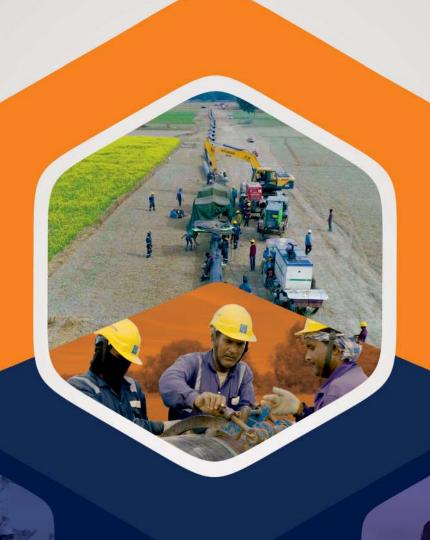
ANNUAL REPORT





INDRADHANUSH GAS GRID LIMITED

Vision Statement:

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

Mission Statement:

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



GENERAL INFORMATION

Name : INDRADHANUSH GAS GRID LIMITED

CIN : U40300AS2018GOI018660

Address : 5th Floor, Central Mall, Christian Basti, G.S. Road, Guwahati – 781005, Assam

Website : www.iggl.co.in
Email : info@iggl.co.in
Phone : +91 95311 01226

BOARD OF DIRECTORS						
Name	Designation	Nominated By				
Mr. Atindra Roychoudhury	09307897	Chairman (w.e.f. 18.09.2021)	OIL			
Mr. Dayanand Sadashiv Nanaware	07354849	Chairman (up to 17.09.2021) & Current Director	IOCL			
Mr. Krishna Ballabha Singh	08692365	Director	GAIL			
Mr. Debdulal Adhikari	09667061	Director (w.e.f. 11.07.2022)	ONGC			
Mr. Gopal Sarma	09513569	Director (w.e.f. 04.03.2022)	NRL			
Mr. Rakesh Kaul	07975342	Director (up to 30.06.2022)	ONGC			
Mr. Aruni Prosad Chakravorty	08717462	Director (up to 28.02.2022)	NRL			
Mr. Sandip Goswami	08740923	Director (up to 17.09.2021)	OIL			
Ms. Nalini Padmanabhan 01565909		Independent Director (w.e.f. 13.08.2021)				
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	GET !	KEY EXECUTIVES	1			
Name		Designation	Nominated By			
Mr. Ajit Kumar Thakur		CEO (w.e.f. 20.09.2021)	IOCL			
Mr. Arun Modi	- 4-	CEO (up to 20.09.2021)	GAIL			
Mr. Pradeep Kumar Mohapatra		CFO (w.e.f. 17.09.2021)	GAIL			
Mr. Mahesh Prasad Sarraf	105 110	CFO (up to 17.09.2021)	ONGC			
Mr. Pankaj Patowary		CPM (w.e.f. 02.10.2021)	ONGC			
Mr. Sujit Kumar Das		CPM (up to 01.10.2021)	NRL			
Mr. Rajib Kumar Bhattacharyya		CHRCM (w.e.f. 06.09.2021)	NRL			
Mr. Tilak Chandra Lahkar		CHRCM (upto 05.09.2021) OIL				
Mr. Arpan Baid		Company Secretary				

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





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CHAIRMAN'S MESSAGE

Dear Shareholders,

"Greatness is not in where we stand, but in what direction we are moving. We must sail sometimes with the wind and sometimes against it - but sail we must and not drift, nor lie at anchor."

- Oliver Wendell Holmes, Jr.

On stepping into the 4th year of IGGL, I wish to convey my heartiest good wishes to all of you for being a part of this glorious journey towards the implementation of the North East Gas Grid project for ushering in a gas-based economy in the Northeastern region of India.



I am pleased to share with you that the progress of the project is striding as per the schedule and the unrelenting efforts of the Team IGGL are on to ensure the commissioning of the project within the scheduled completion target. I am optimistic that with the implementation of this project there will be a notable spurt in industrial growth in the North-Eastern region which will accrue socio-economic benefits to the entire NE region.

IGGL has achieved its highest annual CAPEX of INR 1556.46 Crore in FY 2021-22 and achieved overall Physical Progress of 42.94 % till 31-03-2022. On behalf of the Board of Directors of the Company, I would like to put on record our sincere appreciation of the hard work and efforts made by every employee despite challenges and adversities unleashed due to the pandemic.

Without a doubt, the project is now at its most critical phase and I would like to assure you that we will remain resolute in our efforts to achieve its culmination at the earliest. I along with my colleagues on the Board, pledge our resilience, commitment, and crucial contributory efforts together creating yet another chapter in the IGGL growth story. At the same time, continued support is solicited from the Government of India, the state Governments of North Eastern region of India, our promoters namely, Indian Oil Corporation Limited, Oil & Natural Gas Corporation Limited, GAIL (India) Limited, Oil India Limited & Numaligarh Refinery Limited, in our endeavours for the immediate task at hand and for a promising future.

I take this opportunity to extend my sincere gratitude to all my colleagues on the IGGL Board for their wholehearted support, cooperation and focus in keeping the IGGL flag flying high. I also wish to express my sincere gratitude for reposing your faith and confidence in the Company's Management.

We are on a path of rapid growth and progress and I am sure that with our collective efforts, we will be able to achieve the goals that we have set for ourselves.

Jai Hind!!

Sd/-

Atindra Roychoudhury

Chairman





Atindra Roychoudhury
Chairman



Starting his career in OIL in the Geophysics department as Instrument Engineer for Geophysical Data Acquisition systems, later he was heading a Seismic Data Acquisition crew of OIL. Subsequently, as a member of the pioneering team of OILs Information Technology department from 1997 to 2012, he worked extensively in design, implementation of LAN/WAN, network security structures and implementation at OIL. He also served in Contracts & Purchase and Corporate Planning departments of OIL.

Currently, as Executive Director (Production Services), he is leading the Oil and Gas Production Services, Gas Management Services, OlL's LPG Plant, Oil and Gas Pipeline services and all production function related Procurement and Contracts in OlLs Main Producing Area (MPA) which includes Assam & Arunachal PradeShri He is also heading the Gas Business Cell of OlL. Under his guidance, OlL and Assam Gas Company Ltd (AGCL) jointly participated in the 11th CGD bidding round of PNGRB and successfully got authorization for two GAs in Tripura and One GA in Assam.

He is also a core team member of OILs Digitalization Initiative - Project "DRIVE". He has jointly published three papers in Digitalization in upstream E&P sector in various overseas events of SPE (Society of Petroleum Engineers).



D S NanawareDirector

Mr. D S Nanaware, Director, IGGL is a Mechanical engineering graduate from Walchand College of Engineering, Sangli under Shivaji University, Kolhapur with a rich and varied experience of over 36 years. He is also Director (Pipelines) of Indian Oil Corporation Limited, a Maharatna Company and one of the leading Indian Company in Fortune Global 500 listings. He is also the Chairman of IHB Ltd. a JV of IndianOil, HPCL and BPCL which is building the world's longest LPG pipeline from Kandla to Gorakhpur.

Earlier, as the head of Southern Region Pipelines (SRPL), he was instrumental in starting the prestigious Ennore-Tuticorin Gas Pipeline Project and successfully commissioning its Ennore-Manali and Ramanathapuram-Tuticorin sections.

Mr. Nanaware is a keen proponent for ushering a gas-based economy in the country and has played a key role in the formation of two JV companies - GSPL India Gasnet Limited (GIGL) and GSPL India Transco Limited (GITL)- both SPVs promoted by GSPL, IndianOil, BPCL and HPCL to create a pan India gas pipelines infrastructure.

His areas of professional specialisation include conceptualisation & design of projects; construction, operations & maintenance including SPM and offshore facilities; engineering & project management consultancy across the hydrocarbons pipelines industry. His milestone achievements, among many, include successful implementations of challenging projects (from conceptualisation to commissioning) of natural gas pipelines, crude oil pipelines and white oil product pipelines including in densely populated urban areas.





K B Singh Director

Mr. K B Singh is an Electrical Engineering Graduate from BCE, Bhagalpur (Bihar) and graduated in 1986. Shri Singh carries a rich experience of over 35 years in the hydrocarbon sector. Mr. Singh is serving as Executive Director (ER & Projects) in GAIL (India) Limited as head of Corporate Projects Department leading multidisciplinary team consisting of technical, Contracts & Procurement, Finance, Civil and Survey & Land Records. In addition to Corporate Project Department, Shri Singh is also heading Eastern Region of GAIL. Mr. Singh is presently holding Directorship in Green Gas Limited and Indradhanush Gas Grid Limited and he has also served as Chairman of Tripura Natural Gas Company Limited.

During a long career of 35 years in GAIL, Mr. Singh has been associated and part of various infrastructure projects of National importance in Oil & Gas Sectors in different capacities. Currently, Mr. Singh is responsible for execution of projects amounting to INR 35,000 Crore spanning 20 states, 150 districts including City Gas Distribution (CGD) hookups in 45 cities and O&M of 1100 Km pipeline network. On completion of phase-1 of JHBDPL under his leadership, GAIL received "Project Management Company" of the year award by FIPI. He is also the recipient of Impactful CSR leader by Assocham National CSR awards 2020. Shri Singh gained varied experience and competence in the areas related to Project Management, Operation & Maintenance of Pipelines, Contracts Management etc. Shri Singh is excellent in decision making and an avid problem solver with his vast technical knowledge and practical approach.



Debdulal AdhikariDirector

Mr. Debdulal Adhikari, a Chemical Engineer from University of Calcutta, has had advanced professional management trainings from several reputed national and international institutes. He has rich experience of upstream oil & gas industry through his association over 30 years with ONGC. He has presented few papers in national and international forums.

He is currently working as Executive Director, Chief –Business development and Joint Ventures, overseeing subsidiaries and JVs of ONGC in refining, petrochemicals, power and infrastructure space. He is on the Board of IGGL and Special Invitee on the Board of some other companies. In addition, he is also the Executive Officer of Chairman of ONGC Group.

He has rich experience in the areas of project management, upstream oil & gas operations, developing, planning, negotiating and implementing various strategies and projects successfully. He has also in-depth knowledge of corporate governance and corporate affairs including management of all kinds of stakeholders.





Gopal Sarma
Director



Nalini Padmanabhan Independent Director

Mr. Gopal Sarma is the Resident Chief Executive of Numaligarh Refinery Limited functioning as head of Refinery Location at Numaligarh Assam. He is overall in-charge of the 3.0 MMT operating Refinery along with leading all other functions as Administrative Head. He has more than three decades of working experiences in Petroleum Refinery in various technical and marketing areas.

In the Numaligarh Refinery, he has worked for 22 years in various capacities across the technical functions including Project Construction, Inspection Engineering, Management Systems, Retail Marketing, Marketing Logistics, HSE and Refinery Operations etc. Mr. Sarma began his career in 'Bongaigaon Refinery & Pertrochemicals Limited' (BRPL is now part of Indian Oil Corporation) and worked in various capacities in Inspection Engineering and Maintenance Functions of the Refinery Process units. He holds a Bachelor of Engineering degree from Assam Engineering College, Guwahati (Assam) and completed his graduation in Mechanical Engineering in the year 1986.

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

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

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

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





(L to R) Mr. Pankaj Patowary, Chief Project Manager; Mr. Ajit Kr. Thakur, Chief Executive Officer; Mr. Pradeep Kr. Mohapatra, Chief Financial Officer & Mr. Rajib Kr. Bhattacharyya, Chief HR & Compliance Manager

A new and exciting chapter towards boosting the Gas economy in the North East was written on 10th August 2018 when the five public sector giants joined to incorporate Indradhanush Gas Grid Limited (IGGL) as their Joint Venture to set up the North East Gas Grid (NEGG). With the active support and encouragement from the Ministries and the Promoter companies, IGGL has outsmarted modest progress in the first three years by posting 31.76% of physical progress in the fourth year. Crossing the critical milestone of 50% physical progress target by July 2022, the percentage of physical progress is now neck-to-neck with the scheduled progress. Another giant leap in progress is

planned in the coming working season when IGGL shall deploy resources on all fronts to surpass the targets.

Company has been gradually and successfully expanding its human capital base, both in terms of requisite numbers and quality, along with the introduction of various policies and systems to ensure proper operations and work culture. Though unable to take up substantial CSR activities for being a new Company, as a conscious and responsible citizen, IGGL worked to its utmost ability in undertaking community-related initiatives towards supporting flood-relief measures in Assam.

