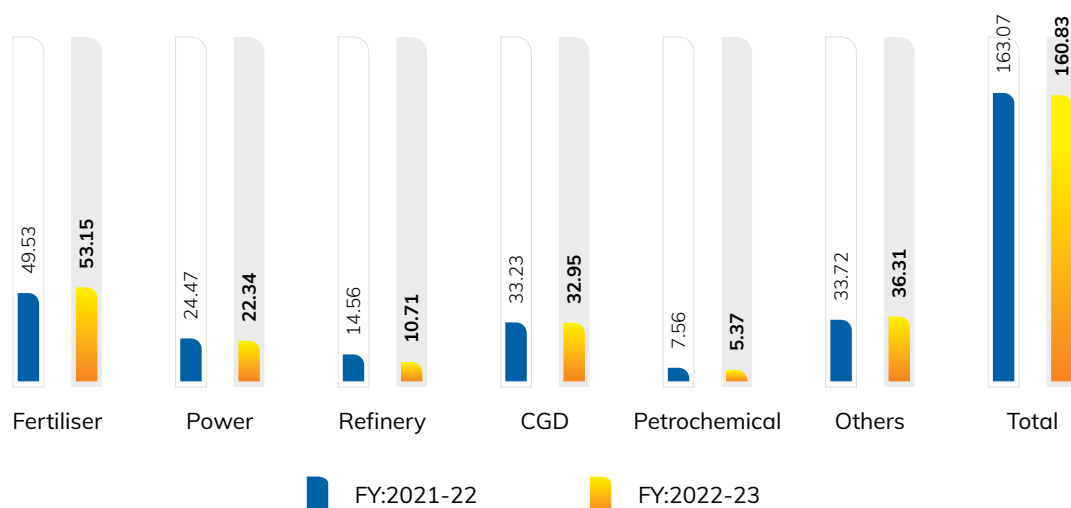
MANAGEMENT DISCUSSION AND ANALYSIS

Natural Gas at glance

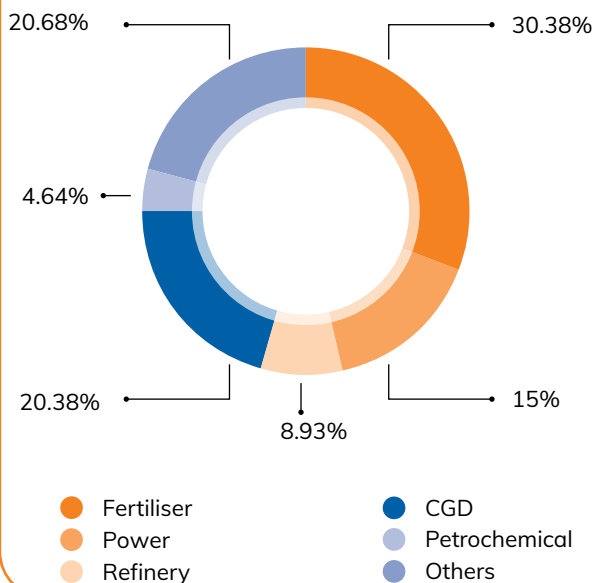
Sectoral consumption of Natural Gas from April'2022 to March'2023 & its YoY comparison:

- During FY: 2022-23, Natural Gas consumption was 160.83 MMSCMD compared to the volume of 163.07 MMSCMD in FY: 2021-22.
- During April' 2022-March 2023, consumption of Natural gas (NG) with a volume of 160.83 MMSCMD was driven by the fertilizer (33%) followed by CGD (20%), Power (14%) Refinery (7%), Petrochemicals (3%) and others (23%).
- With respect to FY: 2021-22, sectoral consumption in FY:2022-23 in CGD sector decreased by 0.28 MMSCMD due to the impact of rise in gas prices.

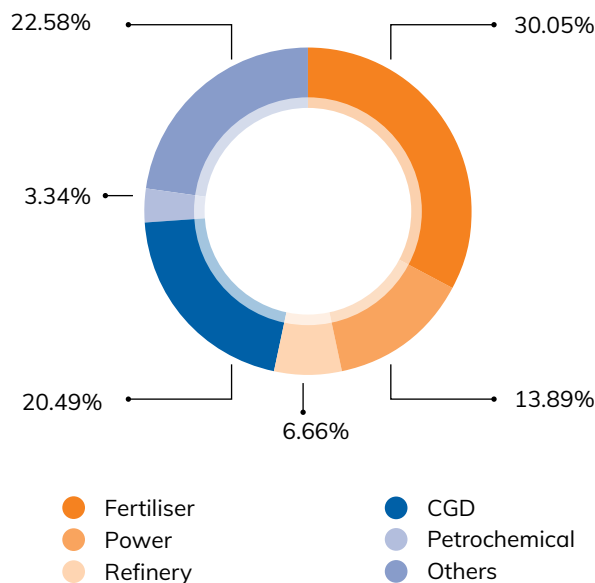
Total Gas consumption
(MMSCMD)



Sector wise gas consumption
FY: 2021-22



Sector wise gas consumption
FY:2022-23





City Gas Distribution

Over the next few years, City Gas Distribution (CGD) is expected to see significant investment and activity.

There is an increasing momentum in recent years. India's city gas distribution (CGD) network is experiencing steady growth in terms of infrastructure development. The government aims to increase the share of natural gas in the primary energy mix from about 6% in 2023 to 15% by 2030. As the country transitions towards a cleaner fuel economy, the demand for natural gas is expected to increase. Post-2018, a large number of GAs were authorized under 9th, 10th & 11th CGD bidding rounds, creating significant growth prospects. In a bid to meet the increasing demand for Compressed Natural Gas (CNG) and Piped Natural Gas (PNG), the domestic gas allocation policy has given high priority to the CGD sector.

Past 11th bidding round PNGRB has authorized 302 Geographical Areas covering approximately 88% of the country's geographical area and 98% of its population.

With more and more CGD players showing keen interest in investing in the development of the gas network, the sector is poised to grow and offer opportunities to multiple stakeholders.

The downstream city gas distribution (CGD) business has seen significant growth, with a focus on improving the availability of compressed natural gas (CNG) for the transportation sector and pipeline natural gas (PNG) for the Residential, Industrial and Commercial sectors. It is gaining momentum. The CGD sector alone consumes about one-fifth of the country's annual natural gas consumption. It is expected to further grow in the future, and a large amount of investment will be made in infrastructure development. The development of the CGD sector is an important element in the energy transition in the country and moving towards the net zero target by 2070.

During FY:2022-23, the CGD sector consumed around 33 MMSCMD of natural gas, of which approximately 26% is imported Regasified - Liquefied Natural Gas (RLNG), which is mainly supplied to the commercial and industrial segments.

Technological and Digital interventions

Technology is expected to act as an enabler for improving efficiencies in the CGD segment. For example, Integrated network management, along with technological advancements, is expected to increase operational efficiency, reliability and customer convenience. Supervisory control and data acquisition (SCADA) is also being steadily adopted by many CGD companies. It enables remote monitoring and automation of CGD processes and equipment. It accomplishes this by integrating with networks, programmable logic controllers, remote terminal units, and sensors and equipment, to collect, analyze, translate and display real-time data.

One of the useful technologies holding promise for the CGD industry is smart meters. Adopting smart metering will help to import customer convenience, reduce losses and enable transparency. Smart metering helps operators make data-driven and accurate business decisions. It also increases operational efficiency and decreases downtime, thereby improving customer service and satisfaction. The adoption of smart meters is a win-win scenario for both consumers and operators, as it ensures timely billing of services without the need to physically visit the customers houses and it aids effective revenue collection for the entity. Your Company is planning trials for the implementation of smart metering system for domestic customers in its Pune GA for assessing its various advantages and challenges.

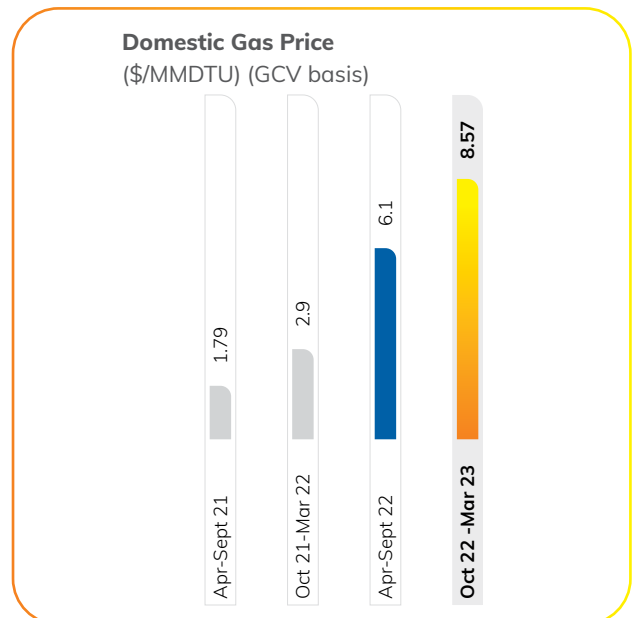
Challenges facing the CGD sector:

Notwithstanding the potential of the gas sector in India, there are also challenges when it comes to City Gas Distribution (CGD) project. Few have been enlightened below:

a) Timely availability of designated Gas Transportation Infrastructure

The success of CGD sector development depends upon the timely availability of gas transmission infrastructure. CGD consumption centers are away from production centers, so transmission pipeline connectivity is a key to meet the fuel potential. A fully functional national gas grid will improve natural gas accessibility throughout India. Many GAs authorized under 9th to 11th bidding round do not have pipeline connectivity in the GA.

b) **Gas Pricing** The domestic gas price has witnessed a significant increase from \$2.90 per metric million British thermal units (mmBtu) during October 2021-March 2022 to \$8.57 per mmBtu during October 2022-March 2023. This three-fold increase in price due to international conflicts has hugely impacted CGD operators and has become tough for CGD players to maintain consumers especially in price sensitive Industrial and Commercial segments.



The sharp rise in global gas prices had impacted Gas demand from industrial and commercial sector as they are met through the import of costlier RLNG. Blending of imported gas in case of shortfall were making the CNG & D-PNG prices less attractive to the CNG users. In all, Conversion to gas and subsequent volume growth depends on the cost economics and affordable gas supply. Therefore, only a stable and reasonable input gas pricing will help the growth of the CGD sector. The impact of volatile and high input gas prices has been reflected in the total consumption of natural gas during FY: 2022-23 (160.83 MMSCMD) over FY: 2021-22 (163.07 MMSCMD) referred hereinabove.

c) Impact of Electric Vehicles (EVs) & Hydrogen

EVs: There is possible risk to the demand growth in CGD Transport sector on account of emerging new age energy vehicles viz. Electric Vehicles (EVs). EVs are increasingly being considered as the future of mobility. EVs also aid in reducing vehicle pollution and pave the way to a cleaner and greener environment. Growth of EVs can impact the demand for CNG. The need for more supporting infrastructure at present and the high price point of EVs are current challenges to EV industry. Some consider that it may take a longer time for EVs to be able to meaningfully challenge CNG vehicles in tier 2, tier 3 cities and lower. Meanwhile CGD entities need to focus on building a robust CNG station network which will cater to the needs of the present consumers.

Hydrogen: India has committed to achieving net-zero carbon emissions by 2070 and hydrogen together with renewable energy is also seen as key to achieving that goal. Hydrogen Fuel cell technology is identified amongst the new energy technologies which will help in achieving a 60 % to 80 % reduction in greenhouse gases by 2050. Hydrogen fuel cell is an infant technology. Developments in hydrogen may also impact the growth of CGD sector and may pose a challenging environment for the CGD entities in the future.

d) Cost of CGD infrastructure

CGD sector is material, services & manpower intensive. The overall cost of setting up CGD networks and compressed natural gas (CNG) stations consists of three key components i.e. land cost, gas supply cost and the cost of setting up infrastructure. The laying of a MDPE pipeline network is a major infrastructural cost component and typically constitutes around 55% of the total project cost. Expenditure incurred for acquiring land for city gas stations and CNG stations is another major cost component.

Due to massive roll out of CGD authorizations during 9th, 10th, 11th bidding round, there has been a stupendous increase in demand of above equipments/infrastructure and supply constraints make it more challenging. Scarcity of skilled manpower has also added to the cost of CGD project. The sudden demand for executives as well as skilled technicians, plumbers, supervisors, welders etc. has led to scarcity of people.



ANNEXURE- “C”

1) Brief outline on CSR Policy of the Company.

As per MNGL's CSR policy, As prescribed in the Companies Act 2013, MNGL will spend 2% of the average net profit (calculated as per section 198 of the CA 2013) made by the Company during the three immediately preceding financial years. The thrust areas of the MNGL CSR are Education, Health, Skill development, community development etc.

2) Composition of CSR Committee:

Sr. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Bageshree Manthalkar	Chairperson		5
2	Pawan Kumar	Member	5	4
3	Deepak Sawant	Member		5
4	Sanjay Sharma	Member		4

3) Provide the weblink where composition of CSR committee, CSR policy and CSR projects approved by board are disclosed on the website of the company.

<https://www.mngl.in/csr-activities/>

4) Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).

As per the provisions of the Companies Act, 2013 Not mandatory.

5) Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if an

5.a) Not Applicable

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be setoff for the financial year, if any (in Rs)
1	N.A		
2	N.A		
3	N.A		
TOTAL			

6) Average net profit of the company as per section 135(5): Rs. 244.4 Cr

- 7) (a) Two percent of average net profit of the company as per section 135(5): Rs 6.43 Cr.
 (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: 0
 (c) Amount required to be set off for the financial year, If any: 0
 (d) Total CSR obligation for the financial year (7a+7b7c): Rs. 6.43 Cr.

