



S A. Majumdar & Associates
Chartered Accountants

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West Tripura – 799001, **INDIA**

INDEPENDENT AUDITORS' REPORT

To

The Members of Tripura Natural Gas Company Limited

Report on the audit of the Standalone Financial Statements

Opinion

We have audited the financial statements of Tripura Natural Gas Company Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, and the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the 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 financial statements give the information required by the Companies Act 2013 ("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, 2020, and its profit, total comprehensive income, the changes in equity and cash flows for the year ended as on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing 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 Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.





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Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the standalone 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.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The Company's Board of Directors is responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the **Companies (Indian Accounting Standards) Rules, 2015** and Companies (Indian Accounting Standards) Rules, 2016, as amended from time to time, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting





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

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

Auditor's responsibilities for the audit of the financial statements

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

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

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





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

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

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

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





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Report on other legal and regulatory requirements

As required by the **Companies (Auditor's Report) Order, 2016** ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 account;
- (d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- (h) 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:
 - a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements;





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- b. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts; and
- c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For S.A.Majumdar & Associates
Chartered Accountants
Firm Registration No.312032E


CA, S. Majumdar

(Membership No.050476)

UDIN : 20050476AAAABF3827

Place:Agartala

Date:27th May, 2020





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Annexure “A” to the Independent Auditor’s Report*

Referred to in paragraph 1 under ‘Report on other legal and regulatory requirements’ section of our report to the members of Tripura Natural Gas Company Limited of even date on the standalone financial statements for the year ended 31st March, 2020.

1. In respect of the Company’s fixed assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. However, no physical verification has been carried on by the management during the year due to Covid-19 Pandemic. Accordingly, we were unable to comment on whether any material discrepancies were noticed on such verification and whether they are properly dealt with in the financial statements.
- (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.

2. The inventory of the Company comprises of stores and spares and inventory of natural gas. On the basis of information’s and explanations provided by the management, the Company has a regular programme of physical verification of inventories of stores and spares. In our opinion, the frequency of such verification is reasonable. However, physical verification of inventory as at 31st March, 2020 could not be done by the Company due to Covid-19 Pandemic and the stock valuation has been done on the basis of reports of the Stock register maintained by the Company. The Company has also estimated and accounted the natural gas and CNG that remains in the pipe line network and the CNG cascades etc. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.





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3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.
4. In our opinion and according to information and explanation given to us, in respect of loans, investments, guarantees and security, the Company has complied with the provisions of sections 185 and section 186 of the Companies Act, 2013.
5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.
6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.
7. In respect of statutory dues:
 - (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2019 for a period of more than six months from the date they became payable.
 - (c) According to the information and explanations given to us and the records of the company examined by us, the details of dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute are as follows:





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Nature of the Statute	Nature of dues	Amount (Rs.in Lakhs)	Period to which the amount relates	Forum where the dispute is pending
VAT Laws	TVAT and Interest	115.35	2005-06 & 2006-07	High Court of Tripura
Central Excise Act, 1944	Excise Duty	386.94	26.07.2012 to 25.07.2017	CESTAT, Kolkata
Central Excise Act, 1944	Excise Duty	58.97	27.07.2017 to 30.04.2018	Commissioner of Central Excise (Appeals), CGST, Guwahati
Central Excise Act, 1944	Excise Duty	22.47	01.05.2018 to 31.10.2018	Asst. Commissioner, Central Goods & Service Tax, Agartala

(a) Case with Tripura Sales Tax Department :Appeal Case No:21-22/Ch.VII/2012

Appeal Case No:21-22/Ch.V./2012 filed by the Company against the Assessment order dated:28/09 /2011 for the TVAT Assessment for the financial year 2005-06 & 2006-07 issued by The Superintendent of Taxes, Charge-V .The Company has already deposited Rs. 73,46,159/- with the Superintendent of Taxes, Charge-V as appeal money on 23-02-2012.

The judgment received has been against the Company vide 21-22/Ch.VII/2012/1225-26 dt:21-03-2014 passed by the Appellate Authority to deposit Rs.1,15,34,682/-proposing waiving 50% penalty. TNGCL later filed on 11/06/2014 before The Revisional Authority, the Commissioner of Taxes, Agartala to review the order passed by The Appellate Authority.