Highlights of NEGG Project:

NORTH EAST GAS GRID

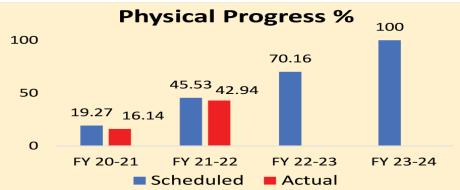
PROJECT START: APRIL 2020 TARGET COMPLETION: MARCH 2024

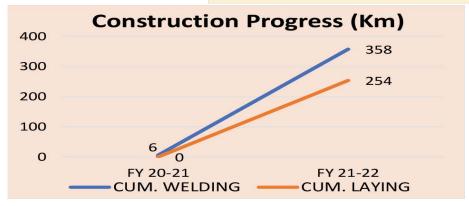
Capital Expenditure (Rs. Cr.)						
FY 2	0-21	FY 2	FY22-23			
BE	Actual	BE Actual		BE		
300	350	1553	1556	2997		

Commitment (Rs Cr.)				
FY 20-21 FY 21-22				
1998	3929			

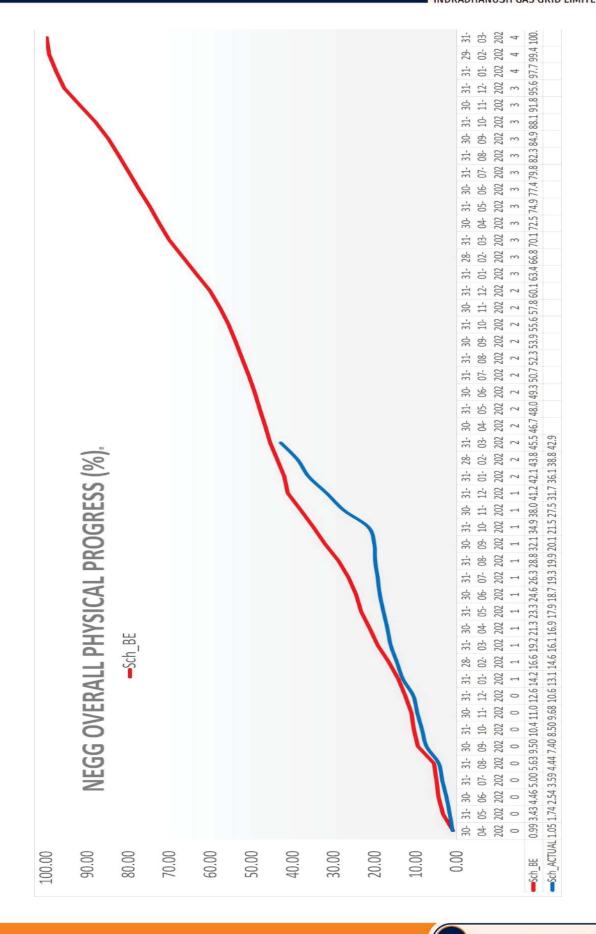
Financial Closure: OIDB sanction on 16.08.2021













Major Events



Heads of Agreement with NRL on 09-07-2021 for transportation of Gas through NEGG Network



Memorandum of Understanding with Hindustan Oil Exploration Company Ltd. on 14.07.2021 for transportation of Gas through NEGG Network



Right of User (RoU) Sharing Agreement with NRL 21-10-2021 for sharing RoU expenses of 386 Kms of Guwahati-Numaligarh Section of IGGL





Memorandum of Understanding with Tripura Natural Gas Company Limited (TNGCL) on 16-11-2021 for transportation of Gas from NEGG Network



Heads of Agreement with Assam Gas Company Ltd. (AGCL) on 16-12-2021 for exploring the possibilities of utilization of NEGG network for allowing transportation/delivery of AGCL's Gas to its end consumers located in North-East states and beyond





IGGL has already started hiring its own permanent cadre and first batch of Graduate Engineering Trainee joined on 29-03-2022

Futuristic Initiatives

Expansion in Arunachal Pradesh by around 50 kms & in Meghalaya by around 341 kms

Expansion to Myanmar by around 731 kms & Bangladesh by around 78 kms

Green Hydrogen Compatibility Study

Ring from Silchar to Imphal

As a synergistic front, our company has also joined hands with M/s. Oil India Limited, M/s. North Eastern Electric Power Corporation Limited, M/s. Assam Gas company Limited and M/s. Tripura Natural Gas Corporation Limited for the transportation of natural gas through the North-East Gas Grid. IGGL is also exploring ways for connectivity to the various potential consumers of North East India for effective utilization of the gas grid and to the various sustainable & feasible gas sources of the Oil & Gas operators of the North East and the neighbouring countries of the Indian subcontinent.

Jai Hind!!

Ajit Kr Thakur CEO



Notice to the Members

Notice is hereby given that the 4th (Fourth) Annual General Meeting of the Members of Indradhanush Gas Grid Limited (herein afterwards also called as "IGGL") will be held on Wednesday, the 21st Day of September, 2022 at 10:30 Hours at NRL Centre, G.S. Road, Christian Basti, Guwahati – 781005, Assam to transact the following business:

As Ordinary Business:

- 1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended on 31st March, 2022 and the Reports of the Board of Directors and the Statutory Auditors and the Comments of the Comptroller & Auditor General of India thereon.
- 2. To appoint a Director in place of Shri Dayanand Sadashiv Nanaware, Director (DIN: 07354849), who retires by rotation and being eligible, offers himself for reappointment.
- 3. To appoint a Director in place of Shri Krishna Ballabha Singh, Director (DIN: 08692365) who retires by rotation and being eligible, offers himself for reappointment.
- 4. To authorize the Board of Directors to decide remuneration of the Statutory Auditors for the financial year 2021-22 in terms of the provisions of Section 142 of the Companies Act, 2013 (hereafter also referred as "the Act") and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) and to pass the following resolution, with or without modification, as an Ordinary Resolution: -

"RESOLVED THAT the Board of Directors of the Company be and are hereby authorized to fix the remuneration of the Statutory Auditors as appointed by the Comptroller & Auditor General of India for the financial year 2022-23"

As Special Business:

5. Appointment of Shri Atindra Roychoudhury as Chairman & Non-Executive Director

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

"RESOLVED THAT Shri Atindra Roychoudhury (DIN 09307897), who was appointed as the Chairman & Additional Director (Non-Executive) of the Company with effect from September 18, 2021 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Act, be and is hereby appointed as a Chairman & Non-Executive Director of the Company pursuant to Section 152(2) of the Act and shall be liable to retire by rotation pursuant to Section 152(6) of the Act"

6. Appointment of Shri Gopal Sarma as Director

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

"RESOLVED THAT Shri Gopal Sarma (DIN 09513569), who was appointed as an Additional Director (Non-Executive) of the Company with effect from March 4, 2022 and who holds office up to the date of this Annual



General Meeting of the Company in terms of Section 161(1) of the Act, be and is hereby appointed as a Non-Executive Director of the Company pursuant to Section 152(2) and shall be liable to retire by rotation pursuant to Section 152(6) of the Act"

7. Appointment of Shri Debdulal Adhikari as Director

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

"RESOLVED THAT Shri Debdulal Adhikari (DIN: 09667061), who was appointed as an Additional Director (Non-Executive) of the Company with effect from July 11, 2022 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Act, be and is hereby appointed as a Non-Executive Director of the Company pursuant to Section 152(2) and shall be liable to retire by rotation pursuant to Section 152(6) of the Act"

By Order of the Board of Directors

Sd/-

Arpan Baid

Company Secretary

Date: 23-08-2022 Place: Guwahati

Notes:

- 1. In view of the outbreak of COVID-19 pandemic, social distancing measures are a pre-requisite and in terms of Ministry of Corporate Affairs ("MCA") Circular No. 02/2022 dated 05.05.2022 read with 02/2021 dated 13.01.2021 read with Circular No. 20/2020 dated 05.05.2020, this Annual General Meeting (AGM) is conducted on physical mode with Video Conferencing (VC) facility. Therefore any Stakeholders desiring to join online, may join through VC Mode.
- 2. Explanatory statements are annexed to the Notice of Annual General Meeting of the Company pursuant to Section 102 of the Companies Act, 2013 relating to the Business set out above hereto.
- 3. Members are informed that in case of joint holders attending the meeting, only such joint holder who is first in the order of names will be entitled to vote.
- 4. In line with the MCA Circulars, the Notice calling the AGM and Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that Notice and Annual Report 2021-22 will also be made available on the Company's website at www.iggl.co.in
- 5. Corporate Members intending to appoint their authorised representatives pursuant to Sections 112 and 113 of the Act, as the case may be, are requested to send the signed copy of the nomination letter in advance.
- 6. A member entitled to vote at the AGM is entitled to appoint proxy to attend and vote on his/her behalf and proxy need not be a member. Accordingly, facility of appointment of proxies by Members under Section 105 of the Act, will be available only for those who are attending the AGM physically. Proxy Form and Attendance Slip is sent separately with Annual Report.
- 7. VC link for the AGM will be shared separately.
- 8. Members attending the AGM through VC will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
- 9. Route map of the Venue is annexed with the Notice.

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

For Item No. 5: Appointment of Shri Atindra Roychoudhury as Chairman & Non-Executive Director

In accordance with the Joint Agreement dated July 20, 2018 and Article 72 read with Article 101 of Articles of Association, OIL vide its letter No. CMD/OIL/PER/14(A)/IGGL-360 dated July 13, 2021, nominated Shri Atindra Roychoudhury, ED (Production Services), OIL to act as Chairman of IGGL. Accordingly pursuant to Section 161(1), Board appointed Shri. Atindra Roychoudhury as Additional Director (Chairman, Category: Non-Executive) of IGGL w.e.f. September 18, 2021.

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

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

Your Board recommends passing of the Resolution at Item No. 5 as Ordinary Resolution.

For Item No. 6 : Appointment of Shri Gopal Sarma as Director

In accordance with the Joint Agreement dated July 20, 2018 and Article 72 of Articles of Association, NRL (vide its letter ref no. 4552/NRL dated 18th February, 2022) nominated Shri Gopal Sarma, CGM (Operations) & RCE-Numaligarh, NRL to act as Director in the Board of IGGL in place of previously nominated Shri Aruni Prosad Chakravorty. Accordingly pursuant to Section 161(1), Board appointed Shri. Gopal Sarma as Additional Director (Non-Executive) of IGGL w.e.f. March 4, 2022.

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

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

Your Board recommends passing of the Resolution at Item No. 6 as Ordinary Resolution.

For Item No. 7: Appointment of Shri Debdulal Adhikari as Director

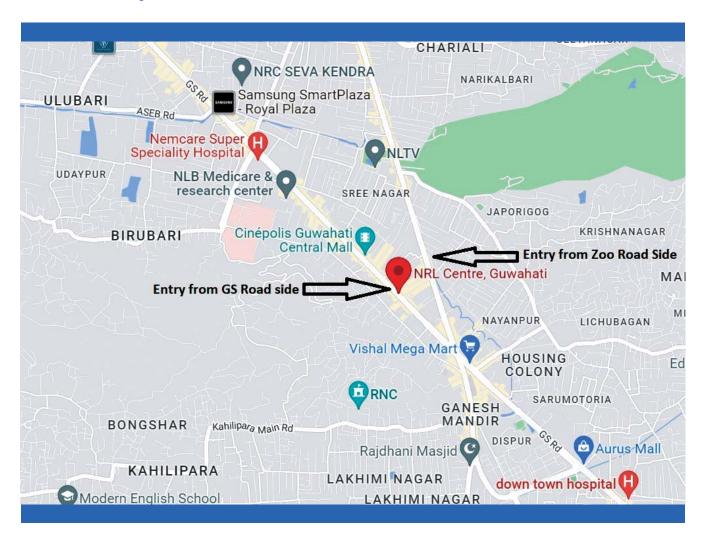
In accordance with the Joint Agreement dated July 20, 2018 and Article 72 of Articles of Association, ONGC (vide its letter ref no. IGGL/Nomination/Director/2022 dated 8th July, 2022) nominated Shri Debdulal Adhikari, ED Chief-BD & JV, ONGC to act as Director in the Board of IGGL in place of previously nominated Shri Rakesh Kaul. Accordingly pursuant to Section 161(1), Board appointed Shri Debdulal Adhikari as Additional Director (Non-Executive) of IGGL w.e.f. July 11 2022.

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

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

Your Board recommends passing of the Resolution at Item No. 7 as Ordinary Resolution.