8) (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
3,05,56,911/-	3,35,07,772/-	28/04/2022	Rs. 2,55,784/- Will be transferred before 30 th September (to be decided in upcoming CSR meeting)		

(b) Details of CSR amount spent against ongoing projects for the financial year:

1	2	3	4	5		6	7	8	9	10	11	
Sl. No	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project.		Project duration (months)	Amount allocated for the project (In Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
1	Empowerment of Girl Students from Tribal Areas of Nashik through the Project Ghe Bharari- in which trust is planning to accommodate 10 girls' educational fees, meal, and hostel.	(ii)	Yes	Maharashtra	Nashik	12	6,84,000/-	4,78,800/-	2,05,200/-	N	Swatantryalaxmi Rani Laxmibai Smarak Samiti	CSR00024878
2	Contribution for installation of 250 household Biogas Plants in Sindhudurg District	(iv)	Yes	Maharashtra	Sindhudurg	24	21,30,000/-	14,91,000/-	6,39,000/-	No	Bhagirath Gramvikas Pratishthan	CSR00010000
3	Contribution for 3 Biodegradable Sanitary Napkin Machines for promotion of Entrepreneurship in backward and rural areas through skill development of rural women by teaching them to make Low-Cost Biodegradable Sanitary Napkins	(ii) & (iii)	Yes	Maharashtra	Sindhudurg	6	13,50,000/-	9,44,580/-	4,04,820/-	No	Anusaya Mahila Swayamsevi Sanstha	CSR00028470
4	Contribution for 5 biodegradable leaf plates making Machines for promotion of green livelihood & skill development of rural women by teaching them to manufacture of biodegradable leaf plates	(iii) & (iv)	Yes	Maharashtra	Sindhudurg	6	7,01,000/-	4,90,700/-	2,10,300/-	No	Pruthvisangram Gramvikas Sanstha	CSR00010032



1	2	3	4	5		6	7	8	9	10	11	
Sl. No	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project.		Project duration (months)	Amount allocated for the project (In Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
5	Contribution for purchasing Polyclinic and Diagnostic set-up to Balasaheb Devras Polyclinic of Pune Vaidyakiya Seva va Sanshodhan pratishthan , Pune	(i)	Yes	Maharashtra	Pune	6	76,36,933/-	61,09,546/-	15,27,387/-	No	MNGL	CSR00011600
6	Contribution for Distribution of Modular Foot (Preparing & Providing) 400Qty-300 Walk in at Pune Office & 100 in Camp at Nanded to Nav Bharat Vikas Foundation, Pune	(i)	Yes	Maharashtra	Pune & Nanded	6	48,00,000/-	9,60,000/-	38,40,000/-	Yes	MNGL	CSR00004408
7	Contribution for Deploying AR Tech and Sensory Therapy for Special Children to ZEP Rehabilitation Centre, Pune	(ii)	Yes	Maharashtra	Pune	6	30,00,000/-	24,00,000/-	6,00,000/-	Yes	MNGL	CSR00012349
8	Contribution for prevention of avoidable blindness through eye screening camps & Cataract Surgeries among the population of rural part-8 villages of Deola Block of Nashik District, Maharashtra	(i)	Yes	Maharashtra	Nashik	6	52,97,600/-	10,59,520/-	42,38,080/-	No	Kai Vanjibaba Gramin Vikas Mandal, Chalisgaon	CSR00012228
9	Contribution to provide Sustainable community based Safe & Clean drinking water with IoT enabled Smart card for One Village in Nanded	(i)	Yes	Maharashtra	Nanded	6	28,16,300/-	5,63,260/-	22,53,040/-	No	Toyam Foundation	CSR00003990
10	Contribution for Gully School – A Golden Road of Hope for the children's living on the streets of katraj	(ii)	Yes	Maharashtra	Pune	12	6,62,997/-	1,32,600/-	5,30,397/-	No	Kokan Kala Va Shikshan Vikas Sanstha	CSR00004014

1	2	3	4	5		6	7	8	9	10	11	
Sl. No	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project.		Project duration (months)	Amount allocated for the project (In Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
11	Contribution for Sustainable Watershed Development at Akkalkos, Tehsil: Shindkheda, District: Dhule	(iv)	Yes	Maharashtra	Dhule	12	50,17,000/-	10,03,400/-	40,13,600/-	No	Sevavardhini	CSR00000860
12	Contribution to install 5 Mini Science Centres at needy schools in Sindhudurg	(i)	Yes	Maharashtra	Sindhudurg	12	26,01,585/-	5,20,317/-	20,81,268/-	No	Sambhavana	CSR00000687
13	Contribution for Rehabilitation of the 15 Mentally challenged	(i)	Yes	Maharashtra	Pune	12	30,49,988/-	6,09,997/-	24,39,991/-	No	Navkshitij	CSR00011422
14	Contribution for Haemodialysis Machine - 5 unit for dialysis centre of RSS Jan Kalyan Samiti, Pune	(ii)	Yes	Maharashtra	Pune	6	38,64,000/-	30,91,200/-	7,72,800/-	Yes	RSS Jan Kalyan Samiti	CSR00000424
15	Contribution for the project of Tree Plantation - to plant 4152 plants with Metal Tree Guard MS Green Colour in Pune	(iv)	Yes	Maharashtra	Pune	6	66,29,480/-	13,25,896/-	33,14,740/-	No	Arogya Jan Kalyan Sanstha	CSR00045477
16	Contribution to provide Digital Classroom/All in One Digital Teaching Device to 50 Schools of PMC.	(ii)	Yes	Maharashtra	Pune	6	60,00,000/-	48,00,000/-	12,00,000/-	No	Pune Municipal Corporation	CSR00004302
17	Contribution to celebrate "Azadi ka Amrit Mahotsav" - 75 years of Indian independence and "Har Ghar Tiranga" campaign;	(ii)	Yes	Maharashtra	Pune	1	30,00,000/-	0	30,00,000/-	No	Savitribai Phule Pune University	



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

1	2	3	4	5		6	7	8	
Sl. No	Name of Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation on - Direct (Yes/No)	Mode of implementation - Through implementing agency.	
				State	District			Name.	CSR registration number.
1	Contributing Smart boards (Internet Based Smart Classroom- Interactive LED Flat panel- Android 9.0) 5 Qty for online education purpose	(i)	Yes	Maharashtra	Nashik	10,00,000/-	No	Central Hindu Military Education Society	CSR00007786
2	Contribution to purchase Ventilator/ Anaesthesia Workstation for - Rescue, Rehabilitation & Sterilization of Stray Cats & Dogs	(iv)	Yes	Maharashtra	Pune	25,85,300/-	No	Karma Foundation	CSR00000143

d) Amount spent in administrative overheads- None

e) Amount spent in impact assessment, if possible – None

f) Total amount spent for financial year – Rs. 3.05 CR

(8b+8c+8d+8e)

g) Excess amount for set off if any, -None

Sr. No.	Particular	Amount
(i)	Two percent of average net profit of the company as per section 135(5)	6.43CR
(ii)	Total amount spent for the Financial Year	3.05 CR
(iii)	Excess amount spent for the financial year [(ii)-(i)]	NA
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NA
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NA

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

SL. No	Proceeding Financial Year	Amount transferred to unspent CSR account under section 135 (6) (in Rs.)	Amount spent in the reporting financial year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
1	2022-2023	3,35,07,772/-	3,05,56,911/-	Rs. 2,55,784/- will be transferred before 30 th September (To be decided in upcoming CSR meeting)			3,35,07,772/-
2	2021-2022	1,85,74,702/-	3,00,22,506/-	Swachh Bharat Kosh	2,82,192/-	28/09/2022	58,90,829/-
3	2020-2021	2,37,77,454/-	1,60,26,126/-	Swachh Bharat Kosh	43,11,861/-	28/09/2022	35,28,610/-

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

1	2	3	4	5	6	7	8	9
Sl. No	Project ID	Name of project	Financial year in which project was commenced	Project Duration/ Months	Total amount allocated for the project	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project – Completed /Ongoing
1	N.A	Contribution to purchase Oxygen Concentrators	2021	12	27,82,500/-	10,00,000/-	-	Ongoing
2		Provided Mobile (cancer Care/ pathology) Van	2021	12	80,06,129/-	15,51,114/-	64,04,903/- Less Spent)	Completed
3		Contribution for Skill Development project	2021	12	500000/-	1,00,000/-	2,50,000/-	Ongoing
4		Contribution for Women's Rescue Project	2021	12	10,00,000/-	67,200/-	0	Ongoing
5		Contribution to provide Shelter, Care, Educational & Medical Aid to Family deprived children/ babies	2021	12	15,42,000/-	3,08,400/-	7,71,000/-	Ongoing
6		Contribution to Preservation and promotion of desi seeds and plants in villages of Pune District	2021	12	37,31,625/-	7,46,325/-	18,26,131/-	Ongoing



1	2	3	4	5	6	7	8	9
Sl. No	Project ID	Name of project	Financial year in which project was commenced	Project Duration/ Months	Total amount allocated for the project	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project – Completed /Ongoing
7		Contribution for Forest conservation and traditional biodiversity knowledge documentation by forest dwelling people in Nashik District	2021	12	15,00,000/-	3,00,000/-	0	Ongoing
8		Contribution to conduct Tree Plantation Drive	2021	12	5,00,000/-	1,00,000/-	2,50,000/-	Ongoing

10) In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year

(Asset-wise details)

(a) Date of creation or acquisition of the capital asset(s) - NA

(b) Amount of CSR spent for creation or acquisition of capital asset -NA

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) -NA

10. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).

Out of the total CSR Budget of Rs. 6.43 Cr. for the FY 2022-23, the amount of Rs.3.05 Cr. was spent during the year. The amount of Rs. 3.35 Cr. was transferred to the Escrow A/c as allocated for ongoing CSR Projects of the FY 2022-23. It is to inform that as per the CSR Policy of the Company, the project amount is to be disbursed subject to the completion of stages and satisfactory submission of the requisite documents by NGO partners.

The balance unallocated amount of Rs. 2.55 Lakhs shall be transferred to the fund specified in Schedule VII as per the provisions of section 135 of the Companies Act, 2013 by end of the September 2023. Therefore, there is no any unspent CSR amount for FY 22-23.

On behalf of the Board of Directors
For Maharashtra Natural Gas Limited

Sanjay Sharma
Director (Commercial)

Kumar Shanker
Managing Director

Place: Pune
Date: 08.09.2023

ANNEXURE- “D”**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 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Maharashtra Natural Gas Limited,
4th Floor, Pride Purple Cornet,
Baner Road, Baner,
Pune – 411045

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Maharashtra Natural Gas Limited** (hereinafter called ‘the Company’). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on my verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023 (hereinafter called the ‘**Audit Period**’) 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 books, forms and returns filed and other records maintained by the **Maharashtra Natural Gas Limited** (‘the Company’) for the financial year ended on 31st March, 2023 according to the provisions, minute of:

1. The Companies Act, 2013 (the Act), and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
3. The Depositories Act, 1996 and the Regulations and Bye-laws frame there under;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment; External Commercial Borrowings and Overseas Direct Investment (**NOT APPLICABLE**).
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):- (**NOT APPLICABLE**).
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and deal
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

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 law applicable specifically to the Company i.e.

- The Bombay Gas Supply Act 1939,
- Maharashtra Fire Prevention and Life Safety Measures Act, 2006,
- Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, etc.

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

- Secretarial Standards issued by The Institute of Company Secretaries of India
- The Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations, 2015 (**NOT APPLICABLE**).



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

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Director during the Financial year. 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 is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent as per the provisions and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

Cs Rachana R. Kolte

Practising Company Secretary
Membership No. F12142/ Cop No. 18572

Date: 09.09.2023

Place: Pune

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

'Annexure A'

To,
The Members,
Maharashtra Natural Gas Limited,
4th Floor, Pride Purple Cornet,
Baner Road, Baner,
Pune – 411045

My Report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

CS RACHANA R. KOLTE
PRACTISING COMPANY SECRETARY
MEMBERSHIP NO. F12142/ COP NO. 18572

DATE: 09.09.2023
PLACE: PUNE



CSR Event Handing over of Mobile Van to Samarthya Yuva Foundation



Women's Day Celebration 2022



18th Annual Day Celebration





सत्यमेव जयते

कार्यालय महानिदेशक वाणिज्यिक लेखापरीक्षा
मुंबई

भारतीय लेखापरीक्षा एव लेखा विभाग

सी-25, ऑडिट भवन 8वाँ तल, बान्द्रा-कुर्ला कॉम्प्लेक्स, बान्द्रा (पू), मुंबई - 400 051.

टेलीफोन 022-69403800

ई-मेल : pdcamumbai@cag.gov.in

Office of the Director General of Commercial Audit
Mumbai
Indian Audit & Accounts Department

C-25, 'Audit Bhavan' 8th Floor, Bandra-Kurla Complex,
Bandra (East), Mumbai - 400 051.

Telephone : 022-69403800

e-mail : pdcamumbai@cag.gov.in

संख्या डीजीसीए/MNGL/लेखों/22-23/t- 2005/162

23 जून 2023

सेवा में,

प्रबंध-निदेशक
महाराष्ट्र नॅचरल गॅस लिमिटेड,
पुणे.

विषय: कंपनी के अधिनियम 2013 के धारा 143 (6) (b) के अधीन महाराष्ट्र नॅचरल गॅस लिमिटेड के 31 मार्च 2023 को समाप्त लेखों पर भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणीयाँ ।

महोदय,

मैं महाराष्ट्र नॅचरल गॅस लिमिटेड के 31 मार्च 2023 को समाप्त लेखों पर कंपनी के अधिनियम 2013 के धारा 143 (6) (b) के अधीन भारत के नियंत्रक-महालेखापरीक्षक की टिप्पणीयाँ प्रेषित कर रहा हूँ।

वार्षिक आम सभा में लेखों तथा नियंत्रक-महालेखापरीक्षक के टिप्पणीयों को अंगीकरण करने के कार्यवाही के कार्यवृत्त की एक प्रतिलिपि इस कार्यालय को प्रेषित करें। साथ में प्रकाशित वार्षिक रिपोर्ट की 10 प्रतिलिपियाँ भेजें।

कृपया इस पत्र की पावती भेजें।

भवदीय,

चिंतामणि साने.

महानिदेशक वाणिज्यिक लेखापरीक्षा, मुंबई

संलग्न: यथोपरि

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

The preparation of financial statements of Maharashtra Natural Gas Limited for the year ended 31 March 2023 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139 (5) is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 4 May 2023.

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

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

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



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

**Place: Mumbai
Date: 23 June 2023**



M/s. SUNSVG & ASSOCIATES
Chartered Accountants

C-18, Yashshree Apartment, Opp. To Nirmal Samrudhi, Surbhi Mangal Karyalay Lane, Taware Colony, Satara Road, Pune - 411 009.
Phone : (O) 020 - 24213814, (H) 020 - 24219062 // Mob : 9422307048 // Email : nadesatish@yahoo.co.in

Independent Auditors' Report

To,
The Members,
Maharashtra Natural Gas Limited,
Pune

Report on the Audit of Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of **Maharashtra Natural Gas Limited (MNGL)** which comprise the Balance Sheet as at 31st March 2023, the Statement of Profit & loss Account (including Other Comprehensive Income), Cash Flow statement, Statement of Changes in Equity for the year ended on that date and notes to the 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 Ind AS financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with Ind AS specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India,

- (i) in the case of Balance Sheet, of the state of affairs of company as at 31st March 2023
- (ii) in the case of Statement of Profit and Loss, of the **Profit** for the period ended on that date.
- (iii) Changes in Equity for the year ended on that date.
- (iv) Cash flow statement for the year ended on that date



Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with ethical requirements that are relevant to our audit of the financial statements under the provisions of Companies Act, 2013 and rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the Financial Statements and Independent Auditor's Report thereon

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 financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report. Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.





Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (the Act) with respect to the preparation and presentation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, 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, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent and the design, implementation and maintenance of internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial control system in place and 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.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



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, to the extent applicable.
2. As required by the Comptroller and Auditor General of India vide directions issued under Section 143(5) of the Act, we give our report on the matters specified in the aforementioned directions in "**Annexure B**" on taking into consideration the information, explanations, examination of records and written representations received from the management
3. As required by section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit:

- a. In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books.
- b. The Balance Sheet, Statement of Profit and Loss, Cash Flow statement and Statement of Changes in Equity dealt with by this report are in agreement with relevant books of accounts maintained for the purpose of preparation of the IND AS financial statements.
- c. In our opinion the aforesaid Ind AS financial statements comply with the Indian Accounting Standards referred to in section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- d. On the basis of the written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2023 from being appointed as a director in terms of section 164 (2) of the Act.



- e. With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in “**Annexure C**”.

Other Matters

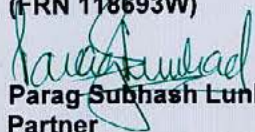
With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us,

- i. The company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements; - Refer Note 34 to the Ind AS Financial statements
- ii. As informed to us, the company has not entered in any long-term contract including derivative contract and as such, this clause of providing foreseeable loss is not applicable to the company.
- iii. There is no such amount that is 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, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“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, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“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.

- (c) Based on the audit procedures that have been 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 (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v (a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.
- (b) As stated in Note No.42 to the financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

**For SUN SVG & Associates
Chartered Accountants
(FRN 118693W)**


**Parag Subhash Lunkad
Partner**

Membership No. 112287.
UDIN : 23112287BGUYMD1877
Place : Pune
Date : 04th May 2023



Annexures attached to the audit report

1. CARO "Annexure A"
2. Report on the Internal Financial Controls (IFC Report) "Annexure C"
3. Independent Auditor's Report as required by the Comptroller and Auditor General of India vide directions issued under Section 143(5) of the Companies Act, 2013- "Annexure B"



M/s. SUNSVG & ASSOCIATES
Chartered Accountants

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"ANNEXURE A"
Companies Audit Report Order (CARO)

ANNEXURE TO THE INDEPENDENT AUDITORS REPORT

Referred to in paragraph "1" of our report of even date, based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that

- i. (a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment ("PPE") and relevant details of right-of-use assets.