Order dated: 11-12-2015 has been issued by the Revisional Authority w.r.t. TNGCL's Case No:21-22/Ch.VII/2012 for the period 2005-06 & 2006-07 & Revision case 04 & 05/CH-VII/2014 reducing the penalty by 50%.

Accordingly, superintendent of Taxes, Charge-VII has called for re-assessment on 15-02-2016 vide letter no: F.TIN/16041027012/ST/CH-VII/708 dt: 27-01-2016 and later on issued demand notice for Rs. 25,90,294/- for the financial year 2006-07 and Rs. 15,93,238/- for the financial year-2005-06 reducing the penalty by 50% for both the financial years but keeping 100% interest.

The Company has filed stay order petition with The Hon'ble High Court, Agartala & the Case is presently lying with The Hon'ble High Court, Agartala.





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section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

14. According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.
15. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.
16. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For S.A.Majumdar & Associates
Chartered Accountants
Firm Registration No.312032E

Signature
27/05/2020

CA, S. Majumdar
(Membership No. 050476)
UDIN : 20050476AAAABF3827

Place: Agartala
Date: 27th May, 2020





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Annexure “B” to the Independent Auditor’s Report

Referred to in paragraph 2 (f) under ‘Report on other legal and regulatory requirements’ section of our report to the Members of Tripura Natural Gas Company Limited of even date on the standalone financial statements for the year ended 31st March,2020.

Report on the internal financial controls over financial reporting under clause (i) of sub – section 3 of section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Tripura Natural Gas Company Limited (“the Company”) as at March 31, 2020, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s responsibility for internal financial controls

The Company’s Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.





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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 judgement, including the assessment of the risks of material misstatement in 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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





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Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, 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 S.A.Majumdar & Associates
Chartered Accountants
Firm Registration No.312032E

[Handwritten signature]
28/05/2020

CA,S.Majumdar
(Membership No.050476)
UDIN : 20050476AAAABF3827

Place:Agartala
Date:27th May, 2020





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Annexure “B” to the Independent Auditor’s Report

Directions under section 143(5) of the Companies Act, 2013

Sr. No.	Directions	Auditors Remarks	Impact on Financial Statements
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.	On the basis of information and explanation given to us and on the basis of our examination of the records of the Company, the Company has been using Tally ERP 9 for its accounting, stores /stock accounting. No accounting transactions are processed outside IT systems. The company has computerized system for billing of its PNG Consumers and CNG consumer's which have been found effective.	Nil
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	According to the information's and explanations given to us and on the basis of our examination of the records of the Company there are no cases of restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the company due to the company's inability to repay the loan during the year under audit.	Nil
3	Whether funds received/receivable for specific schemes from central/ state agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation	We have found no funds received/receivable for specific schemes from central/ state agencies which were not were properly accounted for/ utilized as per its term and conditions.	Nil

For S.A.Majumdar & Associates
Chartered Accountants
Firm Registration No.312032E

[Signature]
CA, S.Majumdar

(Membership No.050476)

UDIN :20050476AAAABF3827

Place:Agartala
Date:27th May, 2020



Tripura Natural Gas Company Limited
Balance Sheet as at 31 March 2020
(Amount in INR, unless otherwise stated)