Route Map of the AGM Venue





DIRECTORS' REPORT TO SHAREHOLDERS

Dear Shareholders,

Your directors take pleasure in presenting the 4th (Fourth) Board's Report of Indradhanush Gas Grid Limited (IGGL) along with audited financial statements for the financial year 2021-22.

1. PROJECT DETAILS, FUTURE OUTLOOK AND ASPECTS:

1.1 Brief of Project:

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

Cabinet Committee on Economic Affairs (CCEA), has already approved the Viability Gap Funding/ Capital Grant of INR 5,559 Crore (60% of the estimated total cost of the Project i.e., INR 9,265 Crore) for the NEGG project. Out of which INR 850 Crore was received in FY 2021-22 (INR 180 Crore received in FY 2020-21).

1.2 Brief status of important project activities:

PHASE	I	II	III
Total (km)	557	719.86	385
3(1) Published (km)	441.78	539.95	
Balance 3(1) km	Nil	147.70	
6(1) Published (km)	437.78	372.79	
Balance 6(1) km	4.00	314.86	
Work Awarded (km)	413.00	226.48	Nil
Mainline Welding (km)	297.270	60.554	Nil
Lowering (km)	239.162	14.681	Nil
Hydrotest (Km)	43.088	Nil	Nil

Phase-I: Guwahati - Numaligarh, Gohpur - Itanagar, Dergaon - Dimapur, ONGC Feeder Line (5 Nos.)

Phase-II: Silchar - Panisagar, Panisagar - Agartala, Khubal Feeder line, Guwahati - Silchar, Shillong CGD, Silchar CGD, Panisagar - Aizawl, Tulamura Feeder line, NEEPCO Spurline

Phase-III: Dimapur-Kohima-Imphal, Siliguri - Gangtok

1.3 Following major tenders were awarded during FY 2021-22:

- a. Procurement of Assorted Valves for pipeline sections 1, 2, 3, 5 & 9 on 05-04-2021.
- **b.** Procurement of 263.5 Km of Balance Line pipes for Phase-I on 07-06-2021
- c. Pipeline laying for Silchar-Panisagar-Agartala and Khubal FL section on 30-08-2021.
- d. Procurement of Scrapper Launcher/ Rec. & Pig signaller + QOEC on 28-10-2021



- e. HDD For 5 Rivers for Guwahati-Numaligarh Section (Width more than 750 M and less than 2000 M) on 29-10-2021
- **f.** Procurement of 431.77 Km of Line pipe for Phase-II on 24-11-2021.
- g. HDD For 3 major Rivers for Guwahati-Numaligarh Section:
 - i. Subansiri (Length 4000 m approx.): Awarded on 21-12-2022
 - ii. Bhareli and Brahmaputra (Length 4000 & 5700 m approx. respectively); Awarded on 08-02-2022
- h. Procurement of Flanges and Fittings for Section 1, 2, 3, 5 & 9 on 08-03-2022
- i. Compressor Station Package 1 Boundary Wall Works; FOA issued on 23-03-2022
- j. UPS System for Pipeline Section (1, 2, 3, 4, 5, 6, 7, 8, 9, 12, 13 & 14); FOA issued on 30-03-2022
- **k.** Procurement of insulating joints for pipeline sections 4, 6, 7, 8, 9, 12, 13 & 14; FOA issued on 31-03-2022.

1.4 Major Agreements Signed:

The following major agreements were signed by your Company during the FY 2021-22:

- a) Heads of Agreement with NRL on 09-07-2021 for transportation of Gas through NEGG Network.
- b) Memorandum of Understanding with Hindustan Oil Exploration Company Ltd. on 14-07-2021 for transportation of Gas through NEGG Network.
- c) Right of User (RoU) Sharing Agreement with NRL 21-10-2021 for sharing RoU expenses of 386 Kms of Guwahati-Numaligarh Section of IGGL.
- d) Memorandum of Understanding with Tripura Natural Gas Company Limited (TNGCL) on 16-11-2021 for transportation of Gas from NEGG Network.
- e) Heads of Agreement with Assam Gas Company Ltd. (AGCL) on 16-12-2021 for exploring the possibilities of utilization of NEGG network for allowing transportation/delivery of AGCL's Gas to its end consumers located in North-East states and beyond.

2. FINANCIAL PERFORMANCE:

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

2.1. Financial Results

(INR In Lakhs)

Particulars	Current Year 2021-22	Previous Year 2020-21
Revenue from Operations	NIL	NIL
Other Income	284.92	312.11
Total Income	284.92	312.11
Total Expenses	39.87	30.21
Profit/ (Loss) before taxation	245.05	281.90
Less: Tax Expenses including Deferred Tax Income	50.29	78.43
Profit/ (Loss) for the year	194.76	203.48
Total comprehensive income/(expenses) for the period	194.76	203.48
Earnings per share (INR)	0.06	0.16
Net worth	41,154.97	28,960.21

2.2. Capital Expenditure

The total amount of Capital Expenditure incurred upto FY 2021-22 is INR 1906.01 Crore. Total Capital Expenditure incurred during FY 2021-22 is INR 1556.46 Crore (Previous Year: INR 349.55 Crore)

2.3. Dividend

The Company has not started its operation accordingly there has been no revenue from operations during the year. Board, therefore, is not recommending any dividend for the year 2021-22.

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

Apart from depositing in the Deposits with the Bank (please refer to Notes 4 & 5 of the Financial Statement), the Company has not made any investment or given loans/guarantees during the year under review.

2.5. Viability Gap Funding (VGF)

IGGL has received Viability Gap Funding (VGF) of INR 850 Crore from the Ministry of Petroleum and Natural Gas (MoP&NG) as a Government Grant in FY 2021-22 (INR 180 Crore were received in FY 2020-21).

2.6. OIDB Loan

Oil Industrial Development Loan (OIDB) has sanctioned financial assistance of INR 2594 Crore in FY 2021-22. However, no disbursement of OIDB loan was made till 31-03-2022

3. SHARE CAPITAL:

3.1. Authorised Share Capital:

There was no change in the Authorized Capital of the Company.

3.2. Paid-up Share Capital:

In order to meet capital expenditure requirements, the Company's raised paid-up capital by making the right issue of 12,00,00,000 (Twelve Crore Only) Equity Shares of INR 10/- each at par and ranking paripassu with the existing equity shares of the Company. Each of the Promoter Companies was allotted 2,40,00,000 Equity Shares on March 4, 2022.

Accordingly, the Paid-up Capital of the Company increased from INR 305 Crore to INR 425 Crore during the FY 2021-22.

Further Paid-Up Capital was increased between the end of the FY 2021-22 and the date of this report, which has been covered in Point No. 6.

4. BOARD OF DIRECTORS:

4.1 Directors

The following changes happened in the Board of IGGL during the FY 2021-22

(i) Pursuant to the requirement of Section 149 (1) of Companies Act, 2013 read with Rule 3 of The Companies (Appointment and qualifications of Directors) Rules, 2014, a Public Limited Company is mandatorily required to have at least 1 (One) Woman Director in its Board if its paid-up capital reaches INR 100 Crore. As IGGL has exceeded that limit of INR 100 Crore in the FY 2020-21, it is therefore mandatorily required to have a minimum of one Women Director on its Board.



Seeing this compliance requirement for appointment of Women Director in IGGL, Board after deliberation and going through Department of Public Enterprises Database for Non-Official Directors, appointed Ms. Nalini Padmanabhan as Non-Executive Director (Category: Independent) for a period of three years w.e.f. 13th August 2021.

(ii) Pursuant to the JV Agreement dated 20-07-2018 and Articles of Association of IGGL, OIL is required to nominate a Chairman for the 4th to 6th year of IGGL. Accordingly, OIL vides its Letter No. CMD/OIL/ PER/14(A)/IGGL-360 dated July 13, 2021, nominated Shri Atindra Roychoudhury, ED (Production Services), OIL to act as the Chairman of IGGL. Further, vide Letter No. PL4/1-29/133/2021 dt 07.09.2021, Shri Sandip Goswami resigned from the Board of IGGL. The effective date of change of nomination of OIL, i.e. appointment of Shri Atindra Roychoudhury as Additional Director (Category: Chairman, Non-Executive), IGGL, and the resignation of Shri Sandip Goswami as Board Member of IGGL came into effect on 18-09-2021.

Board appreciates Shri Sandip Goswami for the valuable services offered to the Company during his tenure.

(iii) NRL vide its letter no. 4552/NRL dated 18th February 2022, has nominated Shri Gopal Sarma CGM (Operations) & RCE-Numaligarh, as Director in the Board of IGGL in place of previously nominated Shri Aruni Prosad Chakravorty who resigned from the Board of IGGL w.e.f. 1st March 2022 after achieving superannuation at NRL. Board appointed Shri. Gopal Sarma as Additional Director w.e.f. 4th March 2022. Board appreciates Shri A P Chakravorty for the valuable services offered to the Company during his tenure.

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

- (i) In accordance with statutory requirements of Section 152(6) of the Companies Act, 2013 Shri D S Nanaware, Director (nominated by IOCL), and Shri K B Singh, Director (nominated by GAIL) would retire by rotation at the ensuing Annual General Meeting and being eligible offers themselves for reappointment. Board also recommends their appointment.
- (ii) In accordance with provisions of Section 161(1) of the Companies Act, 2013, Shri Atindra Roychoudhury, Chairman (nominated by OIL), Shri Gopal Sarna, Director (nominated by NRL), Shri Debdulal Adhikari, Director (nominated by ONGC) who were appointed as Additional Directors of the Company after the date of last AGM, shall vacate their offices at the ensuing Annual General Meeting. Necessary notices have been received from them/Member(s) under Section 160 of Companies Act, 2013 proposing their candidature for the appointment. Board also recommends their appointment.

4.3. Board Meetings and Attendance

Thirteen (13) Board Meetings were conducted during the FY under review:

Date of	Atindra Roychoudhury	D S Nanaware	K B Singh	Rakesh Kaul	Sandip Goswami	A P Chakravorty	Gopal Sarma	Nalini Padmanabhan
the Board Meeting	Chairman (w.e.f. 18.09.21)	Chairman (till 17.09.21) & Board Member	Director	Director	Director (till 17.09.21)	Director (till 28.02.22)	Director (w.e.f. 04.03.22)	Independent Director (w.e.f. 13.08.21)
03-05-2021	N/A	Yes	Yes	Yes	Yes	Yes	N/A	N/A
05-06-2021	N/A	Yes	Yes	Yes	Yes	Yes	N/A	N/A
17-07-2021	N/A	Yes	Yes	Yes	Yes	Yes	N/A	N/A
13-08-2021	N/A	Yes	Yes	Yes	Yes	Yes	N/A	N/A
31-08-2021	N/A	Yes	Yes	Yes	Yes	Yes	N/A	Yes
09-10-2021	Yes	Yes	Yes	Yes	N/A	Yes	N/A	Yes
24-11-2021	Yes	Yes	Yes	Yes	N/A	Yes	N/A	Yes
21-12-2021	Yes	Yes	Yes	Yes	N/A	Yes	N/A	Yes
30-12-2021	Yes	Yes	Yes	Yes	N/A	Yes	N/A	Yes
13-01-2022	Yes	Yes	Yes	Yes	N/A	Yes	N/A	Yes
01-02-2022	Yes	Yes	Yes	Yes	N/A	Yes	N/A	Yes
04-03-2022	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes
25-03-2022	Yes	Yes	Yes	Yes	N/A	N/A	Yes	Yes

All the Board Members have a 100 % attendance record for the Board Meetings conducted in FY 2021-22

4.4. Disclosure of Interest by Director:

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

4.5. Independent Directors:

In order to comply with the requirement of Women Director in IGGL as mentioned in 4.1 (i), Board appointed Ms. Nalini Padmanabhan (DIN 01565909) as Independent Director (Category: Non-Executive) on 13.08.2021 and for a period of three years. Further her appointment was confirmed in the Third AGM held on 17.09.2021 in accordance with provisions of Section 161(1) and 150(2) of the Companies Act, 2013. The Independent Director has duly affirmed meeting the criteria of independence specified under Section 149(6) of the Companies Act, 2013.

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

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

Further Independent Director, Ms. Nalini Padmanabhan was appointed by Board on 13.08.2021 for the purpose of fulfilling the compliance requirement as mentioned in Point 4.1 (i) above.

4.7. Director Remuneration and Sitting Fees

Other than Sitting fees of INR 1,90,000/- paid to Ms. Nalini Padmanabhan for attending Board Meetings and other committee meetings, no remuneration was paid to any Board Member of IGGL.