(B) The Company is maintaining proper records showing full particulars of intangible assets.
- (b) The PPE has been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the PPE is reasonable having regard to the size of the Company and the nature of its assets. For the underground natural gas distribution system, the management has adequate controls in place to safeguard the physical existence of the said distribution system. No material discrepancies were noticed upon such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company. However, as informed to us, in case of one immovable property situated at Gat No.539, Chikhali, it is defending a claim with reference to the title, filed by Chinchwad Deosthan Trust. The details are as follows:



Description of property	Gross carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in name of company*	Details of dispute
Land at Gat No.539, Chikhali, Pune	264.60 Lakhs	Company	No	Since FY 2007-08	Not Applicable since held in the name of company	Chinchwad Deosthan Trust filed a suit claiming ownership of land at chikhali

- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023, for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
- (a) The inventories of the Company comprise of natural gas. In our opinion and according to the information and explanation given to us, having regard to the nature of the inventory of natural gas, the procedures followed by the management for estimation of natural gas quantities which is based on volume of pipelines and the volume of cascades containing the natural gas considering the standard temperature and pressures, are reasonable and no material discrepancies were noticed on such computation. Further, in our opinion, the management has conducted physical verification of inventory of stores and spare parts at reasonable intervals during the year and no material discrepancies between physical inventory and book records were noticed on physical verification.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of the security of current assets at any point of time during the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.





- iii. As per information and explanation given to us and audit procedure carried out by us, the company has not 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 party. Accordingly, provisions of Clause (iii) (a) to (f) of the order are not applicable to the company.
- iv. As per information and explanation given to us and audit procedure carried out by us, the company has not given any loans, made any investments, issued any guarantees and security covered by provisions of section 185 & 186 of the Companies Act 2013.
- v. The company has not accepted any deposits during the year from the public within the meaning of the provisions of sections 73 to 76 of the Companies Act, 2013 and or any other relevant provisions of the Companies Act and the rules framed there under.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act in respect of Company's product and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanation given to us and the records examined by us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, GST, VAT, Wealth Tax, Custom Duty, Excise Duty, Cess and other statutory dues wherever applicable.

There were no undisputed amounts payable in respect of Provident Fund, Income-Tax, Service Tax, Value Added Tax, Duty of Customs, Duty of Excise, Cess, GST and other material statutory dues applicable to it with the appropriate authorities



- (b) In our opinion and on the basis of the information and explanation given to us, the dues outstanding in respect of income-tax, sales tax, service tax, duty of customs, duty of excise, GST and value added tax on account of any dispute, are as follows

Sr no	Name of Statute	Name of Dues	Amount (Rs in lacs)	Amount paid under Protest (Rs in lacs)	Period for which the amount relates	Forum where the dispute is pending
1	Sales Tax	Sales tax dues	35.47 (net of refund of Rs.8 lacs)	0.25	FY 2009-10	Jt Commissioner of Sales Tax (appeal) Pune
2	Service Tax	Service Tax Dues	Service tax 2657.10 and Penalty of Rs. 2658.21	199.28	FY 2012-13 to FY 2017-18	Goods and Service Tax Appellate Tribunal (GSTAT)

- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institution and bank.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) On an overall examination of the financial statements of the Company, term loans were applied for the purpose for which the loans were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.





- (f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures, or associate companies, and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. (a) The company did not raise moneys by way of initial public offer or further public offer (including debt instruments).
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally).
- xi. (a) Based upon the audit procedures performed and information and explanations given by the management, we have neither come across any instance of fraud by the company or any fraud on the company by its officers or employees during the course of our audit.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Ind AS.
- xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.



- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. (a) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Hence, reporting under clause 3(xvi)(a) and (b) of the Order is not applicable.
- (b) In our opinion, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence, reporting under clause 3(xvi)(c) of the Order is not applicable.
- (c) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not 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, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.





- xx. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.
- (b) In respect of ongoing projects, the Company has transferred unspent Corporate Social Responsibility (CSR) amount as at the end of the previous financial year, to a Special account within a period of 30 days from the end of the said financial year in compliance with the provision of section 135(6) of the Act.
- xxi. According to the information and explanations given to us, the company has no subsidiaries. Accordingly, reporting under clause 3(xxi) of the Order is not applicable for the year.

For SUN SVG & Associates
Chartered Accountants
(FRN 118693W)

Parag Subhash Lunkad
Partner

Membership No. 112287.
UDIN : 23112287BGUYMD1877
Place : Pune
Date : 04th May 2023



M/s. SUNSVG & ASSOCIATES
Chartered Accountants

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ANNEXURE- B TO THE INDEPENDENT AUDITORS REPORT

Independent Auditor's Report as required by the Comptroller and Auditor General of India vide directions issued under Section 143(5) of the Companies Act, 2013 (the 'Act')

We have audited the financial statements of MAHARASHTRA NATURAL GAS LIMITED ("the Company") as at 31st March 2023 and in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date and According to Section 143(5) of the Companies Act 2013, and in line with the directions received from the Comptroller and Auditor General of India, we hereby report that:

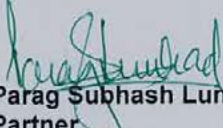
Sr. No.	Direction	Auditors' Reply	Financial Implication
1.	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	As per information given to us and based on the records examined, Company has system in place to process all the accounting transactions through IT system.	Not applicable
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the load? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company)	As informed by the management and based on the records examined, we have not observed any case of restructuring of an existing loan or waiver/ write off of debts/ loans/ interest etc. from banks or financial institution during the year under audit.	Not applicable





Sr. No.	Direction	Auditors' Reply	Financial Implication
3.	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government of its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	As per information, explanations and written representations given to us by the management, the Company has not received any funds (grants/subsidy etc.) from Central/State Government for specific schemes of its agencies.	Not applicable

For SUN SVG & Associates
Chartered Accountants
(FRN 118693W)


Parag Subhash Lunkad
Partner

Membership No. 112287.

UDIN : 23112287BGUYMD1877

Place : Pune

Date : 04th May 2023





M/s. SUNSVG & ASSOCIATES
Chartered Accountants

C-18, Yashshree Apartment, Opp. To Nirmal Samrudhi, Surbhi Mangal Karyalay Lane, Taware Colony, Satara Road, Pune - 411 009.
Phone : (O) 020 - 24213814, (H) 020 - 24219062 // Mob : 9422307048 // Email : nadesatish@yahoo.co.in

Annexure – C to the Independent Auditor's Report

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

We have audited the internal financial controls over financial reporting of **MAHARASHTRA NATURAL GAS LIMITED (MNGL)** ("the Company") as of 31st March 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.





Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (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 authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

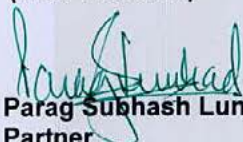
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Opinion

According to the information and explanations given to us and based on our audit, the Company has, maintained adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For SUN SVG & Associates
Chartered Accountants
(FRN 118693W)**



**Parag Subhash Lunkad
Partner**

Membership No. 112287.

UDIN : 23112287BGUYMD1877

Place : Pune

Date : 04th May 2023





Balance Sheet

as at March 31, 2023
(All Figures in Rupees Lakhs, unless otherwise stated)

Particulars	Note Reference	March 31,2023	March 31,2022 (Restated)	April 01, 2021 (Restated)
ASSETS				
Non-current assets				
Property, plant and equipment	3	1,19,929.92	1,01,370.01	91,777.53
Right of Use Assets	3	9,000.17	10,790.42	6,486.12
Capital work-in-progress	3	82,323.77	54,859.39	34,921.96
Other intangible assets	4	278.49	486.30	415.91
Financial asset				
(i) Other financial asset	5	1,488.83	1,427.95	1,519.53
Other non-current assets	6	822.81	127.71	134.04
Total non-current assets		2,13,843.99	1,69,061.77	1,35,255.09
Current assets				
Inventories	7	232.01	175.21	46.22
Financial assets				
(i) Trade and other receivables	8	12,380.44	13,988.41	10,037.28
(ii) Cash and cash equivalents	9	9,423.00	7,506.01	3,065.32
(iii) Other financial assets	5	5,818.39	677.95	542.82
Other current assets	10	2,722.20	909.53	667.45
Total current assets		30,576.02	23,257.12	14,359.09
Total - Assets		2,44,420.01	1,92,318.89	1,49,614.18
EQUITY AND LIABILITIES				
Equity				
Equity share capital	11(a)	10,000.00	10,000.00	10,000.00
Other equity				
(i) Reserves and surplus	11(b)	1,32,021.73	99,809.97	72,545.57
Total Equity		1,42,021.73	1,09,809.97	82,545.57
Liabilities				
Non-current liabilities				
Financial liabilities				
(i) Long-term borrowings	12	41,961.83	22,403.33	21,065.91
(ii) Lease liabilities	1.6(vi)(d)	9,790.32	10,937.05	6,915.88
(iii) Other financial liabilities	13	565.68	413.05	47.10
Provisions	14	346.40	289.47	248.01
Deferred tax liabilities (Net)	16	8,035.81	6,527.78	5,851.17
Total non-current liabilities		60,700.03	40,570.69	34,128.06
Current liabilities				
Financial liabilities				
(i) Trade payables	17	9,004.16	7,672.46	4,920.17
(ii) Lease Liability	1.6(vi)(d)	432.86	677.54	349.71
(iii) Other financial liabilities	13	23,241.22	20,498.71	16,437.23
Provisions	14	6,808.36	5,848.95	3,872.75
Liabilities for current tax (Net)	18	430.30	2,154.87	483.48
Short-term borrowings	19	799.84	4,625.30	6,169.32
Other current liabilities	20	981.51	460.41	707.89
Total Current liabilities		41,698.26	41,938.23	32,940.55
Total - Liabilities		1,02,398.28	82,508.92	67,068.61
Total Equity and Liabilities		2,44,420.01	1,92,318.89	1,49,614.18

Significant accounting policies and other explanatory information forming part of financial statements (1-43)

As per our report of even date

For M/s SUN SVG & ASSOCIATES

Chartered Accountants

Firm Registration Number: 118693W

For and on behalf of the Board of Directors of

Maharashtra Natural Gas Limited

CA Parag Subhash Lunkad

Partner

Kumar Shanker

Managing

Director

DIN:09533240

Sanjay Sharma

Director

(Commercial)

DIN: 09025971

Sarathy M K

Chief Financial Officer

Shreya Prabhudesai

Company Secretary

A48866

Membership No : 112287

UDIN : 23112287BGUYMD1877

Date : 4 May 2023

Place : Pune

Statement of Profit and Loss

for the Year ended March 31, 2023

(All Figures in Rupees Lakhs, unless otherwise stated)

Particulars	Note Reference	Year ended March 31, 2023	Year ended March 31, 2022
Revenue from Operations	21	2,70,019.36	1,38,140.87
Other Income	22	220.69	440.09
Total Income		2,70,240.05	1,38,580.96
Expenses			
Purchases of Natural Gas	23(a)	1,61,834.71	62,514.76
Changes in inventories of finished goods	23(b)	(56.80)	(128.99)
Excise Duty		22,309.50	9,992.17
Employee benefit expense	24	2,373.26	2,182.36
Depreciation and amortisation expense	25	9,302.99	7,066.43
Finance costs	26	2,280.11	1,764.00
Other expenses	27(a)	15,605.96	10,581.41
Total Expenses		2,13,649.73	93,972.14
Profit before exceptional items and tax		56,590.31	44,608.82
Exceptional Items		-	-
Profit before tax		56,590.31	44,608.82
Income tax Expense			
- Current Tax	28	12,973.71	10,670.48
- Deferred tax	28	1,508.03	676.61
Total Tax Expense		14,481.74	11,347.10
Profit from continuing operations		42,108.57	33,261.72
Profit After Tax		42,108.57	33,261.72
Other Comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Remeasurements of post employment benefit obligations	15(iv)	29.83	3.59
Income tax relating to these items	18	(7.51)	(0.90)
Other Comprehensive income , net of tax		22.32	2.68
Total Comprehensive income		42,130.89	33,264.40
Earnings per equity share			
Basic and diluted earnings per share (in Rs.)	37	42.11	33.26

Significant accounting policies and other explanatory information forming part of financial statements (1-43)

As per our report of even date

For M/s SUN SVG &
ASSOCIATESChartered Accountants
Firm Registration Number:
118693W

For and on behalf of the Board of Directors of

Maharashtra Natural Gas Limited

CA Parag Subhash Lunkad
PartnerKumar Shanker
Managing
DirectorSanjay Sharma
Director
(Commercial)Sarathy M K
Chief Financial OfficerShreya Prabhudesai
Company SecretaryMembership No : 112287
UDIN : 23112287BGUYMD1877

DIN:09533240

DIN: 09025971

A48866

Date : 4 May 2023
Place : Pune



Statement of Cash Flow

 for the year ended March 31, 2023

(All Figures in Rupees Lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2023		Year ended March 31, 2022
Cash Flow From Operating Activities			
Profit before income tax		56,590.31	44,608.82
Adjustments for:			
Depreciation and amortisation	9,302.99		7,066.43
Finance costs	2,280.11		1,764.00
Other Comprehensive Income	29.83		3.59
Interest income classified as investing activity	(220.69)	11,392.25	(117.74)
Operating profit before working capital changes		67,982.57	53,325.09
Change in operating assets and liabilities			
(Increase)/Decrease in inventories	(56.80)		(128.99)
(Increase)/Decrease in trade and other receivables	1,607.97		(3,951.13)
Increase/(Decrease) in Trade and other Payables	1,331.70		2,752.29
Increase/(Decrease) in Lease Liability	(244.68)		327.83
Increase/(Decrease) in Long Term Provisions	56.92		41.47
Increase/(Decrease) in short Term Provisions	959.41		1,976.20
Increase/(Decrease) in other liabilities- current	521.11		(247.48)
Increase/(Decrease) in other current financial liabilities	2,742.51		4,061.48
(Increase)/Decrease in other current assets	(1,812.66)		(242.08)
(Increase)/Decrease in financial assets - Current	(5,119.35)	(13.87)	(127.02)
Cash generated from operations		67,968.70	57,787.66
Income taxes paid		(14,705.78)	(9,000.00)
Net cash inflow from operating activities (A)		53,262.92	48,787.66
Cash Flow From Investing Activities			
Payments for property, plant and equipment	(54,232.13)		(40,894.31)
Payments for intangible assets	207.81		(70.39)
Interest received	199.60		109.62
Movement in other financial liabilities - Non Current	152.62		365.96
Proceeds from sale of investments			
- Earmarked and other Fixed Deposits	24.43		750.31
- Security deposits	(85.32)		(658.73)
Net cash outflow from investing activities (B)		(53,732.98)	(40,397.54)

Statement of Cash Flow

for the year ended March 31, 2023
(All Figures in Rupees Lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2023		Year ended March 31, 2022
Cash Flow From Financing Activities			
Proceeds from long term borrowings (Net)	26,024.45		8,847.42
Repayment of Long term borrowings	(6,465.96)		(7,510.00)
Proceeds from Lease Liability	(1,065.87)		4,021.17
Proceeds from Short Term Borrowings (Net)	(4,125.30)		(1,703.36)
Interest paid	(1,980.27)		(1,604.66)
Dividend paid	(10,000.00)		(6,000.00)
Net cash inflow from financing activities (C)		2,387.05	(3,949.43)
Net increase/(decrease) in cash & cash Equivalents (A+B+C)		1,916.99	4,440.69
Cash & cash equivalents as at beginning of the year (D)		7,506.01	3,065.32
Cash & cash equivalents as at end of the year (A+B+C+D)		9,423.00	7,506.01
Reconciliation of cash and cash equivalents as per the cash flow statement (Refer Note No. 9)			
Cash on Hand		40.10	33.05
Balance with Banks - in current accounts		9,382.89	7,472.96
Cash & cash equivalents balance at the end		9,423.00	7,506.01

Significant accounting policies and other explanatory information forming part of financial statements (1-43)

The above cash flow statement has been prepared under the "Indirect Method" as set out in Ind AS 7 on Cash Flow Statement. Brackets indicate cash outflow.