Particulars	Note	As at 31 March 2020	As at 31 March 2019
ASSETS			
Non Current Assets			
Property, Plant and Equipment	3	79,54,87,986	74,12,12,395
Capital work-in-progress	3	3,97,31,823	89,31,516
ROU ASSET	3A	3,26,42,302	-
Financial Assets		-	-
-Loans	4A	1,18,220	1,00,220
-Other Financial Assets	4B	-	93,71,733
Other Non-Current Assets	6	1,07,50,515	81,16,191
Subtotal (A)		87,87,30,846	76,77,32,056
Current Assets			
Inventories	7	6,27,21,169	4,87,80,193
Financial Assets		-	-
-Trade receivables	8	10,64,91,968	13,69,40,794
-Cash and cash equivalents	9A	9,70,40,061	3,63,20,940
-Other bank balances	9B	77,19,03,121	43,93,13,121
-Loans	4A	2,26,13,876	1,66,08,048
-Other Financial Assets	4B	-	-
Other Current Assets	6	1,27,68,750	99,51,302
Subtotal (B)		1,07,35,38,945	68,79,14,398
Total Assets (A+B)		1,95,22,69,791	1,45,56,46,454
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	10	30,00,00,000	3,92,00,000
Other Equity	11	1,04,69,09,549	86,15,12,535
Total equity (C)		1,34,69,09,549	90,07,12,535
LIABILITIES			
Non Current Liabilities			
Contract liabilities	17	19,52,33,169	18,26,52,353
Financial Liabilities			
-Borrowings	12	-	2,54,07,449
-Other Financial Liabilities	14	-	-
Lease Liability	14	3,31,21,298	-
Provisions	15	2,95,01,926	2,47,87,936
Deferred Tax Liability	5	1,81,41,662	1,96,35,715
Other Non Current Liabilities	16	83,80,170	92,65,185
Subtotal (D)		28,43,78,225	26,17,48,637
Current Liabilities			
Contract liabilities	17	2,08,43,505	2,24,71,831
Financial Liabilities			
-Trade Payables			
(i) total outstanding dues of micro and small enterprises	13A	1,41,86,846	1,63,32,515
(ii) total outstanding dues other than (i) above	13A	3,15,16,668	4,39,30,828
-Other Payables	13B	93,03,855	32,75,957
-Other Financial Liabilities	14	23,77,66,774	20,46,76,997
Provisions	15	49,02,508	4,37,998
Other Current Liabilities	16	24,61,860	20,59,156
Subtotal (E)		32,09,82,016	29,31,85,282
Total Equity and Liabilities (C+D+E)		1,95,22,69,791	1,45,56,46,454

Refer accompanying notes to the financial statements

In terms of our report of even date

For S A Majumdar & Associates

Chartered Accountants

FRN 312032E



S Majumdar
Proprietor
Membership No: 950476

Banani Debbarmann
(Director Commercial)
DIN -08119962

Ms. Banani Debbarmann
Director (Com.)
Tripura Natural Gas Co. Ltd.,

Pradeep Kr. Mahato
(Company Secretary)
Membership No-ACS31321

Biswabrata Sinha
(Managing Director)
DIN -0008460725

(B. SINHA)
Managing Director, Ltd.,

Atanu Datta Choudhury
(Chief Financial Officer)
PAN-AGUPD6174A

Atanu Datta Choudhury
Chief Manager (F) & C.O
Tripura Natural Gas Co. Ltd
Agartala, Tripura

Pradeep Kumar Mahato
Company Secretary

Place Agartala
Date

Tripura Natural Gas Company Limited
Statement of Profit & Loss for the Year ended 31 March 2020
(Amount in INR, unless otherwise stated)

Particulars	Note	Year Ended	Year Ended
	No.	31 March 2020	31 March 2019
I. Revenue from Operations (Gross)	18	1,18,30,70,593	95,59,42,621
II. Other Income	19	6,94,33,522	4,55,85,779
III Total Revenue (I+II)		1,25,25,04,114	1,00,15,28,400
Purchase of gas	20	39,86,01,403	33,92,37,387
Change in inventories	20	(6,49,347)	24,713
Excise duty		7,93,09,596	6,40,34,007
Employee benefits expenses	21	8,05,22,429	4,20,70,944
Depreciation and amortization expenses	3	11,20,40,172	8,42,46,131
Finance Cost	22	65,78,704	54,29,159
Other expenses	23	32,58,14,705	25,39,87,416
IV. Total Expenses		1,00,22,17,663	78,90,29,757
V. Profit before Tax (III - IV)		25,02,86,452	21,24,98,643
VI. Tax Expenses		6,40,58,387	7,47,96,866
- Current Year	24	6,56,61,922	6,93,43,085
- Earlier Years	24	-	-
Deferred Tax	9	(16,03,535)	54,53,781
VII. Profit for the Period (V-VI)		18,62,28,065	13,77,01,777
Other Comprehensive Income			
VIII. Items that will not be reclassified to profit or loss in subsequent periods			
Remeasurement gain/ (losses) of defined benefit obligations		4,27,162	2,56,689
Income tax effect relating to these items		(1,09,482)	(88,835)
		3,17,680	1,67,854
IX. Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods		3,17,680	1,67,854
Total comprehensive income (VII+ IX)		18,65,45,745	13,78,69,631