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

ONGC vide its letter no. IGGL/Nomination/Director/2022 dated 08-07-2022, has nominated Shri Debdulal Adhikari, as Director in the Board of IGGL in place of previously nominated Shri Rakesh Kaul who resigned from Board of IGGL w.e.f. 01-07-2022 after achieving superannuation at ONGC. Board appointed Shri Debdulal Adhikari, ED Chief-BD & JV, ONGC as Additional Director w.e.f. 11-07-2022. Shri Rakesh Kaul was the first director and longest servicing Board Member of IGGL and the Board highly appreciates his valuable services offered to the Company during his tenure.

5. KEY MANAGERIAL PERSONNEL AND OTHER KEY EXECUTIVES:

- 5.1 As per Clause 7.7 of the Joint Venture Agreement executed on 20th July 2018 and Article 97 & 101 of Articles of Association, Chairman, Chief Executive Officer (CEO), Chief Financial Officer (CFO), Chief Project Manager (CPM), and Chief HR & Compliance Manager (CHRCM) are nominated by the Promoter companies for a period of three years on a rotation basis. Accordingly, at the end of 3rd year of IGGL, promoter companies have nominated the following key executives in the FY 2021-22:
 - (i) Shri Ajit Kumar Thakur, CGM (O), IOCL took over charge as CEO, IGGL w.e.f. 20-09-2021 from previously nominated Shri Arun Modi by GAIL.
 - (ii) Shri Pradeep Kumar Mohapatra, GM (F&A), GAIL took over charge as CFO, IGGL w.e.f. 17-09-2021 from previously nominated Shri Mahesh Prasad Sarraf by ONGC.
 - (iii) Shri Pankaj Patowary, GM (M), ONGC took over charge as CPM, IGGL w.e.f. 02-10-2021 from previously nominated Shri Sujit Kr. Das by NRL.
 - (iv) Shri Rajib Kr. Bhattacharyya, GM (HR), NRL took over charge as CHRCM, IGGL w.e.f. 06-09-2021 from previously nominated Shri Tilak Chandra Lahkar by OIL.

Board appreciates Shri Arun Modi, Shri Mahesh Prasad Sarraf, Shri Sujit Kr. Das and Shri T. C. Lahkar for their valuable services offered to the Company.

- 5.2 There were no changes in KMP and other Key Executive positions between the end of the FY under review and the date of this Report.
- 6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:
 - 6.1. The Paid up capital of the Company was raised on the following occasions happened between the end of FY 2021-22 and the date of this report :

Date of Allotment	No. of Equity Shares allotted	Total Amount of Shares Issued (in INR)	Remarks
11.04.2022	41,50,00,000		The allotment is done under 'Right Issue' with equal numbers of shares allotted to each of the Promoter Company
14.06.2022	15,00,00,000		The allotment is done under 'Right Issue' with equal numbers of shares allotted to each of the Promoter Company
Total	56,50,00,000	565,00,00,000	

Therefore, the paid-up capital of the Company was increased from INR 425 Crore to INR 990 Crore.

6.2. OIDB loan of INR 200 Crore was disbursed to IGGL on 20-07-2022

7. ANNUAL RETURN:

As required under the provisions of the Companies Act, 2013, the Annual Return is hosted on the Company's Website and can be accessed from the link:

https://iggl.co.in/investors/annual-returns/

8. RISK MANAGEMENT:

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

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

9. AUDIT:

9.1 Statutory Auditor

In exercise of the power conferred by Section 139 of the Companies Act, 2013, the office of the Comptroller & Auditor General of India (C&AG) has appointed M/s. Manish Rajkumar & Co. (FRN 324945E) for the FY 2021-22.

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

C&AG has issued nil comments Certificate on financial statements of the Company for the FY 2021-22

9.2 Secretarial Auditor

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

10. VIGILANCE:

MoP&NG vide Letter dated 31-12-2019, has assigned the charge of Chief Vigilance Officer (CVO) of your company to Chief Vigilance Officer, GAIL. In this regard following action has been taken:

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

Chief Vigilance Officer has reviewed Compliance of public procurement policies and CVC guidelines in tendering process and Contract & Procurement Manuals of your company in the interactive meet between, CVO and CEO held on 4th February 2022. Accordingly, various measures e.g. Adoption of Integrity Pact, Appointment of Independent External Monitors (IEMs), Policy for procurement of Goods/works /services from Government e-Marketplace and Purchase Preference Policy are being implemented in your company.

To bring transparency in Company's systems and processes, your Company has implemented various measures such as, e-tendering, e-payments etc. to bring technological advancement for the benefit of vendors and suppliers. For leveraging information technology Board of your company has approved the Implementation of SAP in IGGL on 21-12-2021.

Apart from the above, Company has also framed its Whistle Blower Policy/Vigil Mechanism and Fraud Prevention Policy.

11. DEPOSITS:

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

12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

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

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

- a) Your Company has always been taking proper steps for the conservation of energy keeping in mind the fact regarding the scarcity of energy in the Country.
- b) Your Company has always been trying to keep itself technologically updated from time to time.
- c) There were no foreign exchange earnings and outgo during the year under review.

14. ANNUAL EVALUATION OF THE BOARD:

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

15. INTERNAL FINANCIAL CONTROLS:

The Company has aligned its current system of internal financial control with the requirement of the Companies Act, 2013. IGGL's internal control is commensurate with the size and the nature of its operations. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

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

The Company has provided a gender-friendly workplace with equal opportunity for men and women. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 is in force to provide protection against sexual harassment of women at the workplace and for the prevention and redressal of complaints therewith or incidental thereto. IGGL has an Internal Complaints Committee as per provisions of the Act which is proactive and functional. During the year 2021-22, no complaint of sexual harassment was received by the Company.

17. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

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

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



18. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

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

19. DIRECTORS' RESPONSIBILITY STATEMENT

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

- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors had prepared the annual accounts on a going concern basis; and
- e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

20. OTHER DISCLOSURES

- 20.1. So far IGGL doesn't fall under the categories of the Companies which are mandatorily required to have Corporate Social Responsibility (CSR) Committee and incur CSR expenditure, accordingly it has not developed and implemented any policy on CSR to date.
- 20.2. During the year under review, no such order has been passed by the regulators or courts, or tribunals impacting the going concern status and company's operations in the future.
- 20.3. No company has become or ceased to be an IGGL subsidiary, joint venture, or associate company during the year under review.

21. ACKNOWLEDGEMENT

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

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

For Indradhanush Gas Grid Limited

Sd/(Atindra Roychoudhury)
Chairman
DIN 09307897

Date: 10-08-2022 Place: Duliajan



Annexure -I

FORM NO. AOC - 2

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

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

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

Name (s) of the related party & nature of relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts/ arrangements / transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
Indian Oil Corporation Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation: INR 398.04 Lakhs	Board approval not required	Nil
Oil and Natural Gas Corporation Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation: INR 294.31 Lakhs	Board approval not required	Nil
GAIL (India) Ltd (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation: INR 810.56 Lakhs	Board approval not required	Nil
Oil India Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation: INR 521.81 Lakhs	Board approval not required	Nil
Numaligarh Refinery Limited (Promoter of IGGL)	Availing of Services	Ongoing transaction	Salary & Allowances of Employees on deputation: INR 507.47 Lakhs	Board approval not required	Nil
GAIL (India) Ltd (Promoter of IGGL)	Procurement of linepipes	Onetime transaction	Reimbursement for procurement of linepipes from GAIL: INR 7.82 Lakhs	Board approval not required	Nil
Numaligarh Refinery Limited (Promoter of IGGL)	Heads of Agreement (HoA) for transmission	5 years or executing GTA, whichever is earlier.	HoA executed on 09.07.2021 for the purpose of showing willing of the parties for entering into Gas Transmission Agreement (GTA) for transmission of gas	06.06.2020	Nil
Numaligarh Refinery Limited (Promoter of IGGL)	RoU Sharing Agreement	Onetime transaction	Sharing of RoU expenses for 386 Kms Guwahati-Numaligarh Section of NEGG Project. Agreement executed on 21.10.2021	09.10.2021	Nil



Annexure -II

BIMAN DEBNATH & ASSOCIATES COMPANY SECRETARIES

Flat No- 402, Block-C, Prashanti Pride, Prakash Choudhary Housing Complex, Tarun Nagar, ABC, Guwahati-781005 Assam, India

E-Mail: csbimandebnath@gmail.com Mobile: 91 9365313716, 9864028145(M)

Form No. MR-3 SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,

The Members,

INDRADHANUSH GAS GRID LIMITED, (CIN: U40300AS2018GOI018660) 5th Floor, Central Mall, Christian Basti, G.S. Road Guwahati-781005, Assam

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s INDRADHANUSH GAS GRID LIMITED (CIN: U40300AS2018GOI018660) (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the Corporate Conducts and Statutory Compliances and expressing my opinion thereon.

Based on my verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31**st **March, 2022** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by INDRADHANUSH GAS GRID LIMITED,. ("The Company") for the financial year ended on 31st March, 2022 according to the provisions of:

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



BIMAN DEBNATH & ASSOCIATES COMPANY SECRETARIES

Flat No- 402, Block-C, Prashanti Pride, Prakash Choudhary Housing Complex, Tarun Nagar, ABC, Guwahati-781005 Assam, India

E-Mail: csbimandebnath@gmail.com Mobile: 91 9365313716, 9864028145(M)

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

- a. The Petroleum and Natural Gas Regulatory Board Act, 2006;
- b. The Petroleum Act, 1934
- c. The Petroleum Rules, 2002
- d. The Petroleum and Natural Gas Rules, 1959
- e. The Petroleum and Minerals Pipelines (Acquisition of Right of User in Land) Act, 1962
- f. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

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

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

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

I further report that:

The paid up capital of the company crossed INR 100.00 Crore (One Hundred Crore) on 24-12-2020 and as such the Company is required to appoint one Women Director in the Board. However the Accounts for the financial year ended on 31-03-2021 were audited on 08-05-2021 and the company appointed the women director on 13th August 2021 after complying with all the provisions of the Companies Act 2013.

I further report that:

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

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

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

BIMAN DEBNATH & ASSOCIATES COMPANY SECRETARIES

Flat No- 402, Block-C, Prashanti Pride, Prakash Choudhary Housing Complex, Tarun Nagar, ABC, Guwahati-781005 Assam, India

E-Mail: csbimandebnath@gmail.com Mobile: 91 9365313716, 9864028145(M)

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

This Report is to be read with my letter of event date which is enclosed as **ANNEXURE 'I'** and forms integral part of this Report

Sd/-Biman Debnath (Company Secretary)

FCS No.: 6717 C P No.: 5857

UDIN: F006717D000684889

Date: 26-07-2022 Place: Guwahati

BIMAN DEBNATH & ASSOCIATES COMPANY SECRETARIES

Flat No- 402, Block-C, Prashanti Pride, Prakash Choudhary Housing Complex, Tarun Nagar, ABC, Guwahati-781005 Assam, India

E-Mail: csbimandebnath@gmail.com Mobile: 91 9365313716, 9864028145(M)

ANNEXURE-I

(TO THE SECRETARIAL AUDIT REPORT OF M/S INDRADHANUSH GAS GRID LIMITED FOR THE FINANCIALYEAR ENDED ON 31ST MARCH, 2022)

To,
The Members
M/s Indradhanush Gas Grid Limited
5th Floor, Central Mall, Christian Basti, G.S. Road
Guwahati - 781005, Assam

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

- 1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on the secretarial records based on my 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 the secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
- 3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
- 4. Wherever required, I have obtained the management representation letter 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 as assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Sd/-

Biman Debnath

(Company Secretary)

FCS No.: 6717 C P No.: 5857

UDIN: F006717D000684889

Date: 26-07-2022 Place: Guwahati





Firm Regn. No. 324945E

Head Office 3rd Floor, G. S. Tower Near Himmatsinghka Petrol Pump Chatribari Road, Guwahati-1, Assam Email: manish3jain@gmail.com

INDEPENDENT AUDITOR'S REPORT

To

The Members of Indradhanush Gas Grid Limited

Report on the Audit of the Standalone Financial Statements

Opinion

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and Profit & loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Other Information

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

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



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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, we considered 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. We conclude that there is no material misstatement of this other information and we have nothing to report in this regard.

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, 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. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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- 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 controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in the Order, to the extent applicable.