As per our report of even date

For M/s SUN SVG & ASSOCIATES

Chartered Accountants

Firm Registration Number:

118693W

For and on behalf of the Board of Directors of

Maharashtra Natural Gas Limited

CA Parag Subhash Lunkad

Partner

Membership No : 112287

UDIN : 23112287BGUYMD1877

Date : 4 May 2023

Place : Pune

Kumar Shanker

Managing

Director

DIN:09533240

Sanjay Sharma

Director

(Commercial)

DIN: 09025971

Sarathy M K

Chief Financial Officer

Shreya Prabhudesai

Company Secretary

A48866

**Statement of Changes in Equity** for the Year ended March 31,2023

(All Figures in Rupees Lakhs, unless otherwise stated)

A. Equity Share Capital**(1) Previous reporting period**

Balance at the April 01, 2020	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 March 31, 2021
10,000.00	-	-	-	10,000.00

(2) Previous reporting period

Balance at the April 01, 2021	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 March 31, 2022
10,000.00	-	-	-	10,000.00

(3) Current reporting period

Balance at the April 01, 2022	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 March 31, 2023
10,000.00	-	-	-	10,000.00

Statement of Changes in Equity

for the Year ended March 31, 2023

(All Figures in Rupees Lakhs, unless otherwise stated)

B. Other Equity

(1) Previous reporting period

Particulars	Reserves and Surplus										Total			
	Share application money pending allotment	Equity component of financial instruments	Capital Reserve	Securities Premium	Other Reserves (specify nature)	Retained Earnings (Refer Note 11(b))	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluati on Surplus		Exchange differences on translating the financial statements of a foreign operation	Other items of Comprehensive Income (specify nature)	Money received against share warrants
Balance at April 01, 2020	-	-	-	-	-	61,247.67	-	-	-	-	-	-	-	61,247.67
Total Comprehensive Income for the current year	-	-	-	-	-	17,297.90	-	-	-	-	-	-	-	17,297.90
Dividends	-	-	-	-	-	(6,000.00)	-	-	-	-	-	-	-	(6,000.00)
Balance at April 01, 2021	-	-	-	-	-	72,545.57	-	-	-	-	-	-	-	72,545.57
"Changes in accounting policy or prior period errors"	-	-	-	-	-	-	-	-	-	-	-	-	-	-
"Restated balance at the beginning of the current reporting period"	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the current year	-	-	-	-	-	33,261.72	-	-	-	-	-	2.68	-	33,264.40
Dividends	-	-	-	-	-	(6,000.00)	-	-	-	-	-	-	-	(6,000.00)
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Impact of Pre Retirement of Lease	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at March 31, 2022	-	-	-	-	-	99,807.28	-	-	-	-	-	2.68	-	99,809.97

Statement of Changes in Equity

for the Year ended March 31, 2023
(All Figures in Rupees Lakhs, unless otherwise stated)

B. Other Equity (Contd..)

(2) Current reporting period

Particulars	Reserves and Surplus										Total			
	Share application money pending allotment	Equity component of compound financial instruments	Capital Reserve	Securities Premium	Other Reserves (specify nature)	Retained Earnings (Refer Note 11(b))	Debt instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation on Surplus		Exchange differences on translating the financial statements of a foreign operation	Other items of Comprehensive Income (specify nature)	Money received against share warrants
Balance at April 01, 2022	-	-	-	-	-	99,809.97	-	-	-	-	-	-	-	99,809.97
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the current year	-	-	-	-	-	42,108.57	-	-	-	-	-	22.32	-	42,130.89
Dividends	-	-	-	-	-	(10,000.00)	-	-	-	-	-	-	-	(10,000.00)
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Impact of Pre Retirement of Lease	-	-	-	-	-	80.86	-	-	-	-	-	-	-	80.86
Balance at March 31, 2023	-	-	-	-	-	1,31,999.40	-	-	-	-	-	22.32	-	1,32,021.73

Notes to the Financial Statements

Note 1 : Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

Company Information

Maharashtra Natural Gas Limited ('MNGL') is a Company incorporated in January 2006 to meet the City Gas distribution needs of Pune and adjoining areas. MNGL is a joint venture Company of two Maharatna PSUs viz. Bharat Petroleum Corporation Limited (BPCL) and GAIL (India) Limited, with the mission to supply clean and green (eco-friendly) fuel. In 2009, MNGL got authorisation from Petroleum and Natural Gas Regulatory Board (PNGRB) for city gas distribution in Pune & Pimpri-Chinchwad city including adjoining areas of Hinjewadi, Chakan & Talegaon. In the 9th round of CGD bidding in September 2018, MNGL secured 3 new geographical areas viz. Nasik, Dhule, Sindhudurga in Maharashtra, part of Valsad in Gujarat and Ramanagara in Karnataka. MNGL secured 2 more geographical areas during 11th CGD bidding round in March 2022 viz. Buldana, Nanded, Parbhani districts in Maharashtra and Nizamabad, Adilabad, Nirmal, Mancherial, Kumuram Bheem, Asifabad and Kamareddy Districts in Telangana.

Main business objectives of the company are as under:-

- To provide clean, environment friendly green fuel as an alternative to the conventional auto fuels like Petrol and Diesel.
- To provide safe, convenient and reliable piped natural gas to its customers in the domestic, commercial and industrial sectors and Compressed Natural Gas (CNG) to Transport sector.

Gas procurement is done from GAIL (India) Limited and other suppliers through Gas Sale Agreement.

The financial statements are approved for issue by the Company's Board of Directors on 4th May 2023.

Note 1: Significant accounting policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

1.1 Basis of preparation

(i) Compliance with Ind AS

These financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) by the

Ministry of Corporate Affairs (MCA) and other relevant provisions of the Act. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III (Division II) to the Companies Act, 2013.

(ii) Overall Considerations

These financial statements have been prepared on going concern basis using the significant accounting policies and measurement bases summarised below. These accounting policies have been used throughout all periods presented in the financial statements.

(iii) Historical Cost Convention

The financial statements have been prepared on accrual and going concern basis. These financial statements have been prepared on a historical cost convention except where certain financial assets and liabilities have been measured at fair value.

1.2 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Board of Directors of the Company assesses the financial performance and makes strategic decisions. Refer note 32 for the segment information presented.

1.3 Foreign currency transactions and translation

(i) Functional and presentation currency

The financial statements are presented in Indian Rupee (INR), which is Company's functional currency.

(ii) Transactions and balances

a. Initial Recognition

Transactions in foreign currencies are recorded on initial recognition in the functional currency at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of transaction.

b. Measurement at the Balance Sheet Date

Foreign currency monetary items (other than derivative contracts) of the Company, outstanding at the balance sheet date are restated at the year-end rates. Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.



Notes to the Financial Statements

c. Treatment of Exchange Difference

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 recognised as income or expenses in the period in which they arise. The gain or loss arising on translation of non-monetary items is recognised in line with the gain or loss of the item that gave rise to the translation difference (i.e. translation differences on items whose gain or loss is recognised in other comprehensive income or the statement of profit and loss is also recognised in other comprehensive income or the statement of profit and loss respectively).

d. Accounting of Forward Contracts

Premium on forward contracts, which are not intended for trading or speculation purposes, are amortized over the period of the contracts if such contracts relate to monetary items as at the balance sheet date.

1.4 Revenue Recognition

- (i) Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of excise duty and net of returns, trade allowances, rebates, value added taxes, goods & service tax and amounts collected on behalf of third parties.
- (ii) The company recognizes revenue when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the entity.
- (iii) Revenue on sale of Piped Natural Gas (PNG) is recognized based on completion of delivery / assessed measurements. Sales are billed bi-monthly for domestic customers, monthly for commercial customers and fortnightly for industrial customers. Revenue on sale of Compressed Natural Gas (CNG) is recognized on sale of gas to customers.
- (iv) Committed revenue from customers for gas sales and gas transmission is recognized if it is not unreasonable to expect ultimate collection of revenue from buyers.
- (v) Revenue in respect of interest/ late payment charges on delayed realizations from customers and other charges, if any, is recognized on grounds of prudence when there is significant certainty of collection.
- (vi) Recoveries of connection charges from customers (Industrial and commercial segment) with regards to laying of pipeline, is recognised as revenue on the date of capitalisation of respective asset.

1.5 Taxes on Income

Tax expense comprises current tax and deferred tax. Current tax is the amount of tax for the period determined in accordance with the Income-tax Act, 1961. Current tax is provided at amounts expected to be paid using the tax rates and laws that have been enacted or substantively enacted at the end of the reporting period. Current income-tax relating to items recognised outside the statement of profit and loss is recognised either in Other comprehensive income or in equity. Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date. Deferred tax assets are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Such assets are reviewed at each balance sheet date to reassess realisation. Deferred tax relating to items recognised outside the statement of profit and loss is recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income-tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

1.6 Leases The Company as a Lessee

(i) Identifying a Lease

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. Contracts may contain both lease and non-lease components. The Company allocates the consideration in the contract to the lease and non-lease components based on their relative stand-alone prices.

The company assesses whether:

- The contract involves the use of an identified asset, specified explicitly or implicitly.
- The Company has the right to obtain substantially all the economic benefits from use of the asset throughout the period of use, and
- The Company has right to direct the use of the asset.

Notes to the Financial Statements

(ii) Recognition and subsequent measurement of right of use asset

The Company recognises a right of use asset and lease liability at the lease commencement date. The right of use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or site on which it is located, less any lease incentives received. Right-of-use assets are generally depreciated over the asset's useful life or the lease term, whichever is less, on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying assets useful life.

(iii) Short-term leases:

The Company has elected by class of underlying asset not to recognise right of use assets and lease liabilities for short term leases that have a lease term of 12

months. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

(iv) Separating components of a contract

As a practical expedient, the Company has elected, by class of underlying asset, not to separate non-lease components from lease components, and instead account for each lease component and any associated non-lease components as a single lease component.

(v) Determination of discount rate as a lessee

The lease payments are discounted using the interest rate implicit in the lease. If the rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

(vi) Amounts recognised in balance sheet and statement of profit and loss :

The balance sheet shows the following amounts relating to leases:

a. Right of use asset

Particulars	Amount in Rs. Lakhs		
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Balance as at beginning of the year	10,790.42	6,486.12	4,534.15
Add: Additions	709.33	5,535.44	3,201.70
Less: Depreciation charged on the right-of-use assets	2,499.59	1,231.14	1,249.73
Balance as at end of the year	9,000.17	10,790.42	6,486.12

b. Lease Liability

Particulars	Amount in Rs. Lakhs		
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Balance as at beginning of the year	11,614.59	7,265.59	4,696.65
Add: Additions	709.33	5,535.44	3,201.70
Add: Lease Interest	1,082.30	542.98	702.64
Less : Premature Lease Contracts	80.86	-	-
Less: Lease payments made during the year	3,102.18	1,729.42	1,335.40
Balance as at end of the year	10,223.18	11,614.59	7,265.59



Notes to the Financial Statements

The Profit and Loss Statement shows the following amounts relating to leases:

c. Depreciation and interest expense

Amount in Rs. Lakhs

Particulars	Note No	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Depreciation expense	3	2,499.59	1,231.14	1,249.73
Interest expense	26	1,082.30	542.98	702.64
Total		3,581.89	1,774.11	1,952.37

d. Current and Non-Current lease liabilities :

Amount in Rs. Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Current lease liabilities	432.86	677.54	349.71
Non-current lease liabilities	9,790.32	10,937.05	6,915.88
Total	10,223.18	11,614.59	7,265.59

e. Contractual Maturities of lease liabilities

Amount in Rs. Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Less than 1 year	432.86	677.54	349.71
One to five years	6,626.92	7,472.03	3,618.80
More than five years	3,163.40	3,465.02	3,297.08
Total	10,223.18	11,614.59	7,265.59

1.7 Impairment of assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable and impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are evaluated at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Company of assets (cash generating units). If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost and the same is accordingly reversed in the statement of profit and loss.

1.8 Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows, Cash and cash equivalents includes cash on hand, deposits at call with financial institutions, cash at bank and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible

to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

1.9 Inventories

Cost of inventories have been computed to include all costs of purchases (including materials), cost of conversion and other costs incurred, as the case may be, in bringing the inventories to their present location and condition.

- Finished stocks are valued at cost of manufacturing/ purchase or net realisable value whichever is lower. Cost is calculated on a weighted average basis.
- Raw materials are valued at cost arrived at on weighted average basis or net realisable value, whichever is lower.
- Cushion gas is the volume of gas that is required in an underground storage field/ pipeline network to maintain minimum field pressure. This cushion gas(or base gas) is not available for withdrawal unless replaced with immiscible injectant to maintain field pressure. Considering this nature it is inherent part of the plant property and equipment, (pipeline capitalized). The

Notes to the Financial Statements

cushion gas is depreciated to its residual value over the life of the storage facility / pipeline in accordance with of Ind AS 16. For the financial year 2022-23, management has concluded that the value of cushion gas is not material and has not been capitalized to PPE.

1.10 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.

1.10.1 Financial assets

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. For all subsequent measurements financial assets are classified in following categories:

1.10.2 Debt instruments

Subsequent measurement of debt instruments depends on the company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the company classifies its debt instruments:

- (i) Amortized cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on A debt investment that is subsequently measured at amortized cost and is not part of hedging relationship recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial Assets is included in finance income using the effective interest rate method.
- (ii) Fair Value through other comprehensive income (FVTOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the asset's cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVTOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in profit and loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and recognized in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.
- (iii) Fair value through profit or loss (FVTPL): Assets that do not meet the Criteria for Amortized cost or FVTOCI are measured at Fair value through profit

or loss. A gain or loss on a debt investment that is subsequently measured at Fair value through profit or loss and is not part of a hedging relationship is recognized in profit or loss and presented net in the statement of profit and loss within other gains/ (losses) in the period in which it arises. Interest income from these financial assets is included in other income.

1.10.3 Impairment of financial assets

The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 29 details how company determines whether there has been significant increase in credit risk.

1.10.4 Derecognition of financial assets

A financial asset is derecognized only when:

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

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

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

1.10.5 Income recognition

Interest income from debt instruments is recognized using the effective interest rate (EIR) method. The effective interest rate is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial asset. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.



Notes to the Financial Statements

1.10.6 Recognition of Financial liability

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

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

All changes in fair value of financial liabilities classified as FVTPL is recognized in the Statement of Profit and Loss. Amortized cost category is applicable to loans and borrowings, trade and other payables. After initial recognition the financial liabilities are measured at amortized cost using the EIR method. Gains and losses are recognized in profit and loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or cost that are integral part on EIR. The EIR amortization is included as finance cost in the Statement of Profit and Loss.

1.10.7 Derecognition of Financial Liability

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

1.10.8 Reclassification of financial instruments

After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets, which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. If the company reclassifies the financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in the business model.

1.10.9 Offsetting financial assets and financial liabilities

Financial assets and 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.

1.11 Property, Plant and equipment

- (i) Freehold land is carried at historical cost. All other property, plant and equipment are stated at cost, less accumulated depreciation and impairment losses, if any. The cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets are also included to the extent they relate to the period till such assets are ready to be put to use. Any trade discounts and rebates are adjusted in arriving at the cost of the assets and costs recovered from the customers towards the cost of assets are recognised as revenue on date of capitalisation of respective assets.
- (ii) In line with practice followed by other City Gas Distribution companies, considering the complexity and voluminous data in respect of Domestic connections, details in the fixed asset register are captured to the extent of pipe size, area /route, restoration charges, laying charges and other major costs to bring the asset into commissioning stage.
- (iii) Subsequent expenditure is capitalized only if it is probable that future economic benefits associated with the expenditure will flow to company.
- (iv) Expenditure incurred during the period of construction including all direct and indirect expenses, incidental to construction are carried forward and on completion, the costs are allocated to the respective fixed assets.
- (v) Gas distribution systems are commissioned on commencement of supply of gas to consumers. 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 is subject to adjustment in cost and depreciation in the year of final settlement.
- (vi) Spares which meet the definition of Property, Plant & Equipment are capitalized with the cost of plant and machinery and are fully depreciated when issued for consumption. When a major overhauling is performed, its cost is recognised in the carrying amount of the property, plant and equipment as a replacement if the recognition criteria are satisfied. Any remaining carrying amount of the cost of the previous inspection (as distinguished from physical parts) is derecognized.