Earning Per Equity Share (Face Value ₹.100/-each)

- Basic
- Diluted

62.08
62.08

351.28
351.28

In terms of our report of even date
For S A Majumdar & Associates
Chartered Accountants
FRN 312032E

S Majumdar
Proprietor
Membership No. 050476



[Signature]
Banani Debbarman
(Director Commercial)
DIN -08119962

Ms. Banani Debbarman
Director (Com.)
Tripura Natural Gas Co. Ltd.,

Pradeep Kr. Mahato
(Company Secretary)
Membership No-ACS31321

[Signature]
Biswabrata Sinha
(Managing Director)
DIN -0008460725

Atanu Datta Choudhury
(Chief Financial Officer)
PAN-AGUPD6174A


Pradeep Kumar Mahato
Company Secretary

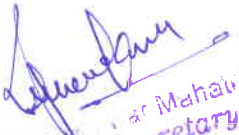
Atanu Datta Choudhury
Chief Manager (F) & C.O
Tripura Natural Gas Co. Ltd
Agartala, Tripura

Place Agartala
Date

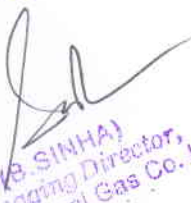
Tripura Natural Gas Company Limited
Statement of Cash Flows for the year ended 31 March 2020
(Amount in INR, unless otherwise stated)

Particulars	As at 31 March 2020	As at 31 March 2019
Cash Flow from Operating Activities		
Profit / (loss) before tax	250,286,452	212,498,643
Adjustment to reconcile profit before tax to net cash flows		
Depreciation and amortisation	89,159,807	84,246,131
Interest income	(41,456,927)	(23,693,732)
Finance costs (including fair value change in financial instruments)	6,578,704	5,429,159
Miscellaneous Receipts	(5,548,670)	
Operating Profit before Working Capital changes	299,019,367	278,480,201
Movements in working capital :		
Increase/(Decrease) in trade payables	(14,559,829)	29,790,451
Increase/(Decrease) in other payables	6,027,898	2,969,457
Increase/(Decrease) in provisions	9,605,662	(4,385,559)
Decrease / (Increase) in Other Financial Liabilities	33,089,777	36,190,916
Decrease / (Increase) in Non Financial Liabilities	(482,311)	(623,737)
Decrease / (Increase) in Contract liabilities	10,957,191	12,265,438
Increase / (Decrease) in Lease Liability	33,121,298	
Decrease / (Increase) in Non Financial assets	(5,451,772)	(2,506,532)
(Increase)/Decrease in trade receivables	30,448,826	(61,545,426)
(Increase)/Decrease in Inventories	(13,940,975)	(4,597,042)
(Increase)/Decrease in Loans	(6,023,828)	(3,047,016)
(Increase)/Decrease in Other Financial assets	9,371,733	(688,667)
Cash Generated From Operations	391,178,336	282,302,483
Less : Direct Tax paid (net of refunds)	(61,488,438)	(75,000,000)
I. Net Cash Flow from Operating Activities	329,689,898	207,302,483
Cash Flow from Investing Activities:		
Purchase of fixed assets	(143,208,942)	(147,129,182)
Decrease/(Increase) in Capital Work in Progress	(30,800,307)	16,944,684
Increase / (Decrease) in Share Capital	260,800,000	
(Increase)/Decrease in ROU Asset	(32,642,302)	
Interest income	41,456,927	23,693,732
Redemption / (increase) in Investments	(332,590,000)	(159,374,830)
II. Net cash flow (used in) investing activities	(236,984,624)	(265,865,596)
Net Cash Flow From Financing Activities:		
Repayment of long term borrowings	(25,407,449)	(18,570,841)
Interest paid	(6,578,704)	(5,429,159)
III. Net cash flow (used in) financing activities	(31,986,153)	(24,000,000)
IV. Net (decrease) / In cash and cash equivalents (I+II+III)	60,719,121	(82,563,112)
Cash and cash equivalents (Opening)	36,320,940	118,884,051
Cash and cash equivalents (Closing)	97,040,061	36,320,940