- 1. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts as produced before us.
 - d. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



Firm Regn. No. 324945E

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- e. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to managerial remuneration, the company has paid professional fee to its group concerns to compensate the directors and other managerial personnel. In our opinion, the same is outside the purview of overall maximum managerial remuneration as allowed under section 197 of the Act.
- g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- h. As required by section 143(5) of the Companies Act 2013, our comments with regard to directions and additional directions issued by the Comptroller and Auditor General of India is given in "Annexure C".
- i. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For MANISH RAJKUMAR & CO

Chartered Accountants Firm's Registration Number: 324945E

Place of Signature: Guwahati

Dated: 23-04-2022

UDIN: 22061334AHRKQR3128

Sd/-**Manish Jain** (Partner)

Membership No. 061334

Firm Regn. No. 324945E

Head Office 3rd Floor, G. S. Tower Near Himmatsinghka Petrol Pump Chatribari Road, Guwahati-1, Assam Email: manish3jain@gmail.com

ANNEXURE A

Reports under The Companies (Auditor's Report) Order, 2020 (CARO 2020) for the year ending on 31st March, 2022.

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

Clause No.	Clause Name	Auditor's Opinion on Following Matter	Auditor's Remark
Clause 1(A)	Property, Plant and Equipment's and Intangible Assets	Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, plant & Equipment;	Yes
		Whether the company is maintaining proper records showing full particulars of intangible assets specifying whether self-generated or acquired during course of business.	Yes
Clause 1(B)		Whether these Property, Plant and Equipment including ROU Assets (IND AS 116), Investment Property (IND AS 40) & Non-current assets held for sale (IND AS 105), have been physically verified by the management at reasonable intervals, assets which are not physically verified during current FY are to be reported; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account	management at reasonable intervals. No material discrepancies were found & we have relied on the data & report provided by the internal Auditor & the management
Clause 1(C)		Whether the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company, if not, provide the following details: - Description of property - Gross carrying value - Asset held in name of - Whether held in name of promoter, director or their relative or employee - Period during which it was not held in name of the Company - Reason for not being held in name of company - Where ownership of the Asset is in dispute, details of such dispute - If any sub lease transaction entered	statement are held in the name of the



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



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



Clause No.	Clause Name	Auditor's Opinion on Following Matter	Auditor's Remark
Clause 3 (f)		Whether the company has granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, if so, specify the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;	applicable.
Clause 5	Deposits	In respect of deposits accepted by the company or amounts which are deemed to be deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, where applicable, have been complied with, if not, the nature of such contraventions be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not;	
Clause 8	Unrecorded Income	Whether any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), if so, whether the previously unrecorded income has been properly recorded in the books of account during the year;	recorded in the books during the Year.
Clause 9 (A)	Repayment and usage Borrowings	 (a) Whether the company has defaulted in repayment of loans or other borrowings excluding public deposits or in the payment of interest thereon to any lender either committed during the year or during previous years by the company, if yes, the period and the amount of default to be reported as below: Nature of borrowing, including debt securities Name of lender (Lender wise details to be provided in case of defaults to banks, public financial institutions as well non-banking institutions and Government) Amount not paid on due date Whether principal or interest No. of days delay or unpaid Remarks, if any 	Borrowing/Loan during the year. Hence, comment under the head is not applicable.
Clause 9 (B)		Whether the company is a declared willful defaulter, as per RBI master circular RBI/2014- 15/73DBR, by any bank or financial institution or other lender;	



Clause No.	Clause Name	Auditor's Opinion on Following Matter	Auditor's Remark
Clause 9 (C)		Whether term loans either from bank/financial institution or entities /financial institution or person other entities/ financial institution were applied for the purpose for which the loans were obtained; if not, the following disclosures are to made Nature of Funds raised - Name of Lender - Amount Diverted - Purpose for which sanctioned was made - Purpose for which amount was utilized	Borrowing/Loan from bank/financial institution or entities /financial institution
Clause 9 (D)		Whether funds raised on short term basis have been utilized for long term purposes, if yes, the nature and amount to be indicated	
Clause 9 (E)		Whether the company has taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if so, details thereof with nature of such transactions and the amount in each case even if these have been repaid before the year end.	S
Clause 9 (F)		Whether the company has raised loans from any lender during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if so, give details thereof and also report if the company has defaulted in repayment of such loans raised. Details to be disclosed are as under Nature of Loan taken - Name of Lender - Amount of Loan - Name of Subsidiary, joint venture & Associates - Relation - Details of pledged security	lender during the year.
Clause 11 (A)	Fraud	Whether any fraud by the company or any fraud on the company has been noticed or reported during the year, if yes, the nature and the amount involved is to be indicated	company/ on the company was noticed
Clause 11 (B)		b) Whether any report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;	No report under ADT 4 was filed with the central government during the year.
Clause 11 (C)		(c) Whether the auditor has considered whistleblower complaints, if any, received during the year by the company	As per confirmation from the management, no whistleblower complaints were received by the company during the year.



Clause No.	Clause Name	Auditor's Opinion on Following Matter	Auditor's Remark
Clause 14 (A)	Internal Audit	Whether the company has an internal audit system commensurate with the size and nature of its business;	Yes, the company has an internal audit system commensurate with the size and nature of its business.
Clause 14 (B)		Whether the reports of the Internal Auditors for the period under audit were considered by the statutory auditor	Yes, we have relied on the data & report provided by the Internal Auditor during our course of Audit.
Clause 17(A)	Cash Losses	Whether the company has incurred cash losses in the financial year and in the immediately preceding financial year, if so, state the amount of cash losses;	-
Clause 18	Auditor's resignation	Whether there has been any resignation of the statutory auditors during the year, if so, whether the auditor has taken into consideration the issues, objections or concerns raised by the outgoing auditors;	No
Clause 19	Financial Position	On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, whether the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;	that no such material uncertainty exists as on the date of the audit report. We are of the opinion that that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the
Clause 20 (A)	CSR Compliance	Whether, in respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;	not applicable to the company. We hence
Clause 20(B)		Whether any amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act;	Not Applicable.
Clause 21	Consolidated Financial Statements	Whether there have been any qualifications or adverse remarks by the respective auditors in the CARO reports of the companies included in the consolidated financial statements, if yes, indicate the details of the companies and the paragraph numbers of the CARO report containing the qualifications or adverse remarks.	

For MANISH RAJKUMAR & CO

Chartered Accountants

Firm's Registration Number: 324945E

Sd/-**Manish Jain** (Partner) Membership No. 061334

Place of Signature: Guwahati Dated: 23-04-2022

UDIN: 22061334AHRKQR3128



IN RESPECT OF INDRADHANUSH GAS GRID LIMITED FOR THE YEAR ENDED 31ST MARCH, 2022

Annexure B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **INDRADHANUSH GAS GRID LIMITED** as of **31**st **March 2022** in conjunction with our audit of the IND AS financial statement for the company for the year ended on that date.

Management's Responsibility for the Internal Financial Controls

The Board of Directors of the company is responsible for establishing and maintaining internal financial control based on 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the company's policies, the safeguarding of its asset, the prevention and detection of fraud and errors, the accuracy and completeness of financial records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent 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

The ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were 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 control 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 authorizations of the Management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatement 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

In our opinion, to the best of our information and according to the information given to us, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at **31**st **March 2022**, 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 MANISH RAJKUMAR & CO

Chartered Accountants

Firm's Registration Number: 324945E

Sd/-**Manish Jain**

(Partner)

(Faither)

Membership No. 061334

Place of Signature: Guwahati

Dated: 23-04-2022

UDIN: 22061334AHRKQR3128

IN RESPECT OF INDRADHANUSH GAS GRID LIMITED FOR THE YEAR ENDED 31ST MARCH, 2022

Annexure C to the Auditors' Report

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

- 1. Whether the company has system in place to process all the accounting transactions through IT System? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.
 - The company has its system in place to process all the accounting transactions through its IT system. There are no adverse implication as all the accounting transactions is done through IT system.
- 2. Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the comp-any due to the company's inability to repay the loan/ If yes, the financial impact may be stated. Whether such cases are properly accounted for? (Incase, lender is a Government Company, then this direction is also applicable for statutory auditor of lender company).
 - There is no restructuring of any existing loan or cases of waiver/write off of debts/loans/interest etc. As a matter of fact the company has not availed any loan till the reported financial year.
- 3. Whether funds, (Grants/ Subsidy etc.) received/receivable for specific schemes from Central/ State Government or its agencies were properly were properly accounted for/utilized as per its terms & conditions? List the case of Deviation.
 - A Government Grant (Viability Gap Funding) of Rs 1030 Crore has been received from the Ministry of Petroleum & Natural Gas up to 31.03.2022 and the same has been accounted for in the books under Non-Current Liabilities. The amount has been deposited in the CLTD/ STD Account for meeting out daily project expenses by way of auto sweeping to the Current A/C and the interest earned on such CLTD/ STD Account has been allocated to Government Grant under non-current liability.

For MANISH RAJKUMAR & CO

Chartered Accountants Firm's Registration Number: 324945E

Sd/-Manish Jain (Partner)

Membership No. 061334

Place of Signature: Guwahati

Dated: 23-04-2022

UDIN: 22061334AHRKQR3128

- (e) (i) Whether the management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (ii) Whether the management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - Based on such audit procedures that the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- (f) Whether the dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013.
- (g) Whether the company has used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.]

Balance Sheet as at 31st March 2022

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

Particulars	Note	As at 31 st March 2022	As at 31 st March 2021
ASSETS			
Non-current assets			
Tangible Assets	1(i)	76.40	30.53
Intangible Assets	1(ii)	23,540.49	203.49
Capital work-in-progress	1(iii)	124,907.62	8,495.97
Capital Stores	1(iv)	38,448.25	22,115.64
Financial assets		-	-
(i) Other financial assets Deferred tax assets (net)	2	174.35	182.79
Other non-current assets	3	44.17	23.97
Total non-current assets	3	187,191.28	31,052.39
Current assets		107,191.20	31,032.39
Financial assets			
(i) Cash and cash equivalents	4	18,876.36	29,062.60
(ii) Bank balances other than (i) above	5	-	1,600.00
(iii) Other financial assets	6	2,863.64	284.23
Other current assets	7	4,095.95	2,395.20
Total current assets	•	25,835.95	33,342.03
Total assets		213,027.23	64,394.42
EQUITY AND LIABILITIES Equity			
Equity share capital	8	42,500.00	30,500.00
Other equity	9	15,254.97	(1,539.79)
Total equity		57,754.97	28,960.21
Non Current Liabilities Financial Liabilities			
(i) Lease Liability		19.19	58.49
Other Non Current Liabilities	10	119,609.83	19,216.37
Total non-current liabilities		119,629.02	19,274.86



Current liabilities	-		
(i) Other financial liabilities	11	4,319.60	14,786.81
Other current liabilities	12	325.79	86.85
Lease Liability	13	76.31	142.88
Provision	14	3 0,921.55	1,142.81
Total current liabilities	_	35,643.25	16,159.35
Total liabilities		155,272.27	35,434.22
Total equity and liabilities		213,027.23	64,394.42
This is the balance sheet referred to in our report of	=		

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

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

1 to 24

In terms of our report of even date attached

For and on behalf of the Board

For MANISH RAJKUMAR & CO	Sd/-	Sd/-
Chartered Accountants	(Ajit Kumar Thakur)	(Atindra Roychoudhury)
Firm Registration No. :324945E	Chief Executive Officer	Chairman
		DIN:09307897

Sd/-Sd/-Sd/-Manish Jain(P. K. Mohapatra)(Arpan Baid)PartnerChief Financial OfficerCompany Secretary

Membership No.: 061334

UDIN: 22061334AHRKQR3128 Place: Guwahati
Date: 22-04-2022

Place: Guwahati Date: 23-04-2022

Statement of Profit and Loss for the Year ended 31st March 2022

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

Particulars	Note	Upto the period ended 31st March 2022	Up to the period ended 31st March 2021
Revenue			
Revenue from operations			
Other income	15	284.92	312.11
Total revenue (I)		284.92	312.11
Expenses			
Manpower/ Salaries Cost	16	-	12.92
Finance costs	17	-	-
Depreciation and amortisation expense	18	-	-
Other expenses	19	39.87	17.29
Prior period items (net)			
Inter segment income and expenditure			
Total expenses (II)		39.87	30.21
Profit/ (Loss) before tax (I - II = III)		245.05	281.90
Tax expense: (IV)			
Current tax		53.51	74.64
Deferred Tax Expeneses		8.44	3.79
Add\(less): Short / (Excess) Provision of previous periods		(11.67)	
Profit/(Loss) for the Year (III - IV = V)		194.76	203.48
Attributable to:			
Shareholders of the Company			
Non-controlling Interests		194.76	203.48
Profit/loss for the Year		194.76	203.48
Other comprehensive income (VI)			
Items that will not be reclassified to the statement of profit and loss		-	-