1.12 Depreciation Method, estimated useful lives and residual value

- (i) Depreciation is calculated using the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives as prescribed under Schedule II of the Companies Act, 2013 or as determined by management based on internal technical evaluation. On account of revision in lives of assets

Notes to the Financial Statements

with reference to Schedule XIV of the Companies Act, 2013, the depreciation is calculated on balance value of assets over balance useful life of the asset since FY 2015-16.

- (ii) In compliance with Petroleum and Natural Gas Regulatory Board (Technical Standards and Specifications including Safety Standards for City or Local Natural Gas Distribution Networks) Regulations, 2008, design life of pipeline laid for CGD segment is 25 years. Therefore, useful life of Pipeline (under plant and machinery) has been considered different than useful life mentioned under schedule II of the Companies Act, 2013. MNGL Board vide resolution dtd. March 23, 2016, has changed life of pipeline to 25 years instead of 30 years as prescribed under schedule II of the Companies Act, 2013 and hence revised useful life of assets are as under :

Asset	Useful Lives
Mother Compressors, Online Compressors and Booster Compressors	10 years
Computers	3 years
Signages	10 years
Furniture & Fittings	10 years
Office Equipments	5 years
Fire Fighting Equipments	15 years
Pipeline	25 years
Plant & Machinery – other than compressors and pipeline	20 years
Vehicles	8 years
Building	60 years

- (iii) Depreciation on additions / deletions (excluding PNG) is charged on pro-rata basis and in case of PNG, depreciation on additions / deletions is charged on 180 days irrespective of date of addition or deletion. Assets individually costing less than or equal to Rs. 5,000 are fully depreciated in the year of purchase.
- (iv) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/ (losses).
- (v) Net Residual Value is considered as Rs. NIL.

1.13 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets are stated at cost less accumulated amortization. The company amortizes intangible asset with a finite useful life using the straight-line method over the period of three years.

1.14 Borrowings

Borrowings are measured at amortized cost. Any differences between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the drawn down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalized as a prepayment for liquidity services and amortized over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been distinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss as other gains/(losses). Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

1.15 Borrowing Costs

- (i) Borrowing costs that are directly attributable to acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying asset are assets that necessarily takes substantial period of time to get ready for its intended use or sale.
- (ii) Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.
- (iii) All other borrowing costs are expensed in the period in which they are incurred.



Notes to the Financial Statements

1.16 Provisions and Contingent liabilities

(i) 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.

(ii) Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

(iii) Contingent assets are not recognised. However, when inflow of economic benefit is probable, related asset is disclosed.

1.17 Employee benefits

1.17.1 Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related services are recognized in respect of employee's services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

1.17.2 Other long-term employee benefit obligations

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period by the actuaries using the projected unit credit method. The benefits are discounted using the marked yields at the end of the reporting period that have terms approximating to the terms of related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss. The obligations are presented as current liabilities in the balance sheet if the entity does not have an

unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

1.17.3 Post-employment obligations

The company operates the following post-employment schemes:

- (i) Defined benefit plan viz. gratuity; and
- (ii) Defined contribution plan viz. provident fund

1.17.4 Gratuity Obligations

In case of Gratuity provisioning, MNGL has availed Group Gratuity Plan and Annual Contributions are paid to LIC on renewal date. Provision has been made as per Actuarial Report for FY 2022-23. The present value of the defined benefit obligation denominated in Rupees is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expenses in the statement of profit and loss. Remeasurement gains and losses arising from the experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and balance sheet. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost. Prepaid contributions are recognised as an asset for termination benefits.

1.17.5 Provident Fund

The company contributes to provident fund as per local regulations. The company has no further obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due.

1.18 Dividend

Dividend distribution to the company's shareholders is recognized as a liability in the Company's financial statements in the period in which the dividends are approved by the Company's shareholders, on or before the end of the reporting period but not distributed at the end of the reporting period.

Notes to the Financial Statements

1.19 Earnings per share

1.19.1 Basic earnings per share

Basic earnings per share is calculated by dividing:

- (i) The profit attributable to equity shareholders
- (ii) By the weighted average number of equity shares outstanding during the financial year (note 37)

1.19.2 Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- (i) The after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- (ii) The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

1.20 Rounding off amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

1.21 Previous year figures

Previous year figures have been regrouped/reclassified, wherever necessary, to confirm to current year figures.

1.22 Security Deposit from Domestic customers:

In case of Domestic Customers, Security Deposit for non-scheme customers is considered as receivable on accrual basis. In case of any disconnections, provision is made for the net outstanding amount after adjusting Security Deposit.

1.23 Capitalization of Salary pertaining to Project Staff:

The expenditure incidental to setting up of project is included in capital work-in-progress (CWIP) which is apportioned to the property, plant and equipment on completion of project. Salary pertaining to Project Staff Rs. 719.14 Lakhs (previous year Rs. 666.46 Lakhs) attributable to PPE has been capitalized (Refer Note No.3)

1.24 Cash Flow

Cash Flows are reported using indirect method, whereby net profits before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities are segregated.

Note 2: Critical Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets, liabilities and the accompanying disclosures along with contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require material adjustments to the carrying amount of assets or liabilities affected in future periods. The management continually evaluates these estimates and assumptions based on the most recently available information.

2.1 Estimates and assumptions

In particular, information about significant areas of estimates and judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as below:

1. Financial instruments;
2. Estimates of useful lives and residual value of Property, Plant and Equipment and intangible assets;
3. Valuation of inventories;
4. Measurement of recoverable amounts of cash-generating units;
5. Measurement of Defined Benefit Obligations and actuarial assumptions;
6. Provisions;
7. Evaluation of recoverability of deferred tax assets; and
8. Contingencies.

Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in any future periods affected.

Notes to the Financial Statements

Note 3: Property, plant and equipment

Particulars	Freehold Land	Buildings	Plant and Machinery	Computers	Office Equipments	Furniture and Fixtures	Vehicles	Total PPE	Lease Asset	Capital work-in-progress
Year Ended March 31, 2021										
Gross carrying amount										
Opening gross carrying amount	1,425.47	81.38	1,04,019.52	207.16	113.87	164.86	4.06	1,06,016.31	5,158.29	13,239.26
Additions (Including Borrowing Cost)	-	-	7,562.13	3.27	25.28	45.53	-	7,636.21	3,201.70	21,682.70
Disposals/De-leased	-	-	-	-	-	-	-	-	-	-
Gross carrying amount as on March 31, 2021	1,425.47	81.38	1,11,581.65	210.43	139.15	210.39	4.06	1,13,652.52	8,359.99	34,921.96
Accumulated Depreciation										
Opening accumulated depreciation	-	6.95	16,505.58	140.48	60.83	79.59	2.73	16,796.16	624.14	-
Depreciation charge	-	1.39	5,007.02	38.21	14.48	17.17	0.55	5,078.82	1,249.73	-
Disposals/De-leased	-	-	-	-	-	-	-	-	-	-
Closing accumulated depreciation	-	8.34	21,512.60	178.69	75.31	96.76	3.28	21,874.98	1,873.88	-
Net carrying amount as at March 31, 2021	1,425.47	73.04	90,069.05	31.73	63.84	113.63	0.78	91,777.54	6,486.12	34,921.96

Particulars	Freehold Land	Buildings	Plant and Machinery	Computers	Office Equipments	Furniture and Fixtures	Vehicles	Total PPE	Lease Asset	Capital work-in-progress
Year Ended March 31, 2022										
Gross carrying amount										
Opening gross carrying amount	1,425.47	81.38	1,11,581.65	210.43	139.15	210.39	4.06	1,13,652.52	8,359.99	34,921.96
Additions (Including Borrowing Cost)	465.15	0.01	15,216.45	123.52	15.49	5.20	0.00	15,825.82	5,535.44	34,973.84
Disposals/De-leased	-	-	(827.10)	(4.36)	-	-	-	(831.47)	-	-
Transfers	-	-	-	-	-	-	-	-	-	(15,036.41)
Gross carrying amount as on March 31, 2022	1,890.62	81.38	1,25,970.99	329.58	154.64	215.59	4.06	1,28,646.87	13,895.43	54,859.39

Notes to the Financial Statements

Note 3: Property, plant and equipment

Particulars	Freehold Land	Buildings	Plant and Machinery	Computers	Office Equipments	Furniture and Fixtures	Vehicles	Total PPE	Lease Asset	Capital work-in-progress
Accumulated Depreciation										
Opening accumulated depreciation	-	8.34	21,512.60	178.70	75.31	96.76	3.28	21,874.98	1,873.87	-
Depreciation charge	-	1.39	5,532.14	38.54	18.24	20.18	0.54	5,611.02	1,231.14	-
Disposals/Deleased	-	-	(204.78)	(4.36)	-	-	-	(209.15)	-	-
Closing accumulated depreciation	-	9.73	26,839.95	212.87	93.55	116.94	3.82	27,276.86	3,105.01	-
Net carrying amount as at March 31,2022	1,890.62	71.65	99,131.04	116.71	61.09	98.65	0.24	1,01,370.01	10,790.42	54,859.39

Particulars	Freehold Land	Buildings	Plant and Machinery	Computers	Office Equipments	Furniture and Fixtures	Vehicles	Total PPE	Lease Asset	Capital work-in-progress
Year Ended March 31,2023										
Gross carrying amount										
Opening gross carrying amount	1,890.62	81.38	1,25,970.99	329.58	154.64	215.59	4.06	1,28,646.87	13,895.43	54,859.39
Additions (Including Borrowing Cost)	0.38	-	25,477.91	59.36	16.56	5.08	-	25,559.28	709.33	1,48,967.20
Disposals/De-leased	(139.44)	-	(72.61)	(37.91)	-	-	-	(249.96)	-	-
Transfers	-	-	(300.90)	-	-	-	-	(300.90)	-	1,21,502.82
Gross carrying amount as on March 31,2023	1,751.56	81.38	1,51,075.39	351.04	171.20	220.66	4.06	1,53,655.29	14,604.77	82,323.77
Accumulated Depreciation										
Opening accumulated depreciation	-	9.73	26,839.96	212.87	93.55	116.94	3.82	27,276.86	3,105.01	-
Depreciation charge	-	1.39	6,448.18	65.33	18.37	18.10	0.24	6,551.60	2,499.59	-
Disposals/De-leased	-	-	(10.56)	(36.97)	-	-	-	(47.53)	-	-
Transfers	-	-	(55.56)	-	-	-	-	(55.56)	-	-
Closing accumulated depreciation	-	11.12	33,222.01	241.23	111.92	135.04	4.06	33,725.37	5,604.60	-
Net carrying amount as at March 31,2023	1,751.56	70.26	1,17,853.38	109.81	59.28	85.63	-	1,19,929.92	9,000.17	82,323.77



Notes to the Financial Statements

Note 3: Property, plant and equipment (Contd..)

Notes:

- 3.1. Refer to note 38 for information on property, plant and equipment pledged as security by the company.
- 3.2. Contractual Obligations : Refer to note 35(a) for disclosure of contractual commitments for the acquisition of property, plant and equipment.
- 3.3. Capital work-in-progress mainly comprises Steel/MDPE pipelines, CNG Stations, Restoration charges and Capital Stores lying in godown and at vendor locations.
- 3.4. The expenditure incidental to setting up of project is included in capital work-in-progress (CWIP) and is apportioned to the property, plant and equipment on completion of project. The Company has transferred salaries amounting to Rs. 719.14 Lakhs (previous year Rs. 666.46 Lakhs) to capital work-in-progress.
- 3.5. The operation of 6 Industrial customers were closed during FY 2022- 23 on account of handover at Nil consideration to M/s Torrent Gas Private Limited.
- (a) Carrying amount Rs. 72.61 Lakhs
- (b) Accumulated Depreciation Rs. 10.56 Lakhs
- (c) WDV Rs. 62.05 Lakhs
- 3.6. Ageing Schedule of CWIP :

(Amount in Rs. Lakhs)

Capital work-in-progress	Amount in CWIP as on 31-03-2023				Total
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	59,773.85	16,764.27	3,215.50	2,570.13	82,323.77
Projects temporarily suspended	-	-	-	-	-
	59,773.85	16,764.27	3,215.50	2,570.13	82,323.77

(Amount in Rs. Lakhs)

Capital work-in-progress	Amount in CWIP as on 31-03-2022				Total
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Projects in Progress	33,266.00	14,854.00	3,331.00	3,408.00	54,859.00
Projects temporarily suspended	-	-	-	-	-
	33,266.00	14,854.00	3,331.00	3,408.00	54,859.00

- 3.7. There are no Projects in Progress whose completion is overdue or have exceeded their cost compared to their original plan

Notes to the Financial Statements

Note 4: Intangible assets

The following tables present the reconciliation of changes in carrying value of Intangible assets :

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31, 2022	As at March 31, 2021
Gross carrying amount			
Opening gross carrying amount	1,506.96	1,212.30	811.84
Additions	44.38	294.66	400.46
Closing gross carrying amount	1,551.35	1,506.96	1,212.30
Accumulated amortisation			
Opening accumulated amortisation	1,020.66	796.39	709.08
Amortisation charge	252.19	224.27	87.31
Closing accumulated amortisation	1,272.85	1,020.66	796.39
Closing net carrying amount	278.50	486.30	415.91

Note 5: Other financial assets

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31, 2022	As at March 31, 2021
Non-current			
- Security deposit	1,311.83	1,226.51	567.78
- Bank deposits with more than 12 months maturity (Under lien against bank guarantees)	177.00	201.44	951.75
Total Non-current	1,488.83	1,427.95	1,519.53
Current			
Other Bank Deposits	4,281.31	103.52	-
Interest receivable	21.08	8.12	40.59
Unbilled revenue	1,515.99	566.31	502.23
Total Current	5,818.39	677.95	542.82
Total	7,307.22	2,105.90	2,062.35

The company has pledged its earmarked fixed deposits to fulfill collateral requirements.

Note 6: Other non-current assets

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31, 2022	As at March 31, 2021
Other advances	822.81	127.71	134.04
Total	822.81	127.71	134.04

There were no loans due from the directors or other officers of the company or any of them severally or jointly with any other persons or amounts due by firms or private companies respectively in which any director is a partner or a member.



Notes to the Financial Statements

Note 7: Inventories

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31, 2022	As at March 31, 2021
Finished goods (at lower of cost and net realisable value)	232.01	175.21	46.22
Total	232.01	175.21	46.22

Note 8: Trade receivables

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022 (Restated)	As at April 01,2021 (Restated)
Trade receivables (as previously reported)	11,086.72	15,308.64	11,677.32
Receivables from related parties	1,597.66	1,094.83	476.81
Impact of restatment	-	(2,289.05)	(1,990.83)
Total receivables	12,684.38	14,114.42	10,163.30
Less: Provision for expected credit loss			
As previously reported	(303.94)	(2,415.06)	(2,116.85)
Impact of restatment	-	(2,289.05)	(1,990.83)
Restated Balance	(303.94)	(126.01)	(126.02)
Total	12,380.44	13,988.41	10,037.28

Break-up of trade receivables

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022 (Restated)	As at April 01,2021 (Restated)
- Trade receivables considered Good-secured	5,952.63	6,301.01	5,321.96
- Trade receivables considered Good-Unsecured	6,427.81	7,687.40	4,715.32
- Trade receivables considered which have significant increase in credit risk	-	-	-
- Trade receivables credit impaired	303.94	126.01	126.02
Total	12,684.38	14,114.42	10,163.30
Less: Provision for expected credit loss	(303.94)	(126.01)	(126.02)
Total	12,380.44	13,988.41	10,037.28

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

Consequent to change in policy of Revenue Recognition of interest/ late payment charges on delayed realizations from customers, during the year, company has restated the amount due from Pune Mahanagar Parivahan Mahamandal Limited.