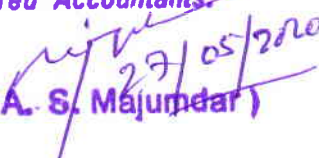

Atanu Das Choudhury
Chief Manager (F) & CFO
Tripura Natural Gas Co. Ltd.
Agartala, Tripura


Pradeep Kumar Mahanta
Company Secretary


Ms. Banani Debbarman
Director (Com.)
Tripura Natural Gas Co. Ltd.,


B. SINHA
Managing Director,
Tripura Natural Gas Co. Ltd.,

For S. A. Majumdar & Associates.
Chartered Accountants.


(CA. S. Majumdar)



Tripura Natural Gas Company Limited
Statement of Changes in Equity for the period ended 31 March 2020
(Amount in INR, unless otherwise stated)

(a) Equity Share Capital	Amount Number	Amount Amounts in INR
Equity shares of Rs. 100 each issued, subscribed and fully paid		
As at 31 March 2018	3,92,000	3,92,00,000
Issue of share capital	-	-
As at 31 March 2019	3,92,000	3,92,00,000
Issue of share capital	26,08,000	26,08,00,000
As at 31 March 2020	30,00,000	30,00,00,000

(b) Other equity

For the year ended 31 March 2020:

Attributable to the equity shareholders		
	Retained earnings	Total
As at 31 March 2018	72,36,42,902	61,06,39,590
Profit for the year	13,77,01,777	13,77,01,777
Other comprehensive income	1,67,854	1,67,854
As at 31 March 2019	86,15,12,533	74,85,09,221
Profit for the year	18,62,28,065	18,62,28,065
Other comprehensive income & Adjustments	(8,31,048)	(8,31,048)
As at 31 March 2020	1,04,69,09,549	93,39,06,237


 Atanu Datta Choudhury
 Chief Manager (F) & C.O.
 Tripura Natural Gas Co. Ltd.
 Agartala, Tripura


 Pradeep Kumar Mahato
 Company Secretary


 Banani Debbarman
 Director (Com.)
 Tripura Natural Gas Co. Ltd.


 (B. SINHA)
 Managing Director,
 Tripura Natural Gas Co. Ltd.



Note 3 - Property, plant and equipment
(Amount in INR, unless otherwise stated)

Components of property, plant and equipment (including directly attributable costs) are as follows:

Cost/Valuation	PNG Project	CNG Project	Building-CNG Station	Office Equipments	Furniture & fixture	Vehicle- CNG Auto	Fire Extinguisher	Internal Decoration	Inverter System	Aqua Guard	Computer System	Air Conditioner	Leasehold Land	Freehold Land	P & M - Other Equipments	ROD Asset	Capital Work- In-Progress	Total
At 31st March 2018	513,317,229	1,44,474,695	532,57,094	710,494	2,738,941	50,402	314,331	1,089,474	1,29,427	2,371	2,105,306	4,47,349		16,710,265	605,936		23,076,200	554,106,059
At 31st March 2019	91,662,291	10,75,164	1,15,01,122	366,485	243,720						45,516						18,693,136	57,35,531
At 31st March 2020	62,019,929	1,01,591,066	1,51,967,096	876,081	2,892,671	50,402	104,541	1,989,474	1,29,427	2,371	4,156,914	4,48,349		16,439,896	605,936		19,931,516	995,110,210
At 31st March 2021	9,493,554	2,740,400	2,02,01,551	700,153	3,16,515						800,759	79,256		1,213,850	52,250		12,100,230	343,428,152
At 31st March 2022																	131,509,021	1,14,49,852
At 31st March 2020	720,072,483	230,592,266	1,71,949,587	1,646,136	3,219,192	50,402	104,543	1,989,474	1,29,427	2,371	4,953,620	527,349		17,673,696	1,217,419	35,522,607	39,731,023	1,190,049,649
Depreciation and Amortisation																		
At 31st March 2016	16,504,313	124,445,183	13,317,203	159,094	609,462	25,076	73,295	29,905	1,876	1,590	1,701,420	177,940	40,708					9,31,357
At 31st March 2017	10,224,107	76,543,810	1,58,18,751	1,87,794	443,598	9,487	8,306	1,45,052	26,116		1,55,049	218,497	40,726					6,30,245
At 31st March 2018	5,366,274	29,615,612	23,060,321	425,687	1,947,111	41,657	47,590	566,811	58,884	1,590	2,000,097	409,606						1,85,050,514
At 31st March 2019	15,724,028	55,720,906	29,688,760	307,163	1,791,604	45,172	91,627	819,542	76,021	1,599	3,562,103	402,763						250,105,645
At 31st March 2020	55,076,132	32,106,097	6,510,531	291,343	302,720	2,255	1,597	1,87,290	53,246		4,17,764	13,200						111,348,153
At 31st March 2021																		
At 31st March 2022																		
At 31st March 2020	23,105,823	83,074,337	36,092,201	368,006	2,192,182	47,277	54,223	1,007,330	96,159	1,590	3,959,702	420,045						361,919,161