Remeasurement of post employment benefit obligation (net of tax)			
Total other comprehensive income/ (expense) for the Year, net of taxes (VI)	-	-	-
Total comprehensive income/ (expense) for the Year (V + VI = VII)	-	194.76	203.48
Attributable to:			
Shareholders of the Company			
Non-controlling Interests		194.76	203.48
Comprehensive Income/(loss) for the Year	-	194.76	203.48
Earnings/(loss) per equity share (INR)		0.06	0.16
Basic and diluted (nominal value of shares INR 10 each)			
This is the Statement of Profit and Loss referred to in our report of even date.			
The accompanying notes are an integral part of these standalone financial statements	1 to 24		

In terms of our report of even date attached

For and on behalf of the Board

For MANISH RAJKUMAR & CO	Sd/-	Sd/-
Chartered Accountants	(Ajit Kumar Thakur)	(Atindra Roychoudhury)
Firm Registration No. :324945E	Chief Executive Officer	Chairman
		DIN:09307897
Sd/-	Sd/-	Sd/-
Manish Jain	(P. K. Mohapatra)	(Arpan Baid)
Partner	Chief Financial Officer	Company Secretary
Membership No.: 061334		

Place: Guwahati Date: 23-04-2022

UDIN: 22061334AHRKQR3128

Place: Guwahati Date: 22-04-2022

Cash Flow Statement for the Year ended 31st March 2022

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

Particulars	Note	For the Year ended 31 st March 2022	For the Year ended 31 st March 2021
A. Cash flows from operating activities			
Profit/ (loss) before tax		245.04	281.90
Adjustments for:			
Depreciation and amortisation expense			-
(Increase)/ Decrease in Deferred Tax			
Finance costs		-	-
Provisions for Income Tax		(41.84)	-
Interest income & Other Income		(284.92)	(309.71)
Operating cash flows before working capital changes		(81.71)	(27.81)
(Increase)/ Decrease in loans (current and non-current)		-	-
(Increase)/ Decrease in trade receivables		-	-
(Increase)/ Decrease in inventories		-	-
(Increase)/ Decrease in Capital Stores		(16,332.61)	
(Increase) / Decrease in other financial assets		(2,579.41)	(136.58)
(Increase) / Decrease in other assets		(1,700.76)	(2,097.79)
Increase/ (Decrease) in trade payables		-	-
Increase / (Decrease) in other financial liabilities		(10,533.78)	14,205.31
Increase/ (Decrease) in provisions		29,778.74	901.39
Increase / (Decrease) in other current liabilities		238.94	3.76
(Increase) / Decrease in remittances		-	-
Cash from operating activities		(1,210.60)	12,848.28
Wealth tax paid		-	
Net income tax			-
Net cash generated from operating activities (A)		(1,210.60)	12,848.28
B. Cash flows from investing activities		()	(0.04)
Acquisition of property, plant and equipment		(45.87)	(8.34)
Capital work-in-progress		(116,411.65)	(29,033.55)
Proceeds from sale of property, plant and equipment			()
Acquisition of Other assets		()	(57.79)
Acquisition of Intangible Assets		(23,337.00)	(6.95)
Interest received		284.92	309.71
Proceeds from / (investment in) deposits with banks		1,600.00	-

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Proceeds from / (investment in) deposits with others (net)	100,373.25	19,165.59
Net cash generated used in investing activities (B)	(37,536.35)	(9,631.33)
C. Cash flows from financing activities		
Interest paid (financing Activity)	-	-
Proceeds from/ (buy back) of Equity Shares	12,000.00	24,500.00
Proceeds from Share Application Money	16,600.00	
Repayment of short term borrowings (net)	-	-
Proceeds from/ (repayment) of lease Liability	(39.30)	(20.46)
Net cash generated from/ (used in) financing activities (C)	28,560.70	24,479.54
Net increase/ (decrease) in cash and cash equivalents (A + B + C)	(10,186.25)	27,696.50
Cash and cash equivalents at the beginning of the Year	29,062.60	1,366.10
Cash and cash equivalents at the end of the Year	18,876.36	29,062.60
Components of cash and cash equivalents:		
Balances with banks in current Accounts	18,876.36	29,062.60
Deposits with original maturity of less than three months	-	-
Cheques on hand	-	-
Cash on hand	-	-
Bank overdraft	-	-
Total cash and cash equivalents (Note 5)	18,876.36	29,062.60

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

1 to 24

In terms of our report of even date attached

For and on behalf of the Board

For MANISH RAJKUMAR & CO	Sd/-	Sd/-
Chartered Accountants	(Ajit Kumar Thakur)	(Atindra Roychoudhury)
Firm Registration No. :324945E	Chief Executive Officer	Chairman
		DIN:09307897
Sd/-	Sd/-	Sd/-
Manish Jain	(P. K. Mohapatra)	(Arpan Baid)
Partner	Chief Financial Officer	Company Secretary
Membership No.: 061334		
UDIN: 22061334AHRKQR3128		Place: Guwahati

Place: Guwahati Date: 23-04-2022 Date: 22-04-2022

Statement of Changes in Equity for the year ended 31st March 2022

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

a. Equity share capital

Particulars	Note	Amount
Balance as at 31st March 2021	7	30,500.00
Changes in equity share capital during the year ended 31st March 2022		12,000.00
Bal	ance as at 31st March 2022	42,500.00

b. Other equity

Particulars		Total
As at 31 st March, 2022		
Share Application Money pending allotment	16,6000.00	16,600.00
Balance as at 1st April 2021	(1,539.79)	
Profit/ (Loss) for the year	194.76	(1,345.03)
Contingency reserve transferred to general reserve	-	-
Other comprehensive income/ (expense) for the year	-	-
	Balance as at 31st March 2022	15,254.97

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

1 to 24

In terms of our report of even date attached

For and on behalf of the Board

For MANISH RAJKUMAR & CO

Chartered Accountants

Firm Registration No. :324945E

Sd/-(Ajit Kumar Thakur)

Chief Executive Officer

(Atindra Roychoudhury)

Chairman DIN:09307897

Sd/-

Sd/-

Manish Jain Partner

Membership No.: 061334 UDIN: 22061334AHRKQR3128

Chief Financial Officer

Sd/-

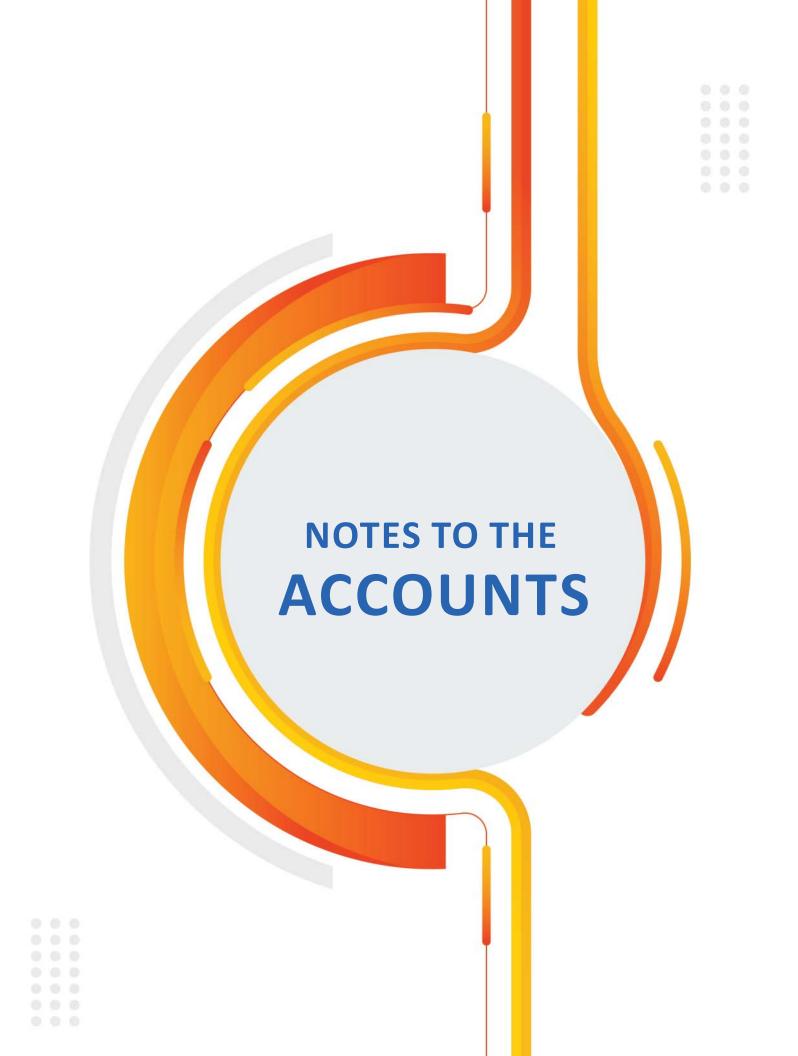
(P. K. Mohapatra)

Sd/-(Arpan Baid)

Company Secretary

Place: Guwahati Date: 22-04-2022

Place: Guwahati Date: 23-04-2022





Notes to the financial statements for the Year ended 31st March 2022

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

1. Property, plant and equipment

(i) Tangible assets

		Gros	Gross block			Accumulate	Accumulated depreciation		Net	Net block
Particulars	As at 1st April 2021	Additions	Disposals/ adjustments	As at 31 March 2022	As at 1 st April 2021	Additions	Disposals/ adjustments	As at 31 March 2022	As at 31 March 2022	As at 1st April 2021
Office Equipment	6.52	12.50		19.02	0.81	1.50		2.31	16.70	5.71
Computers	41.55	51.70		93.26	16.73	16.83		33.56	59.70	24.83
Total	48.07	64.20	-	112.27	17.54	18.33	-	35.87	76.40	30.53

(ii) Intangible Assets

		Gro	Gross block			Accumulat	Accumulated depreciation		Net	Net block
Particulars	As at 1 st April 2021	Additions	Disposals/ adjustments	As at 31 March 2022	As at 1 st April 2021	Additions	Disposals/ adjustments	As at 31 March 2022	As at 31 March 2022	As at 1st April 2021
Software's				-						
Accounting software(Tally ERP 9)	13.31	16.22		29.54	2.87	6:59		9.46	20.08	10.45
Trade Mark		0.36		0.36	-	0.04		0.04	0.32	-
ROU - Assets (Leased Office Premises)	375.65	179.25	122.71	432.18	182.61	162.78	80.94	264.45	167.73	193.04
ROU - Land		23,352.36		23,352.36	-	-	-	-	23,352.36	-
Total	388.96	23,548.19	122.71	23,814.44	185.48	169.41	80.94	273.95	23,540.49	203.49
	:									

Note: 60% of the Accumulated Depreciation has been amortized as Deferred Revenue (Rs. 27.21 Lakhs)

(iii) Capital work-in-progress

Particulars	As at Additions 1st April 2021 during the Year	Additions during the Year	Disposals/ adjustments	As at 31 March 2022
Capital work-in-progress	8,495.97	8,495.97 116,409.64	ı	124,905.61
Furniture & Fixture		2.01		2.01
Total	8,495.97	8,495.97 116,411.65	•	124,907.62

(iii) (a) CWIP Ageing Schedule

	A	mount in CW	Amount in CWIP for a period of	of	
Capital Work in Progress	Less Than 1 Year	Less Than 1 1-2 years Year	2-3 years	More than 3 years	TOTAL
Project in Progress	116,409.64 6,917.91	6,917.91	1,578.06		124,905.61

(iv) Capital Stores

Particulars	As on 01-04-21	Procurement	Transfer to CWIP	ansfer to As on CWIP 31/03/2022
Capital Stores (Other Than Linepipe)	9.74	9.74 2,222.02 2,126.71	2,126.71	105.06
Capital Stores (including Material in Transit)*	22,105,90	22,105,90 97,476.16 81,238.86	81,238.86	38,343.19
Total (Rs.)	Total (Rs.) 22,115.64 99,698.18 83,365.57	99,698.18	83,365.57	38,448.25