Notes to the Financial Statements

Note 8: Trade receivables (contd..)

Trade Receivable Ageing Schedule:

	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	Total
(iii) Undisputed Trade Receivables – considered good						
FY 2022-23	11,861.63	180.14	62.50	62.13	214.04	12,380.44
FY 2021-22 (Restated)	12,125.00	531.99	450.97	2.06	80.34	13,190.36
FY 2020-21 (Restated)	8,983.85	632.99	68.48	212.37	139.60	10,037.28
(i) Undisputed Trade Receivables – considered doubtful						
FY 2022-23	-	-	-	-	-	-
FY 2021-22 (Restated)	6.74	8.52	18.64	25.67	12.72	72.30
FY 2020-21 (Restated)	-	-	-	-	-	-
(iii) Disputed Trade Receivables – considered good						
FY 2022-23	-	-	-	-	-	-
FY 2021-22 (Restated)	725.75	-	-	-	-	725.75
FY 2020-21 (Restated)	-	-	-	-	-	-
(iv) Disputed Trade Receivables – Considered Doubtful						
FY 2022-23	29.56	24.87	5.82	21.78	221.91	303.94
FY 2021-22 (Restated)	-	-	-	-	126.02	126.02
FY 2020-21 (Restated)	-	-	-	-	126.02	126.02
Total						
FY 2022-23	11,891.19	205.01	68.32	83.91	435.95	12,684.38
FY 2021-22 (Restated)	12,857.49	540.50	469.62	27.73	219.08	14,114.42
FY 2020-21 (Restated)	8,983.85	632.99	68.48	212.37	265.62	10,163.30

Note 9: Cash and cash equivalents

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Balances with banks			
- in current accounts	9,382.89	7,472.96	3,051.11
Cash on hand	40.10	33.05	14.21
Total	9,423.00	7,506.01	3,065.32



Notes to the Financial Statements

Note 10: Other current assets

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Unsecured considered good			
Advance to supplier and employees	0.20	7.89	7.88
Receivable from revenue authorities :			
- Cenvat recoverable	34.58	22.37	23.29
- VAT recoverable	8.58	8.58	28.83
- Balance with income tax	305.53	210.23	80.96
Stock of Stores and Spares	511.49	450.80	469.95
Prepaid expenses	1,861.81	209.67	56.54
Total	2,722.20	909.53	667.45

Note 11: Equity share capital and other equity

11(a): Equity share capital

Authorised equity share capital:

Particulars	Number of shares (in lakhs)	Amount
As at '01 April 2020	1,000.00	10,000.00
Increase	-	-
As at '01 April 2021	1,000.00	10,000.00
Increase	-	-
As at 31 March 2022	1,000.00	10,000.00
Increase	-	-
As at 31 March 2023	1,000.00	10,000.00

(i) Movements in equity share capital

Particulars	Number of shares (in lakhs)	Amount
As at '01 April 2020	1,000.00	10,000.00
Increase	-	-
As at '01 April 2021	1,000.00	10,000.00
Increase	-	-
As at 31 March 2022	1,000.00	10,000.00
Increase	-	-
As at 31 March 2023	1,000.00	10,000.00

Terms/ rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares present at the meeting in person or by proxy, is entitled to one vote and upon a poll each share is entitled to one vote. The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in ensuing annual general meeting.

In event of liquidation of the company, the holders of equity shares would 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

11(a): Equity share capital (Condt..)

(ii) Details of shareholders holding more than 5% shares in the company

A] Shares held by promoters at the end of the year

Name of Promoter	As at March 31, 2023		As at March 31, 2022		As at April 01, 2021		2022-23	2021-22
	No. of shares (in lakhs)	% of total shares	No. of shares (in lakhs)	% of total shares	No. of shares (in lakhs)	% of total shares	% Change during the year	% Change during the year
GAIL (India) Limited	225.00	22.50	225.00	22.50	225.00	22.50	-	-
Bharat Petroleum Corporation Ltd. (BPCL)	225.00	22.50	225.00	22.50	225.00	22.50	-	-

B] Shares held by others than promoters at the end of the year

Name of Promoter	As at March 31, 2023		As at March 31, 2022		As at April 01, 2021		2022-23	2021-22
	No. of shares (in lakhs)	% of total shares	No. of shares (in lakhs)	% of total shares	No. of shares (in lakhs)	% of total shares	% Change during the year	% Change during the year
Indraprastha Gas Limited	500.00	50.00	500.00	50.00	500.00	50.00	-	-



Notes to the Financial Statements

11 (b) Reserves and Surplus

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Retained earnings	1,32,021.73	99,809.97	72,545.57
Total	1,32,021.73	99,809.97	72,545.57

(i) Retained earnings

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Opening balance (as previously reported)	99,809.97	72,545.57	61,247.67
Net profit	42,108.57	33,261.72	17,297.90
	1,41,918.54	1,05,807.28	78,545.57
Items of other comprehensive income recognised directly in retained earnings:			
i. Impact of retirement of lease assets	80.86	-	-
ii. Remeasurement of post employment benefit obligation, net of tax	22.32	2.68	-
iii. Dividend distributed to equity shareholders	(10,000.00)	(6,000.00)	(6,000.00)
Closing balance	1,32,021.73	99,809.97	72,545.57
Total	1,32,021.73	99,809.97	72,545.57

12 : Long-term borrowings

Amount in Rs. Lakhs

Particulars	Maturity Date	Terms of Repayment	Coupon or Interest rate	31-Mar-23	31-Mar-22	01-Apr-21
Secured						
Term loan						
From bank						
Rupee loan from State Bank of India	31-Dec-22	Refer note below*	Half Yearly MCLR@8.40%	-	2,965.97	8,029.52
Secured rupee term loan from HDFC Bank secured	25-Jul-25		Monthly MCLR@8.65%	3,000.00	6,500.00	9,052.74
Secured rupee term loan from Bank of Baroda	30-Sep-33		Fortnightly MCLR@7.95%	39,761.67	17,562.67	10,152.97
Total borrowings				42,761.67	27,028.64	27,235.23
Less: Current maturities of long-term debt (Refer Note 19)				500.00	4,465.96	6,008.00
Less: Interest accrued (Refer Note 19)				299.84	159.34	161.32
Non-current borrowings (as per balance sheet)				41,961.83	22,403.33	21,065.91

Notes to the Financial Statements

12 : Long-term borrowings (Contd..)

Non current borrowings :

Security :

*SBI - Exclusive first charge on fixed Assets (moveable and immovable) of the company, both present and future.

HDFC - Pari-passu charge on the fixed assets (moveable and immovable) of the company, both present and future except current assets where working capital vendors will have charge.

BOB - Pari-passu charge on the fixed assets (moveable and immovable) of the company, both present and future pertaining to 3 GA's except current assets where working capital vendors will have charge.

BOM - Exclusive charge on hypothecation of Receivables with minimum margin of 10%.

Axis - Pari-passu charge on hypothecation of Receivables with minimum margin of 10%.

Terms of Repayment :

- SBI - Monthly instalment of Rs. 334 Lakhs starting from 1st April 2018.
- HDFC Bank - Quarterly installment of Rs. 500 Lakhs each starting from July 01,2020 onwards.
- BOB - Quarterly installment of Rs. 2788 Lakhs each starting from December 31,2025 onwards.

The Carrying amount of financial and non financial assets pledged as security for current and non current borrowing are disclosed in note 38.

13 : Other financial liabilities

Amount in Rs. Lakhs

Particulars	As at	As at	As at
	March 31,2023	March 31,2022	April 01,2021
Non-current			
Security Deposit from customers	565.68	413.05	47.10
Total	565.68	413.05	47.10
Current			
Deposits (earnest money deposit)	240.98	222.30	233.32
Capital creditors	5,263.07	5,592.90	4,229.32
Employee related payables	561.02	578.34	515.47
Security Deposit from vendors	1,339.08	1,340.41	1,300.79
Security deposit from customers	15,837.07	12,764.76	10,158.33
Total	23,241.22	20,498.71	16,437.23
Total	23,806.89	20,911.76	16,484.33

Note 14 : Provisions

Particulars	March 31,2023		March 31,2022		April 01, 2021	
	Current	Non-current	Current	Non-current	Current	Non-current
(A) Provisions for employee benefits						
Leave Obligations (i)	52.82	346.40	61.72	289.47	58.50	248.01
Gratuity (ii)*	7.32	-	14.26	-	72.87	-
Provision for expenses	6,748.22	-	5,772.97	-	3,741.37	-
Total	6,808.36	346.40	5,848.95	289.47	3,872.75	248.01



Notes to the Financial Statements

Note 15: Employee benefit obligations

Particulars	March 31,2023			March 31,2022			April 01, 2021		
	Current	Non-current	Total	Current	Non-current	Total	Current	Non-current	Total
Leave obligations (i)	52.82	346.40	399.22	61.72	289.47	351.19	58.50	248.01	306.51
Gratuity (ii)*	7.32	-	7.32	14.26	-	14.26	72.87	-	72.87
Total	60.14	346.40	406.54	75.98	289.47	365.45	131.37	248.01	379.38

*In case of Actuarial valuation in respect of gratuity, in the current financial year i.e. FY 2022-23 all the valuation is taken considering Actuarial report submitted by an independent agency other than LIC. Payment towards the fund for gratuity is made on the basis of valuation submitted by LIC.

(i) Leave obligations

The leave obligation of the company's liability for earned leave as per actuarial report is as follows :

Amount in Rs. Lakhs

Particulars	March 31,2023	March 31,2022	April 01,2021
Opening obligation	351.19	306.51	222.06
Add: Provision made during the year (net of payment)	48.03	44.68	84.45
Closing obligation	399.22	351.19	306.51

Company has made provision during the year of Rs. 84.93 lakhs (March 31,2022 - Rs. 78.43 lakhs),since the company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the company does not expect all employees to take full amount of accrued leave or require payment within the next 12 months. The following amounts reflect leave that is not expected to be taken or paid within the the next 12 months.

Amount in Rs. Lakhs

Particulars	March 31,2023	March 31,2022	April 01,2021
Current	52.82	61.72	58.50
Non current	346.40	289.47	248.01

(ii) Post-employment obligations

(a) Gratuity:

The company provides for gratuity for employees in India as per the Payment of Gratuity Act,1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is employee's last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is funded plan and the company makes contributions to recognised funds in India viz. LIC of India. The expense recognised during the period towards defined contribution plan as per actuarial report is Rs. 64.78 Lakhs (March 31,2022 - Rs.40.29 Lakhs).

(iii) Defined contribution plans

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

The net liability disclosed above relates to funded and unfunded plans as per actuarial valuation is as follows:

Particulars	March 31,2023		March 31,2022		April 01, 2021	
	Gratuity	Leave encashment	Gratuity	Leave encashment	Gratuity	Leave encashment
Present value of obligation	322.18	399.22	283.40	351.19	229.91	306.51
Fair value of plan assets	314.86	-	269.15	-	157.04	-
Net deficit/(surplus)	7.32	399.22	14.25	351.19	72.87	306.51

Notes to the Financial Statements

Note 15: Employee benefit obligations (Contd..)

(iv) Post employment benefits (Gratuity)

Significant estimates: Actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

Particulars	March 31,2023		March 31,2022		April 01, 2021	
	Gratuity	Leave encashment	Gratuity	Leave encashment	Gratuity	Leave encashment
Discount rate	7.40%	7.40%	6.70%	6.70%	6.30%	6.30%
Annual increase in salary	7.00%	7.00%	7.00%	7.00%	6.00%	6.00%
Mortality table referred	IALM (2012-14) ultimate	IALM (2012-14) ultimate	IALM (2012-14) ultimate	IALM (2012-14) ultimate	IALM (2012-14) ultimate	IALM (2012-14) ultimate
Age withdrawal rate %	10.00%	10.00%	15.00%	15.00%	15.00%	15.00%

Expense/(Income) recognised in other comprehensive income

Particulars	Amount in Rs. Lakhs		
	31-Mar-23	31-Mar-22	01-Apr-21
Remeasurement for the year - Obligation (Gain)/Loss	(24.88)	(6.82)	-
Remeasurement for the year - Plan Asset (Gain)/Loss	(4.95)	3.23	-
Total Remeasurements Expense/(Income) for the year recognised in OCI	(29.83)	(3.59)	-

(v) Sensitivity analysis

Sensitivity analysis indicates the influence of a reasonable change in certain significant assumptions on the outcome of the defined benefit obligation (DBO) and aids in understanding the uncertainty of reported amounts. Sensitivity analysis is done by varying one parameter at a time and studying its impact.

Leave encashment

A) Impact of change in discount rate when base assumption is decreased/increased by 100 basis point

Present Value of Defined benefit obligation

(Rupees in Lakhs)

Discount rate	March 31, 2023	March 31, 2022	April 01, 2021
	6.4% (FY 22-23) / 5.7% (FY 21-22) / 5.3% (FY 20-21)	425.54	370.10
8.4% (FY 22-23) / 7.7% (FY 21-22) / 7.3% (FY 20-21)	375.58	333.94	291.97

Gratuity

A) Impact of change in discount rate when base assumption is decreased/increased by 100 basis point

Present Value of Defined benefit obligation

(Rupees in Lakhs)

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
	6.4% (FY 22-23) / 5.7% (FY 21-22) / 5.3% (FY 20-21)	344.38	299.31
8.4% (FY 22-23) / 7.7% (FY 21-22) / 7.3% (FY 20-21)	302.30	268.93	218.04



Notes to the Financial Statements

Note 15: Employee benefit obligations (Contd..)

B) Impact of change in salary increase rate when base assumption is decreased/increased by 100 basis point

Present Value of Defined benefit obligation

Salary increment rate	(Rupees in Lakhs)		
	March 31, 2023	March 31, 2022	April 01, 2021
6% (FY 22-23) / 6% (FY 21-22) / 5% (FY 20-21)	378.83	336.97	294.57
8% (FY 22-23) / 8% (FY 21-22) / 7% (FY 20-21)	421.45	366.45	319.29

B) Impact of change in salary increase rate when base assumption is decreased/increased by 100 basis point

Present Value of Defined benefit obligation

Salary increment rate	(Rupees in Lakhs)		
	March 31, 2023	March 31, 2022	April 01, 2021
6% (FY 22-23) / 6% (FY 21-22) / 5% (FY 20-21)	306.84	272.08	220.16
8% (FY 22-23) / 8% (FY 21-22) / 7% (FY 20-21)	338.06	295.07	240.21

C) Impact of change in availment rate when base assumption is decreased/increased by 100 basis point

Present Value of Defined benefit obligation

Availment rate	(Rupees in Lakhs)		
	March 31, 2023	March 31, 2022	April 01, 2021
9% (FY 22-23) / 14% (FY 21-22) / 14% (FY 20-21)	378.90	339.02	296.31
11% (FY 22-23) / 16% (FY 21-22) / 16% (FY 20-21)	17.80	362.50	315.99

C) Impact of change in withdrawal rate when base assumption is decreased/increased by 100 basis point

Present Value of Defined benefit obligation

Withdrawal Rate	(Rupees in Lakhs)		
	March 31, 2023	March 31, 2022	April 01, 2021
9% (FY 22-23) / 14% (FY 21-22) / 14% (FY 20-21)	321.10	283.46	229.69
11% (FY 22-23) / 16% (FY 21-22) / 16% (FY 20-21)	323.16	283.35	230.11

Note 16: Deferred tax liabilities

Amount in Rs. Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
Opening Balance	6,527.78	5,851.17	4,502.32
Changes during the year			
Impact of Expenditure charged to P&L in the current period but allowed for tax calculations on payment basis:			
- Others	1,508.03	676.61	1,348.85
Deferred Tax impact during the year	1,508.03	676.61	1,348.85
Closing Balance	8,035.81	6,527.78	5,851.17

Note 17: Trade payables

Amount in Rs. Lakhs

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 01, 2021
Trade payables			
(i) MSME	1,053.46	1,211.74	2,276.90
(ii) Others	1,558.54	629.41	333.08
(iii) Disputed dues- MSME	-	-	-
(iv) Disputed dues - Others	-	-	-
Trade payables to related parties out of above	6,392.16	5,831.31	2,310.19
Total	9,004.16	7,672.46	4,920.17

Notes to the Financial Statements

Note 17: Trade payables (Contd..)