Net Book value	PNG Project	CNG Project	Building-CNG Station	Office Equipments	Furniture & fixture	Vehicle- CNG Auto	Fire Extinguisher	Internal Decoration	Inverter System	Aqua Guard	Computer System	Air Conditioner	Leasehold Land	Freehold Land	P & M - Other Equipments	ROD Asset	Capital Work- In-Progress	Total
At 31st March 2018	426,973,940	1,13,688,973	1,13,592,571	214,867	1,291,630	8,745	16,453	1,422,664	69,543	772	1,225,268	47,654		16,710,265	605,936		25,076,200	671,129,344
At 31st March 2019	471,270,501	1,22,870,160	1,21,279,236	209,620	1,093,067	5,230	12,916	1,169,932	51,500	772	388,813	40,506		16,439,896	605,936		18,931,516	741,212,195
At 31st March 2020	509,434,270	1,22,867,929	1,35,050,887	777,430	1,116,800	3,425	11,319	982,136	38,238	772	993,926	106,504		17,673,696	951,315	32,642,302	19,731,823	926,130,298

Capital work in progress

The capital work in progress includes payment made to contractors for execution of projects Plant & Machinery received but not yet installed structures, duty & freight material, accessories, etc. received but not yet used in the projects.
Security Charge has been assessed for land and building, plant and machinery to the extent of assets created against the loan from INR 17,00,00,000 (out of which INR 10,00,00,000 is outstanding as on 31 March 2019 and INR 4,94,07,449 is outstanding on 31 March 2020) from State Bank of India. Action has been taken for withdrawal of the charge filed with MCA.

(Signature)
Chief Manager (T) & CFO
Indira Natural Gas Co. Ltd.
Agartala, Tripura

(Signature)
Sagarjit Kumar Mahanta
Sagarjit Kumar Mahanta
Sagarjit Kumar Mahanta
Sagarjit Kumar Mahanta
Sagarjit Kumar Mahanta

(Signature)
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(Signature)
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Sagarjit Kumar Mahanta
Sagarjit Kumar Mahanta




Note 3A- ROU Asset

Particulars	As at
	31-Mar-20
Non Financial Asset:	
Opening Balance	-
Additions during the Year	5,55,22,667
Less: Depreciation Charged during the year	2,28,80,365
Total	3,26,42,302


Atanu Datta Choudhury
Chief Manager (F) & C. O.
Tripura Natural Gas Co. Ltd.
Agartala, Tripura


Pradeep Kumar Mahato
Company Secretary


Ms. Banani Deboarman
Director (Com.)
Tripura Natural Gas Co. Ltd.


(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.,



Tripura Natural Gas Company Limited
Notes forming part of Financial Statements
Components of Property, plant and equipment (including assets held under finance leases) are as follows:

Note 4 - Financial assets

Particulars	As at		As at	
	31-Mar-20		31-Mar-19	
	Current	Non current	Current	Non current
4A) Loans				
Other loans:				
Security Deposit Paid (Paid to BSNL & Others)	-	1,18,220	-	1,00,220
Loan/Advance against Salary	22,242	-	2,24,539	-
Interest accrued but not due	2,25,91,634	-	1,63,83,509	-
Total Loans	2,26,13,876	1,18,220	1,66,08,048	1,00,220
4B) Other financial assets				
Balance with bank deposits exceeding 12 months	-	-	-	93,71,733
Total	-	-	-	93,71,733