 $^{^{\}ast}$ Including Material in Transit of Rs. 6,946.94 Lakh as on 31-03-2022

Notes to the financial statements for the Year ended 31st March 2022

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

		Particulars		As at 31 st March 2022	As at 31 st March 2021
2	Deferred Tax Assests (Net)				
	Deferred Tax Assets				
		Opening Assets / (Liability)	182.79		
		Less: Deferred Tax Expenses	8.44		
		Closing Assets / (Liability)	174.35	174.35	182.79
				174.35	182.79
2	Oth ou was assument assats				
3	Other non-current assets			44.17	23.97
	Security Deposits			44.17	23.97
				44.17	23.97
4	Cash and cash equivalents				
	Balances with banks				
	Balances With Bank - In Curr	ent Accounts		32.21	18,107.52
	Balance with Bank - Share Ap	pplication Money		16,600.00	-
	Denosits with original matur	ity of less than three months		2,244.15	10,955.08
	Deposits with original matur	ity of less than three months		18,876.36	29,062.60
				18,870.30	23,002.00
5	Bank balances other than ca	ash and cash equivalents			
	Bank deposits with original r	maturity of more than			
	three months but upto twelvagainst Bank Guarantee)	ve months (under Bank Lien		-	1,600.00
				-	1,600.00
_					
6	Other current financial asse			2 000 52	4.24
	Fixed Deposit against Bank G			2,809.53	4.24
	Interest accrued on bank de	posits		54.11	279.99 284.23
				2,863.64	284.23



7 Other current assets

Loans & Advances		
Capital Advance (inc. Mobilzation Advance)	3,795.90	2,048.83
Other Advances	55.80	
Security Deposit	0.48	19.50
Deposit with Competant Authority	117.40	-
Balances with Statutory Authorities		
Input Credit (GST)	17.10	284.57
Advance Tax	15.00	
TDS (FY 2021-22)	11.85	
TCS (FY 2021-22)	63.70	42.30
IT Refund	18.72	-
	4,095.95	2,395.20

Notes to the financial statements for the Year ended 31st March 2022

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

8 Share capital Authorised

i. Equity shares of INR 10 each

As at 31st March 2022		As at 31st March 2021	
Number of Shares Amount		Number of Shares Amount	
1,200,000,000	120,000	1,200,000,000	120,000

Total approved equity is 1111.80 Crore by promoter company.

Issued,	Subscribed	and	Paid-up
---------	------------	-----	---------

Equity shares of INR 10 each, fully paid up in cash

	As at 31st March 2022		As at 31st March 2021	
	Number of shares	Amount	Number of shares	Amount
n	425,000,000	42,500	305,000,000	30,500
	425,000,000	42,500	305,000,000	30,500

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

Outstanding at the Beginning of the Year Equity shares issued during the Year Outstanding at the end of the Year

As at 31st March 2022		As at 31st March 2021	
Number of shares	Amount	Number of shares	Amount
305,000,000	30,500	60,000,000	6,000
120,000,000	12,000	245,000,000	24,500
425,000,000	42,500	305,000,000	30,500

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

GAIL India Limited (GAIL) **#
Indian oil Corporation Ltd (IOCL)**#
Numaligarh Refinery Limited (NRL)**#
Oil and Natural Gas Corporation (ONGC)**
Oil India Limited (OIL)**#

As at 31st March 2022		As at 31st March 2021		
Number of shares Percentage		Number of shares	Percentage	
85,000,000	20.00%	61,000,000	20.00%	
85,000,000	20.00%	61,000,000	20.00%	
85,000,000	20.00%	61,000,000	20.00%	
85,000,000	20.00%	61,000,000	20.00%	
85,000,000	20.00%	61,000,000	20.00%	



c. Shaholding of Promoters

	Number of shares	Percentage	% Change during the year
GAIL India Limited (GAIL)**#	85,000,000	20.00%	NIL
Indian oil Corporation Ltd (IOCL)**#	85,000,000	20.00%	NIL
Numaligarh Refinery Limited (NRL)**#	85,000,000	20.00%	NIL
Oil and Natural Gas Corporation (ONGC)**	85,000,000	20.00%	NIL
Oil India Limited (OIL)**#	85,000,000	20.00%	NIL
	4,25,000,000		

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

d. Terms and rights attached to equity shares

Balance at the end of the year

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

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

9 Other equity

As at 31st March, 2022		
Share Application Money pending Allotment *	16,600.00	
	16,600.00	
a. Capital reserve		
Balance at the beginning of the year		
Add: Addition/ deletion during the year	-	
Balance at the end of the year	-	
b. General reserve		
Balance at the beginning of the year		
Add: Contingency reserve transferred to general reserve	-	
Balance at the end of the year	-	
c. Contingency reserve		
Balance at the beginning of the year		
Additions during the year	-	
Less: Contingency reserve transferred to general reserve	-	

^{**&#}x27;These companies are classified as Associates for Indradhanush Gas Grid Limited (IGGL) in terms of Section 2(6) of the Companies Act 2013.

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

a Retained earnings

Balance at the beginning of the Year	(1,539.79)	(1,743.27)
Add: Profit/(Loss) for the Year	194.76	203.48
Items of other comprehensive income/ (expense) recognized directly in	retained earnings	
Remeasurement of post employment benefit obligation, net of tax	-	-
Balance at the end of the Year	(1,345.03)	(1,539.79)
Total other equity	15,254.97	(1,539.79)

^{*}An amount of ₹83.00 Crore each is received from ONGC Ltd. And Indian Oil Corp. Ltd. As on 31st March 2022.



Notes to the financial statements for the Year ended 31st March 2022

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

	Particulars			As at 31st March 2022	As at 31st March 2021
10	Non Current Liabilities				
	Government Grants				
		Grant from MoPNG	103,000.00		18,000.00
		Interest on VGF (net of TDS)	1,568.77		
		Less: Amortisation Deferred revenue	128.31		
				104,440.46	
	Deposit withhold			707.22	27.72
	Retention Money			14,462.15	1,188.65
			-	119,609.83	19,216.37
11	Financial Liabilities				
	Creditors - Capital Expense	es (Project)		3,437.88	14,399.27
	Creditors - Related Party (J			762.27	341.18
	Creditors - Other Expenses			116.31	39.49
	Stale date Cheques			-	1.35
	Liability for employees				
	Other liabilities			3.14	5.52
			-	4,319.60	14,786.81
			_	4,313.00	14,760.61
	Note: Creditor for other ex The said amount is not over	xpenses include amount of Rs. 62.55 lakhs to erdue.	Micro, Small and Me		
12			Micro, Small and Me		
12	The said amount is not over	erdue.	Micro, Small and Me		
12	Other current liabilities Liability for Statutory Payn	erdue.	Micro, Small and Me	dium Enterprises as	at 31 st March, 2022.
12	Other current liabilities Liability for Statutory Payn Earnest Money Deposit	erdue.	Micro, Small and Me	dium Enterprises as	at 31 st March, 2022.
12	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits	erdue.	Micro, Small and Me	dium Enterprises as a 310.87	at 31 st March, 2022. 62.89 21.32
12	Other current liabilities Liability for Statutory Payn Earnest Money Deposit	erdue.	Micro, Small and Me	dium Enterprises as a 310.87	at 31 st March, 2022. 62.89 21.32
	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses	erdue.	Micro, Small and Me	310.87 - 14.92	62.89 21.32 2.64
	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses Lease Liability - Current	erdue.	Micro, Small and Me	310.87 - 14.92 325.79	62.89 21.32 2.64 86.85
	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses	erdue.	Micro, Small and Me	310.87 - 14.92 325.79	62.89 21.32 2.64 86.85
13	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses Lease Liability - Current	erdue.	Micro, Small and Me	310.87 - 14.92 325.79	62.89 21.32 2.64 86.85
13	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses Lease Liability - Current Lease Liability - Current	nents	Micro, Small and Me	310.87 - 14.92 325.79	62.89 21.32 2.64 86.85
13	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses Lease Liability - Current Lease Liability - Current Provisions	nents penses	Micro, Small and Me	310.87 - 14.92 325.79	62.89 21.32 2.64 86.85
13	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses Lease Liability - Current Lease Liability - Current Provisions Payable for Manpower expenses	nents penses	Micro, Small and Me	310.87 - 14.92 325.79 76.31 76.31	62.89 21.32 2.64 86.85 142.88 142.88
13	Other current liabilities Liability for Statutory Payn Earnest Money Deposit Security Deposits other expenses Lease Liability - Current Lease Liability - Current Provisions Payable for Manpower expenses	nents penses	Micro, Small and Me	310.87 - 14.92 325.79 76.31 76.31 - 30,868.04	62.89 21.32 2.64 86.85 142.88 142.88 101.68 966.49

Notes to the financial statements for the Year ended 31st March 2022

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

	Particulars	For the year ended 31 st March 2022	For the year ended 31st March 2021
15	Other income		
	Interest income on		
	Fixed Deposits with Bank	156.61	309.71
	Loans		
	Other		2.40
	Other Income		
	Deferred Revenue	128.31	
		284.92	312.11
16	Manpower/ Salaries Cost		
	Manpower Expenses	-	1,695.87
		-	1,695.87
	Less: Allocated to capital work-in-progress and others	-	1,682.95
		-	12.92
17	Finance Cost		
	Bank Charge	-	5.64
	Finance Expenses	-	17.78
		-	23.41
	Less : Allocated to capital work-in-progress and others	-	23.41
		-	-
18	Depreciation and amortisation expense		
	Depreciation on property, plant and equipment	18.33	10.16
	Depreciation / Amortisation of ROU Assets & Intangible Assets	169.41	134.70
		187.74	144.86
	Less : Allocated to capital work-in-progress and others	187.74	144.86



19 Other expenses

	39.87	17.29
Less: Allocation of General Administration Expenses to capital work-in-progress and others	-	110.59
		116.59
	39.87	133.88
Professional Expenses	15.15	1.50
Preliminary Expenses	-	-
General Administration Expenses	20.75	126.90
Audit Fees	1.32	1.48
Fees , Subscriptions & Taxes	1.55	3.40
Advertisement Expenses	1.10	0.60

INDRADHANUSH GAS GRID LIMITED

Notes to the financial statements for the Year ended 31st March 2022

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

20 The previous year figures has been regrouped wherever required.

21.1 Earnings/ (loss) per share

Basic and diluted earnings/ (loss) per share

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

Particulars	Unit	For the year ended 31 March 2022
Profit/ (loss) after tax attributable to equity shareholders	(INR in lakh)	194.76
Weighted average number of equity shares outstanding during the year	(in number)	314,205,479
Nominal value per share	INR	10
Basic and diluted earnings/ (loss) per share	INR	0.06

21.2 Related party transactions

a) List of related parties

I Key Management Personnel

Designation	Name of Incumbent
Chairman and Director	Mr. Atindra Roychoudhury (w.e.f 18.09.2021)
Director	Mr. Sandip Goswami (up to 17.09.2021)
Director	Mr Rakesh Kaul
Director	Mr. Dayanand Sadashiv Nanaware
Director	Mrs. Nalini Padmanabhan (w.e.f. 13.08.2021)
Director	Mr. Krishna Ballabha Singh
Director	Mr. Gopal Sarma (w.e.f. 04.03.2022)
Director	Mr. Aruni Prosad Chakravorty (up to 28.02.2022)
Chief Executive Officer	Mr. Ajit Kumar Thakur (w.e.f. 20.09.2021)
Chief Executive Officer	Mr. Arun Modi (up to 20.09.2021)
Chief Financial Officer	Mr. Pradeep Kumar Mohapatra (w.e.f. 17.09.2021)
Chief Financial Officer	Mr. Mahesh Prasad Sarraf (up to 17.09.2021)
Company Secretary	Mr. Arpan Baid

II Associate Companies

- (i) Indian oil Corporation Ltd (IOCL)
- (ii) Oil and Natural Gas Corporation

(ONGC)

- (iii) GAIL India Limited (GAIL)
- (iv) Oil India Limited (OIL)
- (v) Numaligarh Refinery Limited (NRL)



b)	Transactions with related parties		
	Name of Related Party	Nature of Transaction	Year ended 31 March 2022
(i)	Issue of Equity Share Capital		
	Indian Oil Corporation Ltd (IOCL)	Subscription of Equity Share Capital	240,000,000.00
	Oil and Natural Gas Corporation (ONGC)	Subscription of Equity Share Capital	240,000,000.00
	GAIL India Limited (GAIL)	Subscription of Equity Share Capital	240,000,000.00
	Oil India Limited (OIL)	Subscription of Equity Share Capital	240,000,000.00
	Numaligarh Refinery Limited (NRL)	Subscription of Equity Share Capital	240,000,000.00
	Indian Oil Corporation Ltd (IOCL)	Share Application Money pending allotment	830,000,000.00
	Oil and Natural Gas Corporation (ONGC)	Share Application Money pending allotment	830,000,000.00
(ii)	Services Received from:		
	Indian Oil Corporation Ltd (IOCL)	Deputation of Employees	39,804,365.39
	Oil and Natural Gas Corporation (ONGC)	Deputation of Employees	29,431,138.00
	GAIL India Limited (GAIL)	Deputation of Employees	81,056,487.54
	Oil India Limited (OIL)	Deputation of Employees	52,181,249.70
	Numaligarh Refinery Limited (NRL)	Deputation of Employees	50,747,270.21
(iii)	Reimbursement of Expenses:		
	GAIL India Limited (GAIL)	Purchase for Linepipe	782,144.05
(iii)	Amounts Payable:		
	Indian Oil Corporation Ltd (IOCL)	Deputation of Employees	15,056,391.94
	Oil and Natural Gas Corporation (ONGC)	Deputation of Employees	12,816,706.00
	GAIL India Limited (GAIL)	Deputation of Employees	24,697,954.00
	Oil India Limited (OIL)	Deputation of Employees	11,974,600.60
	Numaligarh Refinery Limited (NRL)	Deputation of Employees	11,681,329.73

Terms and conditions of transactions with the related parties

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

21.3 Auditor's Remuneration

Particulars	For the year ended 31 March 2022 (in ₹ Lakhs)
Statutory audit fee	1.32
Certification charges	0.12
Reimbursement of expenses	0.11
Others	-
Total (A)	1.55
Other services	-
Tax audit fee	-
Total (B)	-
Total (A + B)	1.55

Note: Fees are exclusive of applicable taxes wherever applicable.