Relationship with Struck off companies

Name of the Struck off company	Nature of Transactions	Relationship with the Struck off company, if any, to be disclosed
SV TECH ENGINEERING	Payable	Vendor
AMOEBA EVENTS PVT. LTD.	Payable	Vendor
REDINGTON INDIA LIMITED	Payable	Vendor
ACCURATE FLOWMETERS	Payable	Vendor

Trade Payables Ageing Schedule:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME					
FY 2022-23	978.97	18.01	43.08	13.40	1,053.46
FY 2021-22	897.45	142.44	91.83	80.02	1,211.74
FY 2020-21	1,888.78	119.81	20.12	248.19	2,276.90
(ii) Others					
FY 2022-23	7,882.61	6.39	24.00	37.70	7,950.70
FY 2021-22	3,901.16	366.19	1,400.34	793.02	6,460.71
FY 2020-21	409.09	1,401.56	667.06	165.56	2,643.27
(iii) Disputed dues- MSME					
FY 2022-23	-	-	-	-	-
FY 2021-22	-	-	-	-	-
FY 2020-21	-	-	-	-	-
(iv) Disputed dues - Others					
FY 2022-23	-	-	-	-	-
FY 2021-22	-	-	-	-	-
FY 2020-21	-	-	-	-	-
Total					
FY 2022-23	8,861.58	24.40	67.08	51.10	9,004.16
FY 2021-22	4,798.62	508.63	1,492.17	873.04	7,672.46
FY 2020-21	2,297.87	1,521.37	687.18	413.75	4,920.17



Notes to the Financial Statements

Note 18: Tax liabilities

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Opening balance -	2,154.87	483.48	558.61
Current tax	12,973.71	10,670.48	5,074.87
Current tax payable- OCI	7.51	0.90	-
Less: Tax impact of earlier years	(1,605.78)	-	-
Less: Taxes paid during the year	(13,100.00)	(9,000.00)	(5,150.00)
Closing balance	430.30	2,154.87	483.48

Note 19: Short Term Borrowings

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Current maturities of long-term borrowings (Note 12)	500.00	4,465.96	6,008.00
Interest accrued (note 12)	299.84	159.34	161.32
Total	799.84	4,625.30	6,169.32

Short Term Borrowings:

1. Bank of Maharashtra

Working Capital facility has been sanctioned in September 2020 for Rs. 2500 Lakhs (Prev. Year : Rs. 2500 Lakhs) against security of trade receivables. This limit is not yet utilised since the date of sanction. The Quarterly returns or statements of trade receivables is filed with banks are in agreement with the books of accounts.

2. Axis Bank

Working Capital facility has been sanctioned in December 2020 for Rs. 2500 Lakhs (Prev. Year : Rs. 2500 Lakhs) against security of trade receivables. This limit is not yet utilised since the date of sanction. The Quarterly returns or statements of trade receivables is filed with banks are in agreement with the books of accounts.

Note 20: Other current liabilities

Amount in Rs. Lakhs

Particulars	As at March 31,2023	As at March 31,2022	As at April 01,2021
Current			
Tax deducted at source payable	217.66	174.69	128.93
Balance payable to government authorities	126.07	156.56	263.22
Advance from customers	637.79	129.16	315.74
Total	981.51	460.41	707.89

Notes to the Financial Statements

Note 21: Revenue from operations

Amount in Rs. Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Sale of products (inclusive of excise duty)	2,68,145.99	1,36,616.41
	2,68,145.99	1,36,616.41
Other operating revenue		
Application fees	138.62	131.88
Other operating revenue	1,665.58	1,134.64
Recoveries from customers	69.18	257.95
	1,873.37	1,524.46
Total	2,70,019.36	1,38,140.87

Note 22 : Other income

Amount in Rs. Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest on Bank deposits	200.47	104.14
Profit on sale of Assets	-	318.15
Interest - Others	11.20	13.60
Other Income	9.02	4.20
Total	220.69	440.09

Note 23(a) Purchase of natural gas

Amount in Rs. Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Natural gas cost	1,61,834.71	62,514.76
Total	1,61,834.71	62,514.76

Note 23(b) Change in inventories of stock-in-trade

Amount in Rs. Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Opening stock	175.21	46.22
Closing stock	(232.01)	(175.21)
Total	(56.80)	(128.99)



Notes to the Financial Statements

Note 24 : Employee benefit expense

Amount in Rs. Lakhs

Particulars	Notes	Year ended March 31, 2023	Year ended March 31, 2022
Salaries, wages and bonus		1,820.03	1,670.27
Secondment expenses		212.28	203.39
Contribution to provident and other funds		157.34	151.15
Gratuity expense	15	64.78	40.29
Leave compensation	15	84.93	78.43
Staff welfare expenses		33.89	38.82
Total		2,373.26	2,182.36

Note 25 : Depreciation and amortization expense

Amount in Rs. Lakhs

Particulars	Notes	Year ended March 31, 2023	Year ended March 31, 2022
Depreciation of property, plant and equipment	3	9,050.80	6,842.16
Amortization of intangible assets	4	252.19	224.27
Total		9,302.99	7,066.43

Note 26: Finance costs

Amount in Rs. Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Interest on borrowing	1,078.70	1,155.90
Bank charges	119.11	65.13
Interest other than borrowing*	1,082.30	542.98
Total	2,280.11	1,764.00

* Lease interest

Notes to the Financial Statements

Note 27: Other expenses

Amount in Rs. Lakhs

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Consumption of Fuel	5,571.28	2,077.75
Power and fuel	1,799.78	1,113.66
Captive consumption	3,771.50	964.10
Administrative expenses	3,410.78	2,721.11
General Repairs & Maintenance	5.60	2.35
Vehicle hiring charges	183.29	150.88
Celebration Expenses	94.23	72.58
Subscription / Membership Fees	23.90	12.93
Rates & Taxes	244.02	193.33
Miscellaneous Expenses	2.90	1.70
News paper & periodicals	0.07	0.14
Rent for office, warehouse, CNG stations, etc.	240.44	152.66
Insurance	129.95	141.57
Legal expenses	27.96	46.30
Postage/Courier and Telephone expenses	54.61	41.87
Recruitment expenses	0.80	3.73
Audit Fees	23.60	15.03
Professional fees	176.87	247.53
Printing & stationery	17.67	18.19
Security expenses	307.90	199.80
Training and seminar expenses	7.61	12.77
Safety expenses	86.88	43.65
House keeping expenses	85.90	74.05
Board Meeting Expenses	19.29	4.78
Director sitting fees	16.28	17.70
Travelling Expenses	158.52	71.16
Stores and spares consumed	155.67	55.01
Corporate social responsibility (CSR)	686.64	726.57
SAP support costs	362.27	269.00
Provision for Doubtful Debts	177.92	-
PNGRB Application Fees	-	100.00
Amortisation of GAIL Hook Up Charges	37.18	-
Loss on sale of Assets	60.87	10.77
Loss on sale of Scrap	21.95	35.07
Selling & distribution expenses	1,744.00	1,238.70
Advertisement/Business & Sales Promotion Expenses	142.88	81.25
PMPML Commission	36.05	27.91
CNG cascade transport charges	1,238.15	900.57
CRM & DMA Expenses	326.92	228.96
Operations and maintenance expenses	4,879.90	4,543.85
Operations and maintenance expenses CNG	3,531.72	3,426.98
Operations and maintenance expenses PNG	1,348.17	1,116.87
Total	15,605.96	10,581.41



Notes to the Financial Statements

Note 27(b) Corporate Social Responsibility expense

Amount in Rs. Lakhs

Particulars	As at	As at
	March 31, 2023	March 31, 2022
(i) Amount required to be spent by the company during the year	643.20	488.79
(ii) Amount spent during the year on CSR	305.57	300.22
(iii) Amount transferred/to be transferred to a designated bank account related to ongoing projects	335.08	185.75
(iv) Amount deposited/to be deposited to the fund specified in Schedule VII of the Companies Act, 2013	2.55	2.82
(v) Shortfall	-	-
(vi) Nature of CSR activities :	-	-
- Contribution to skill development		
- Health Awareness		
- Contribution to rural sport and women empowerment		
- Contribution to education program		
- Contribution towards sustainable environment		
- Contribution to Funds specified in Schedule VII of the Companies Act, 2013"		
(vii) Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	Nil	Nil

Note 28: Income tax expense

This note provides an analysis of the company's income tax expense, show amounts that are recognised directly in equity and how the tax expense is affected by non-assessable and non-deductible items. It also explains significant estimates made in relation to the company's tax positions.

Amount in Rs. Lakhs

Particulars	Note No.	Year ended	Year ended
		March 31, 2023	March 31, 2022
(a) Income tax expense			
Current tax on profits for the year	18	12,973.71	10,670.48
Previous year tax		-	-
Current tax expense		12,973.71	10,670.48
Deferred tax	16	1,508.03	676.61
Deferred tax expense/(benefit)		1,508.03	676.61
Total Income tax expense		14,481.74	11,347.10
Income tax expense is attributable to:			
Profit from continuing operations		14,481.74	11,347.10

Notes to the Financial Statements

Note 29: Fair value measurements

Financial instruments by category

Particulars	Note Reference	March 31, 2023			March 31, 2022 (Restated)			April 01, 2021 (Restated)		
		FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
Financial assets										
Trade receivables	8	-	-	12,380.44	-	-	13,988.41	-	-	10,037.28
Cash and cash equivalents	9	-	-	9,423.00	-	-	7,506.01	-	-	3,065.32
Security deposits	5	-	-	1,311.83	-	-	1,226.51	-	-	567.78
Earmarked fixed deposits	5	-	-	177.00	-	-	201.44	-	-	951.75
Other fixed deposits	5	-	-	4,281.31	-	-	103.52	-	-	-
Interest receivable	5	-	-	21.08	-	-	8.12	-	-	40.59
Unbilled revenue	5	-	-	1,515.99	-	-	566.31	-	-	502.23
Total		-	-	29,110.65	-	-	23,600.32	-	-	15,164.95
Financial liabilities										
Borrowings (including interest accrued)	12	-	-	42,761.67	-	-	27,028.64	-	-	27,235.23
Security deposits	13	-	-	1,339.08	-	-	1,340.41	-	-	1,300.79
Security deposit from customers	13	-	-	16,402.74	-	-	13,177.82	-	-	10,205.43
Earnest money deposits	13	-	-	240.98	-	-	222.30	-	-	233.32
Capital creditors	13	-	-	5,263.07	-	-	5,592.90	-	-	4,229.32
Trade payables	17	-	-	9,004.16	-	-	7,672.46	-	-	4,920.17
Employee related payables	13	-	-	561.02	-	-	578.34	-	-	515.47
Total		-	-	75,572.72	-	-	55,612.86	-	-	48,639.73

The fair values of all financial instruments carried at amortised cost are not materially different from their carrying amounts since they are either short-term in nature or the interest rates applicable are equal to the current market rate of interest.



Notes to the Financial Statements

Note 30: Financial risk management

The company's activities expose it to market risk, liquidity risk and credit risk. In order to minimise any adverse effects on the financial performance of the company, it have taken various measures.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of the same in the financial statements.

Risk	Exposure arising from	Measurement	Management
Foreign currency Risk	Recognised financial assets and liabilities not denominated in Indian rupee (INR)	Sensitivity analysis	Management follows established risk management policies, including use of derivatives like foreign exchange forward contracts
Credit	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Aging analysis, external credit rating (wherever available)	Diversification of bank deposits, credit limits and letters of credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The company's risk management is carried out by management, under policies approved by the Board of Directors. Company's treasury identifies, evaluates and hedges financial risks in close cooperation with the company's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, credit risk, and investment of excess liquidity.

(A) Foreign currency risk

The company is exposed to foreign exchange risk mainly through its purchases from overseas suppliers in various foreign currencies.

The company evaluates exchange rate exposure arising from foreign currency transactions and the company follows established risk management policies, including use of derivatives like foreign exchange forward contracts to hedge exposure to foreign currency risk.

Foreign currency sensitivity

There shall be no material impact on profit before tax due to 1% increase/decrease in foreign exchange rates.

(B) Credit risk

Credit risk in case of the company arises from cash and cash equivalents, deposits with banks and financial institutions, as well as credit exposures to customers including outstanding receivables.

(i) Credit risk management

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

The company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forward looking information such as:

- (i) Actual or expected significant adverse changes in business,
- (ii) Actual or expected significant changes in the operating results of the counterparty,

Notes to the Financial Statements

Note 30: Financial risk management (Contd..)

- (iii) Financial or economic conditions that are expected to cause a significant change to counterparty's ability to meet its obligations,
- (iv) Significant increases in credit risk on other financial instruments of the same counterparty,
- (v) Significant changes in the value of collateral supporting the obligation or in the quality of third-party guarantees or credit enhancements.

The company provides for expected credit loss in case of trade receivable when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the company. The company categorises a receivable for write off when a debtor fails to make contractual payments greater than 2 years past due. Where loans or receivables have been written off, the company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.

(ii) Provision for expected credit loss

Financial assets for which loss allowance is measured using Lifetime expected credit losses (ECL)

Exposure to risk	March 31,2023	March 31,2022 (Restated)	April 01, 2021 (Restated)
Trade receivables	11,086.72	15,308.64	11,677.32

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

(iii) Reconciliation of loss allowance provision - Trade receivables

Exposure to risk	March 31,2023	March 31,2022 (Restated)	April 01, 2021 (Restated)
Loss allowance Opening Balance	126.02	126.02	126.02
Provided during the year	177.92	(0.00)	-
Loss allowance Closing Balance	303.94	126.01	126.02

(C) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, company maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is carried out in accordance with practice and limits set by the group. In addition, the company's liquidity management policy involves projecting cash flows and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) Financing arrangements

The company had access to the following undrawn borrowing facilities at the end of the reporting period:

Particulars	March 31,2023	March 31,2022	April 01,2021
Floating rate			
- Expiring within one Year (Working Capital facility from Bank of Maharashtra and Axis Bank)	5,000	5,000	2,500



Notes to the Financial Statements

Note 30: Financial risk management (Contd..)

(ii) Maturities of financial liabilities

The tables below analyse the company's financial liabilities into relevant maturity groupings at the reporting date based on their contractual maturities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Exposure to risk	March 31,2023	March 31,2022 (Restated)	April 01, 2021 (Restated)
Contractual maturities of financial liabilities			
Less than 1 year :			
Borrowings	799.84	4,625.30	6,169.32
Other financial liabilities	8,872.78	9,116.67	7,173.04
Less than 1 year	9,672.62	13,741.98	13,342.36
More than 1 year :			
Borrowings	41,961.83	22,403.33	21,065.91
Other financial liabilities	14,934.12	11,795.09	9,311.29
More than 1 year	56,895.94	34,198.43	30,377.20
Total financial liabilities	66,568.56	47,940.40	43,719.56

Note 31: Capital management

(a) Risk management

The company's objectives when managing capital are to :

- safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. Consistent with others in the industry, the company monitors capital on the basis of the following gearing ratio: Net debt (total borrowings net of cash and cash equivalents) divided by total 'equity' (as shown in the balance sheet, including non-controlling interests).