Note 5- Deferred taxation asset/ liability

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Non current:		
Deferred tax liability	1,81,41,662	1,96,35,715
Deferred tax assets/liabilities-net	1,81,41,662	1,96,35,715

Note 6 - Other non financial assets

Particulars	As at		As at	
	31-Mar-20		31-Mar-19	
	Current	Non current	Current	Non current
Advance to Suppliers	72,84,582	-	4,28,407	-
Cenvat Credit-Capital Goods-Deferred A/c	-	-	-	-
Contingency & TA Advance	4,23,151	-	2,80,724	-
Advance to Employees	1,26,070	-	55,990	-
Tax Deducted at Source	41,90,356	-	4,59,930	-
Pre-Paid Insurance Premium	4,95,033	-	4,68,948	-
Pre-Paid Lease rent	37,836	-	40,708	7,10,032
Advance TVAT Paid	2,11,722	-	25,59,680	-
GST receivable	-	-	-	-
Application Money -Court Case & Sales Tax Assessment App	-	1,07,50,515	-	74,06,159
Advance Income Tax Paid	-	-	56,56,915	-
Total	1,27,68,750	1,07,50,515	99,51,302	81,16,191

Note 7 - Inventories

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Current:		
Stores and Spares including Capital Goods(PNG)	3,96,86,831	2,84,20,395
Stock of O&M PNG Materials	6,78,553	2,98,241
Stock of O&M CNG Materials	2,16,02,498	1,99,57,618
Stock of CNG at DBS, LCV & Mother Station	7,11,853	1,03,940
Stock of Natural Gas in Pipeline network	41,434	-
Total	6,27,21,169	4,87,80,193.21

Atanu Datta Choudhury
Chief Manager (F) & C.O
Tripura Natural Gas Co. Ltd
Agartala, Tripura.

Pradeep Kumar Mahato
Company Secretary

Banani Debbarmar
Director (Com.)
Tripura Natural Gas Co. Ltd.,

(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.,



Note 8 Trade receivables

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Current:		
Unsecured		
Considered good	10,64,91,968	13,69,40,794
Considered doubtful	-	-
Trade and other receivables	10,64,91,968	13,69,40,794
Allowance for bad and doubtful debts		
Considered doubtful	-	-
Total Trade and other receivables	10,64,91,968	13,69,40,794

Trade receivables includes INR 900/- due from directors of the company towards gas bill on 31st March 2020 (INR 5816/- on 31 March 2019). No trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

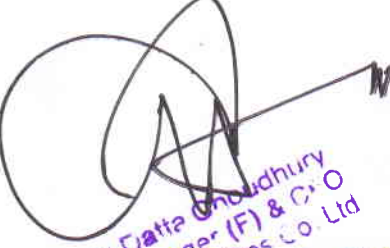
For terms and conditions relating to related party receivables, refer to note 26.

Trade receivables are non-interest bearing and are generally on terms of not more than 30 days.


Note 9 - Cash and Bank balances

Particulars	As at	As at
	31-Mar-20	31-Mar-19
9A) Cash and cash equivalents		
Balances with banks:		
+ Current accounts	5,75,87,480	2,69,92,374
Deposit with maturity of less than 3 months	3,85,04,571	75,51,455
Cash in hand	9,48,010	17,77,111
Total	9,70,40,061	3,63,20,940

Particulars	As at	As at
	31-Mar-20	31-Mar-19
9B) Bank Balance others		
Earmarked accounts:		
Fixed Deposits Kept under lien for issue of LC/BG :	33,01,79,199	33,48,93,754
Term Deposits:	44,17,23,922	10,44,19,367
Total	77,19,03,121	43,93,13,121


Atanu Datta Choudhury
Chief Manager (F) & C.O
Tripura Natural Gas Co. Ltd
Agartala, Tripura.