21.4 Ratio

	FY 2021-22
(a) Current Ratio	0.72
(b) Debt Equity Ratio	NA
(c) Debt Service Coverage Ratio	NA
(d) Return on Equity Ratio	0.0056
(e) Inventory Turnover Ratio	NA
(f) Trade Receivable Turnover Ratio	NA
(g) Trade Payables Turnover Ratio	NA
(h) Net Capital Turnover Ratio	NA
(i) Net Profit Ratio	NA
(j) Return on Capital employed	0.0023
(k) Return on Investment	NA

Current Ratio: Current Assets/ Current Liabilities

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

Return on Capital Employed: Profit before tax and Interest/ (Average Shareholder Equity + Average Non-Current Liability)

22 Contingent liabilities and commitments

A. Contingent liabilities

The company has given bank guarantee of ₹2000.00 lakhs as performance guarantee to Petroleum & Natural Gas Regulatory Board. The Margin Money has been availed from Ratnakar Bank Limited for a period of 3 years. Security of ₹1896.16 lakhs has been pledged with the bank in the form of fixed deposit. The company has also given Bank Guarantee of ₹913.37 lakhs to various state/central government agencies in the course of project activities.



List of Legal Cases w.r.t challenges by Land Owner against the acquisition process of Permanent Land by IGGL for which the liability is not determinable at the moment is enclosed as annexure A

B. Commitments

a) Capital commitments

i. The estimated amounts of contracts remaining to be executed on capital account and not provided for in relation to execution of works and purchase of equipment is. ₹220254 lakhs as on 31.03.2022

b) Other commitments: NIL

22.1 Amortisation

Viability Gap funding to the extent of 60% of cost of Right to Use (RoU) of land for laying pipeline and other depreciable assets are being amortised on quarterly basis starting from the date of capitalization of RoU over the life of the Natural Gas pipeline i.e. 30 years.

- 22.2 Interest accrued on the VGF fund is being considered as a part of VGF. Further the interest has been considered on net of TDS. The TDS part on interest on VGF has been separately accounted under different heading under "TDS on Interest (VGF)".
- 22.3 The balance (In Rs.) as on 31.03.2022 for the following MSMEs are as follows:

SKP Projects Pvt. Ltd.	3,310,015.00
Lakwa Steel Constrcution	2,945,396.91

22.4 Deposit Balance in Competent Authority Account as per Bank Statement is ₹9,43,825.93 however deposit with competant authority as per books is ₹12,06,427.93. Difference amount is under reconcillation.



Annexure - A

MIS ON LEGAL MATTERS AS ON 01-04-2022

Remarks	7	Awaiting for next course of action.	Awaiting for next course of action.	Awaiting for next course of action.	Awaiting for next course of action.	The next date of objection hearing is fixed on 30.04.2022.	Awaiting for next course of action.	Awaiting for next course of action.
Present Status	9	Filed Affidavit-in-Opposition before Hon'ble High Court, Guwahati by our Advocate Sarma & Associates Law Group (SALG) on 02.02.2022.	First hearing was held on 06.01.2022 Awa before Hon'ble High Court, Guwahati. cou As required, related documents were provided to Advocate by IGGL.	15 Caveats filed on 26.10.2021 against all Awa land owners before Hon'ble High Court, Guwahati.	2 Caveats filed on 05.01.2022 against Smt Deepti Devi Nath and Shri Sunashwar Narah before Hon'ble High Court, Guwahati.	Written objection filed by the defendant No.1 (IGGL) on 08.02.2022 in the Court of Munsiff No.1, Karimganj. Written fixed to statement of defence is submitted to Court of Munsiff No.1, Karimganj by IGGL on 28.02.2022. The advocate appeared before Court on 29.03.2022 for hearing.	8 Caveats filed on 15.02.2022 against Shri Awa Kumud Deka & 2 others before Hon'ble High Court, Guwahati (4 Caveats) & Mangaldai District Court (4 Caveats).	19 caveats filed on 17.02.2022 against Awa all petitioners before (1) Hon'ble High cou Court, Guwahati. (2) Court of Learned Civil Judge, Karimganj. (3) Court of Learned Munsiff Judge, Karimganj.
Particulars / Issue	5	challenging the acquisition Hc process of land for laying Adva down of pipeline by IGGL.	Laying of pipeline by IGGL in a residential / be' appurtenant to residential As area.	Dissatisfication shown by 15 [15 C land owners on acquiring their land by IGGL for laying down of pipeline.	The land owners are 2 C planning to approach the Hon'ble High Court, C Guwahati for a stay of work in GNPL Section.	22.12.2021 Acquisition of land without Write Paying any compensation No. by IGGL. statement of Statement Court Cou	The land owners have 8 Can objection on acquiring of Kun their land by IGGL for laying H down of pipeline.	The petioners have objection against the land all acquisition process by IGGL. Co
Date of Filing	4	15.06.2021	25.10.2021	26.10.2021	10.12.2021	22.12.2021	15.02.2022	27.01.2022
Subject	3	Writ Petition (Civil) No.3036/2021 of Gautam & Anr. Vs The Union of India & Ors. Hon'ble High Court, Guwahati.	Writ Petition (Civil) No.5585/2021 of Smti Bharati Bosumatary & Anr. Vs The Union of India & Ors. Hon'ble High Court, Guwahati.	Filing of caveats against 15 land owners. Hon'ble High Court, Guwahati.	Filing of caveats against Smt Deepti Devi Nath and Shri Sunashwar Narah. Hon'ble High Court, Guwahati.	Title Suit No.480/2021 (Misc-J). Misc Case No.445/21 of Ms Shanta Chakraborty & 4 Others Vs IGGL & 4 Others. Court of Munsiff No.1, Karimganj.	Notice u/s 80 CPC by Shri Kumud Deka & 2 others. Hon'ble High Court, Guwahati & Mangaldai District Court.	Filing of caveats against Hafsa Begom & 18 Others u/s 148-A of the Code of Civil Procedure before - (1) Hon'ble High Court, Guwahati. (2) Court of Learned Civil Judge, Karimganj. (3) Court of Learned Munsiff Judge, Karimganj.
File No. & Name of Advocate	2	IGGL/HR/LEGAL/2022(1)/ Angshuman Sarma	IGGL/HR/LEGAL/2022(2)/ Angshuman Sarma	IGGL/HR/LEGAL/2022(3)/ Angshuman Sarma	IGGL/HR/LEGAL/2022(4)/ Angshuman Sarma	IGGL/HR/LEGAL/2022(5)/ Jyotirmoy Roy	IGGL/HR/LEGAL/2022(6)/ Angshuman Sarma	IGGL/HR/LEGAL/2022(7)/ Jyotirmoy Roy
SI. No.	1	П	2	3	4	2	9	7



INDRADHANUSH GAS GRID LIMITED.

Notes to the financial statements for the year ended 31st March 2022

23-24 Accounting Policies

23 Corporate Information/ Company overview

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

24 Application of new Indian Accounting Standards

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

24.02 Significant Accounting Policies

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

24.03 Basis of preparation

(i) Compliance with Ind AS

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

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

(ii) Operating Cycle

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

(iii) Historical Cost Convention

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

24.04 Property, Plant & Equipment

- (i) Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Land and buildings held for use in the production or supply of goods or services, or for administrative purposes, are stated in the Balance Sheet at cost less accumulated depreciation and impairment losses, if any. Freehold land and land under perpetual lease are not depreciated.
 - Property, plant and equipment are stated at their original cost net of eligible tax credit availed. The cost of PPE comprises of its purchase price, frieght and directly attributable costs and any incidental expenses relating to acquisition, installation, construction and decommissioning costs as the case may be. These costs are capitalized until the asset is ready for intended use and includes borrowing cost capitalized in accordance with the Company's accounting policy.
- (ii) In the case of commissioned assets where final payment to the contractors is pending, capitalization is made on an estimated basis pending receipt of final bills from the contractors and subject to adjustment in cost and depreciation in the year of final settlement.
- (iii) The carrying amount of assets, including those assets that are not yet available for use, are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, recoverable amount of asset is determined. An impairment loss is recognized in the statement of profit and loss whenever the carrying amount of an asset exceeds its recoverable amount. An impairment loss is reversed only to the extent that the carrying amount of asset does not exceed the net book value that would have been determined if no impairment loss had been recognized
- (iv) Stores & Spares which meet the definition of property, plant and equipment (whether as component or otherwise) and satisfy the recognition criteria, are capitalized as property, plant and equipment. All other repair and maintenance costs are recognized in the statement of profit and loss as and when incurred.

Depreciation/Amortization

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

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

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

24.05 Intangible Assets

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

Intangible assets with finite lives are amortized over the useful life on a straight line basis and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization



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

Amortization

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

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

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

24.06 Capital Work in Progress

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

24.07 Impairment of non-financial assets

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

24.08 Foreign currency translations

- (i) Functional and presentation currency

 The Company's financial statements are presented in INR (Indian Rupees), which is also the Company's functional currency.
- (ii) Transactions and balances

Initial recognition

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

Subsequent recognition

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

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

24.09 Borrowing Cost

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

24.10 Government Grants

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

24.11 Revenue Recognition

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

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

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

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

24.12 Employee Benefits

All employees of the company are arranged on deputation from Parent companies on fixed term basis.



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

24.13 Taxes on Income

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

i) Current tax

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

ii) Deferred tax

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

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

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

24.14 Provisions, Contingent Liabilities, Contingent Assets & Capital Commitments

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

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

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

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

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

24.15 Leases

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

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

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

a) Lease liabilities

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

b) Determination of discount rate as a lessee:

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

c) Right-of-use assets

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

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

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



B. Company as lessor (assets given on lease)

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

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

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

24.16 Segment Reporting

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

Presently the company has only one operating and reporting segment.

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

24.17 Liquidated damages

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

24.18 Cash and Cash Equivalents

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

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

24.19 Cash Flow Statement

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

24.20 Earnings Per Share (EPS)

(i) Basic earnings per share

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

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential instruments into equity shares.

24.21 Fair Value Measurement

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

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

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

For assets and liabilities that are recognized in the balance sheet on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

24.22 Financial Instruments

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

A. Financial Assets

(i) Classification

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

(ii) Initial recognition and measurement

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

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets

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

(iii) Subsequent measurement

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

(a) Financial assets carried at amortized cost

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

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

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

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

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

(iv) Derecognition

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

B. Financial Liabilities

(i) Classification

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

(ii) Initial recognition and measurement

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

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

(iii) Subsequent measurement

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

(a) Financial liabilities at amortized cost

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (EIR) method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

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

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

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

(iv) Derecognition

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

C. Offsetting of financial instruments

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



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

The preparation of financial statements of Indradhanush Gas Grid Limited for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on these financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 23 April 2022.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Indradhanush Gas Grid Limited for the year ended 31 March 2022 under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditor and is limited primarily to inquiries of the statutory auditor and company personnel and a selective examination of some of the accounting records.

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

Sd/(Suparna Deb)
Director General Audit (Mines)

Director General Addit (Willes)

Kolkata

Place: Kolkata
Date: June 7, 2022