The company's strategy is to maintain a gearing ratio within 60%. The gearing ratios were as follows:

Particulars	March 31,2023	March 31,2022	April 01,2021
Net debt	33,338.67	19,522.63	24,169.91
Total equity	1,42,021.73	1,09,809.97	82,545.57
	1,75,360.40	1,29,332.59	1,06,715.48
Net debt to equity + debt ratio	19.01%	15.09%	22.65%

Notes to the Financial Statements

Note 31: Capital management (Contd..)

i) Loan Covenants

Under the terms of the major borrowing facilities, the company is required to comply with the following financial covenants:

Particulars	March 31,2023	March 31,2022	April 01,2021
Current ratio (in times)	0.73	0.55	0.44
G.DSCR (in times)	6.02	3.96	3.91
TOL/TNW (in times)	0.72	0.75	0.81
PBDIT/Int. (in times)	29.90	31.46	14.68
ROCE (in %)	0.34	0.36	27.79

ii) Ratios:

The following are analytical ratios for the year ended March 31, 2023 and March 31,2022

Particulars	Numerator	Denominator	Mar-23	Mar-22
Current ratio (in times)*	Current Assets	Current Liabilities	0.73	0.55
Debt Equity Ratio (in times)	Debt	Shareholders Equity	0.30	0.25
Debt Service Coverage Ratio (in times) #	Profit After Tax plus finance cost plus Depreciation	Debt Service	6.02	3.96
Return on Equity Ratio (in %)	Profit After Tax	Shareholders Equity	30%	30%
Inventory Turnover Ratio (in times)	Cost of Goods sold	Average Inventory	0.46	0.65
Trade Receivables Turnover Ratio (in times)\$	Net Credit Sales	Average Accounts Receivable	18.64	10.54
Trade Payables Turnover Ratio (in times)@	Net Credit Purchases	Average Accounts Payable	19.41	9.93
Net Capital Turnover Ratio (in times)**	Sales	Average Working Capital	(24.11)	(7.31)
Net Profit Ratio (in %)	Profit After Tax	Sales	17%	24%
Return on Capital Employed (in %)	PBDIT	Capital Employed	34%	36%
Return on Investment (in %)	PAT	COST of Investment	NA	NA

*The reason of increase in Current ratio from 0.55 times to 0.73 times is mainly due to substantial increase in value of Fixed Deposits over previous year.

#The reason of increase in Debt service coverage ratio from 3.96 times to 6.02 times is mainly due to increase in Profit before depreciation and interest by 27% and decrease in debt due on account of repayment of principal by 16% over previous year.

\$The reason of increase in Trade Receivables Turnover ratio from 10.54 times to 18.64 times is mainly due to decrease in credit period and better collection strategies over previous year.

@The reason of increase in Trade Payables Turnover ratio from 9.93 times to 19.41 times is mainly due to increase in cost of natural gas by 159% over previous year.

**The reason of increase in Net Capital Turnover ratio from (7.31) times to (24.11) times is mainly due to increase in turnover by 96% as well as decrease in working capital by 40% over previous year.



Notes to the Financial Statements

Note 32: Segment information

a) Description of segments and principal activities

The Company has a single operating segment that is "Sale of Natural Gas". Accordingly, the segment revenue, segment results, segment assets and segment liabilities are reflected by the financial statements themselves as at and for the financial year ended 31 March 2023.

b) Entity wide disclosures

Information about products and services:

The Company is in a single line of business of "Sale of Natural Gas".

Geographical Information:

The company operates presently in the business of city gas distribution in India. Accordingly, revenue from customers earned and non-current asset are located, in India.

Information about major customers:

In the current year, revenue from two external customer amounting to Rs. 57,704.83 Lakhs (previous year Rs. NIL Lakhs) individually accounted for more than ten percent of the revenue.

Note 33: Related party transactions

(a) Associate entities

The company is controlled by the following entities:

Name	Type	Place of incorporation	Ownership interest	Ownership interest	Ownership interest
			March 31,2023	March 31,2022	April 01,2021
GAIL (India) Limited	Associate	India	22.49%	22.49%	22.49%
Bharat Petroleum Corporation Ltd. (BPCL)	Associate	India	22.50%	22.50%	22.50%
Indraprastha Gas Limited (IGL)	Associate	India	50.00%	50.00%	50.00%

(b) Key Management Personnel of the entity

Details	March 31,2023	March 31,2022	April 01,2021
Managing Director - GAIL (India) Limited	D. Sawant (Upto 23.02.2023) Kumar Shanker (From 23.02.2023)	D. Sawant	S. Halder (upto 5.04.2021) D. Sawant (From 06.04.2021)
Director (Commercial) - Bharat Petroleum Corporation Ltd. (BPCL)		S. Sharma	S.Sontakke (upto 29.01.2021) S. Sharma (From 30.01.2021)
Independent Director - Smt. Bageshree Manthalkar	-	-	From 19.03.2021
Independent Director - Shri. Rajesh Pande	-	-	From 27.03.2021
Independent Director - Shri. Deepak Mukadam	-	To 21.04.2021	-
Non Executive Director - Shri. Sanjay Kumar	-	From 25.03.2022 (IGL)	From 30.01.2021 To 25.03.2022 (GAIL)
Non Executive Director - Shri. Pawan Kumar	-	From 04.12.2021	-

Notes to the Financial Statements

Note 33: Related party transactions (Contd..)

Details	March 31,2023	March 31,2022	April 01,2021
Non Executive Director - Shri. Deepak Gupta	-	From 25.03.2022	-
Non Executive Director - Shri. Anil Kumar	From 01.09.2022	-	-
Non Executive Director - Shri. A K Jana		To 25.03.2022	From 01.09.2020
Non Executive Director - Shri. Priyotosh Sharma	-	-	From 20.11.2020
Non Executive Director - Shri. R P Natekar	-	-	To 19.09.2020
Non Executive Director - Shri. Amit Garg		To 01.12.2021	-
Non Executive Director - Shri. Ashim Batra	-	-	To 01.09.2020
Chief Financial Officer - Shri. Sarathy M K	-	From 21.05.2021	-
Chief Financial Officer - Shri. Mayuresh Ganu	-	To 20.05.2021	From 21.08.2020
Chief Financial Officer - Shri. Ashutosh Dighe	-	-	To 13.07.2020
Company Secretary - Smt. Shreya Prabhudesai			From 27.08.2018

(c) Transactions with related parties

The following transactions occurred with related parties:

Particulars	March 31,2023	March 31,2022	April 01,2021
Indraprastha Gas Limited (IGL)			
Dividend paid	5,000.00	3,000.00	3,000.00
Sitting fees paid	6.25	6.49	3.89
Bharat Petroleum Corporation Limited (BPCL)			
Sales and Purchases of goods and services			
Sale of goods to parent entity	30,656.65	13,426.74	7,384.85
Reimbursement of expenses to parent entity	2.41	1.62	1.29
Salaries, allowances and other related payments to parent entities	86.31	96.28	94.37
Receiving of Services	2.48	-	-
Rendering of Services	667.71	-	-
Pipeline Crossing Charges	4.72	-	-
Dividend paid to parent entity	2,249.97	1,350.00	1,350.00
Sitting fees paid	2.95	3.66	2.01
GAIL (India) Limited			
Sales and Purchases of goods and services			
Purchases of raw material from parent entity	1,67,212.72	71,947.26	37,775.77
Reimbursement of expenses to parent entity	2.29	7.02	6.47
Salaries, allowances and other related payments to parent entities	117.64	104.09	89.06
Dividend paid to parent entity	2,250.00	1,349.98	1,350.00
Sitting fees paid	2.12	2.83	2.01
Details of KMP's Remuneration including Directors Sitting Fees:			
KMP's remuneration including Directors Sitting Fees and Secondment Charges paid to Related Entities	215.28	213.36	191.33



Notes to the Financial Statements

Note 33: Related party transactions (Contd..)

(d) Outstanding balances arising from sales / purchases of goods and services

The following balances are outstanding at the end of the reporting period in relation to transactions with related parties:

Particulars	March 31,2023	March 31,2022	April 01,2021
Trade payables (purchases of goods and services)			
BPCL	-	-	-
GAIL	6,365.89	5,805.85	2,267.37
Indraprastha Gas Limited		-	-
Payables for expenses			
BPCL	17.22	17.04	33.53
GAIL	8.15	7.97	8.46
Indraprastha Gas Limited	0.90	0.45	0.83
Total payable to related parties (Note 17)	6,392.16	5,831.31	2,310.19

Particulars	March 31,2023	March 31,2022	April 01,2021
Trade receivable (sale of goods and services)			
BPCL	1,597.66	1,094.83	476.81
Provision for doubtful debts	-	-	-
Expense recognised during the period in respect of bad and doubtful debts	-	-	-
Total receivable from related parties (Note 8)	1,597.66	1,094.83	476.81

(e) Terms and conditions

Transactions relating to dividends, subscriptions for new equity shares were on the same terms and conditions that applied to other shareholders.

Goods were sold to parent entities during the year based on the price lists in force and terms that would be available to third parties. All other transactions were made on normal commercial terms and conditions and at market rates.

All outstanding balances are unsecured and are repayable in cash.

Note 34: Contingent liabilities

Contingent Liabilities not provided for -

Particulars	Amount in Rs. Lakhs		
	March 31,2023	March 31,2022	April 01,2021
A. In respect of disputed demands/claims which are under appeal/ not acknowledged as debts			
i. Maharashtra Sales tax for FY 2009-10 (Net of refund of Rs. 8 Lakhs)	35.47	35.47	35.47
ii. GSTAT (previously known as CESTAT) in respect of Service tax under RCM for the period July 2012 to June 2017 on restoration charges			
- Tax	2,657.10	2,657.10	2,657.10
- Penalty	2,658.21	2,658.21	2,658.21
iii. Claims against the company not acknowledged as debts	142.18	100.00	70.00

Notes to the Financial Statements

Note 34: Contingent liabilities (Contd..)

Particulars	Amount in Rs. Lakhs		
	March 31,2023	March 31,2022	April 01,2021
iv. Additional Trade Margin payable to OMC's for the period 01 April 2019 to 30 th November 2021	-	2,790.00	2,304.00
v. TDS mismatch as per TRACES website	0.49	0.47	3.62

Note 35: Commitments

(a) Capital commitments

Capital expenditure contracted for at the end of the reporting period but not recognised as liabilities is as follows:

Particulars	Amount in Rs. Lakhs		
	March 31,2023	March 31,2022	April 01,2021
Property, plant and equipment	55,485.44	42,642.32	22,121.62

(b) Non-cancellable operating leases

The company leases various offices/ residential premises and warehouses under non-cancellable operating leases expiring beyond five years. The leases have varying terms, escalation clauses and renewal rights. On renewal, the terms of the leases are negotiated.

Particulars	Amount in Rs. Lakhs		
	March 31,2023	March 31,2022	April 01,2021
Commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:			
Within one year	866.12	754.48	451.17
Later than one year but not later than five years	2,424.05	2,435.38	1,590.18
Later than five years	2,740.52	3,053.51	3,722.82
Total	6,030.69	6,243.36	5,764.16

Rental expenses relating to operating leases

Particulars	Amount in Rs. Lakhs	
	March 31,2023	March 31,2022
Minimum lease payments		
Total rental expense relating to operating leases	240.44	152.66

Reconciliation of Lease Expense as per Notes with Lease Expense in Profit and Loss Account

Particulars	Amount in Rs. Lakhs	
	March 31,2023	March 31,2022
Total Lease expense during the year	1,022.60	1,004.20
Lease expense of current year transferred under IND AS 116	782.16	851.54
Balance Lease Expense shown in Profit and Loss Note 27(a)	240.44	152.66

Note 36: Events occurring after the reporting period

Refer to note 42 for the final dividend recommended by the Board of Directors which is subject to the approval of shareholders in the ensuing Annual General Meeting.



Notes to the Financial Statements

Note 37: Earnings per share

Amount in Rs. Lakhs

Particulars	March 31,2023	March 31,2022
Net profit attributable to the equity shareholders of the company	42,108.57	33,261.72
Weighted average number of equity shares of Rs. 10/- each (Nos. in lacs)	1,000.00	1,000.00
Basic & diluted earnings per share (Rs.)	42.11	33.26

Weighted average number of shares used as the denominator

Amount in Rs. Lakhs

Particulars	March 31,2023	March 31,2022	April 01,2021
Total outstanding equity shares	1,000.00	1,000.00	1,000.00
Weighted average number of equity shares of Rs. 10/- each	1,000.00	1,000.00	1,000.00

Note 38: Assets pledged as security (Gross)

The carrying amounts of assets pledged as security for current and non-current borrowings are:

Amount in Rs. Lakhs

Particulars	Note	March 31,2023	March 31,2022	April 01, 2021
Non-current				
Primary security				
On assets in the form of fixed assets created out of term loan	12	42,761.67	27,028.64	27,235.23
Collateral security				
Pari Passu over residual assets in the form of fixed assets along with current assets and equitable mortgage over land at Chikhali	3	1,94,768.74	1,57,984.58	1,22,551.55
Total assets pledged as security		2,37,530.42	1,85,013.22	1,49,786.78

Note 39:

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act').

The disclosures pursuant to the said MSMED Act are as follows:

Amount in Rs. Lakhs

Particulars	March 31,2023	March 31,2022	April 01, 2021
(a) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year			
- Principal amount due to Micro, Small and Medium Enterprises	2,267.72	1,656.79	2,276.90
- Interest due on above	-	-	-
(b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-	-

Notes to the Financial Statements

Note 39: (Contd..)

Amount in Rs. Lakhs

Particulars	March 31,2023	March 31,2022	April 01, 2021
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	-	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-	-

Note 40:

Security deposits from customers of natural gas, refundable on termination/alteration of the gas sales agreements, are considered as current liabilities as every customer has a right to request for termination of supply and the company does not have a contractual right to delay payment for more than 12 months. However, if customer request for disconnection of PNG supply before completion of 05 years from commencement date, then no security deposit taken against PNG installation shall be refunded. Security deposit shall be refunded as and when customer request after completion of 5 years from the commencement date.

Note 41:

During the year ended 31st March, 2023, an amount of Rs. 65.03 Lakhs (Previous Year Rs. 1189.03 Lakhs) was provided in the books of account towards estimated revision in trade margin payable to oil marketing companies (OMCs) as well as NRO dealer for the sale of CNG from their respective outlets based on the ongoing negotiations with them.

Note 42: Post reporting date events

No adjusting or significant non-adjusting events have occurred between 31 March, 2023 and the date of authorisation of the Company's financial statements. However, the Board of Directors have recommended a final dividend of Rs. 12/- per fully paid equity share (Previous Year - Rs. 10/-) for the year ended March 31, 2023. This proposed dividend is subject to the approval of shareholders in the ensuing Annual General Meeting.

Note 43: Previous year's figures

Previous year figures have been regrouped/reclassified, wherever necessary, to confirm to current year figures.

As per our report of even date

For M/s SUN SVG & ASSOCIATES
Chartered Accountants
Firm Registration Number:
118693W

For and on behalf of the Board of Directors of
Maharashtra Natural Gas Limited

CA Parag Subhash Lunkad
Partner

Kumar Shanker
Managing
Director
DIN:09533240

Sanjay Sharma
Director
(Commercial)
DIN: 09025971

Sarathy M K
Chief Financial Officer

Shreya Prabhudesai
Company Secretary

Membership No : 112287
UDIN : 23112287BGUYMD1877
Date : 4 May 2023
Place : Pune

A48866



REGISTERED OFFICE

Plot No. 27, Narveer Tanajiwadi,
PMT Bus Depot Commercial Bldg.,
1st Floor, Shivaji Nagar,
Pune- 411005

CORPORATE OFFICE

2nd, 3rd & 4th floor
Pride Purple Cornet,
Baner Road, Baner, Pune – 411045