Pradeep Kumar Mahato
Company Secretary


Banani Dasgupta
Director (Com.)
Tripura Natural Gas Co. Ltd.,


(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.,



Components of Property, plant and equipment (including assets held under finance leases) are as follows:

Note 10 - Equity share capital

Particulars	As at 31-Mar-20	As at 31-Mar-19
Share capital		
Authorised		
30,00,000 Equity Shares of INR 100 each	30,00,00,000	10,00,00,000
(Previous year 10,00,000 Equity Shares of INR 100 each)	30,00,00,000	10,00,00,000
Issued, subscribed and fully paid up		
(3000000 Nos. of Fully paid-up Equity Shares of INR 100/- each)	30,00,00,000	3,92,00,000
(Previous year 3,92,000 Equity Shares of INR 100 each)	30,00,00,000	3,92,00,000

Terms/ rights attached to equity shares:

For all matters submitted to vote in a shareholders meeting of the Company every holder of an equity share as reflected in the records of the Company on the date of the shareholders meeting shall have one vote in respect of each share held. Any dividend declared by the company shall be paid to each holder of Equity shares in proportion to the number of shares held to total equity shares outstanding as on that date. In the event of liquidation of the Company all preferential amounts if any shall be discharged by the Company. The remaining assets of the Company shall be distributed to the holders of equity shares in proportion to the number of shares held to the total equity shares outstanding as on that date.

2. Reconciliation of Shares outstanding at the beginning and at the end of the reporting period

Particulars	31-Mar-20	31-Mar-19
Shares outstanding at the beginning of the year	3,92,000	3,92,000
(+) Shares issued during the year	26,08,000	-
(-) Shares bought back during the year	-	-
Shares outstanding at the end of the year	30,00,000	3,92,000

3. Details of Shareholders holding more than 5% shares in the Company

Particulars	31-Mar-20	31-Mar-19
Gail India Limited		
Number of equity shares	1469388	192000
% of holding	48.98%	48.98%
Tripura Industrial Development Corporation Limited		
Number of equity shares	765306	99996
% of holding	25.51%	25.51%
Assam Gas Company Limited		
Number of equity shares	765306	99996
% of holding	25.51%	25.51%

Note 11 - Other equity

Particulars	As at 31-Mar-20	As at 31-Mar-19
Other equity:		
Retained earnings	86,15,12,533	72,36,42,902
Add: Profit during the year	18,62,28,065	13,77,01,777
Less: Re-measurement gain/ (losses) on defined benefit plans (net of tax)	(4,27,162)	1,67,854
Less: Adjustment for Galileo CPBG vs Expenses	(4,03,886)	-
Total	1,04,69,09,549	86,15,12,533

Note 12 - Borrowings

Particulars	As at 31-Mar-20	As at 31-Mar-19
Non current borrowings		
Secured Term loans:		
- SBI A.D.Nagar Branch	-	4,94,07,449
Less: Current maturities of long term borrowings	-	(2,40,00,000)
Total Non Current Borrowings	-	2,54,07,449

Term Loans from Banks consists of the following:

Name of Bank	Date of Maturity	EIR	Nature of security
- SBI A.D.Nagar Branch	Entire Loan has been paid during the year	7.90%	Action for withdrawal of Security against all project assets including Land and building taken.

Bank loans contain certain debt covenants relating to current ratio(3.34 times),total outstanding/total net worth(1.45),Interest Coverage ratio(39.04),return on capital employed(11.42%),GDSR(36.80). Any variation in these covenants upto 20% is accepted/permitted. The Company has also satisfied all other debt covenants prescribed in the terms of bank loan.

(Signature)
Chief Manager (F) & C.O
Tripura Natural Gas Co. Ltd.
Agartala, Tripura

(Signature)
Pradeep Kumar Mahato
Company Secretary

(Signature)
Ms. Banani Debbarman
Director (Com)
Tripura Natural Gas Co. Ltd.

(Signature)
(B. Srinivas)
Managing Director,
Tripura Natural Gas Co. Ltd.,



Note 13A - Trade Payables

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Trade payable:		
- micro and small enterprises	1,41,86,846	1,63,32,515
- other than micro and small enterprises	1,41,27,691	1,28,00,244
- related party	1,73,88,977	3,11,30,584
Total	4,57,03,514	6,02,63,343

Trade payables are non-interest bearing and are normally settled on 60-day terms

Note 13B - Other Payables

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Others Payables	93,03,855	32,75,957
Total	93,03,855	32,75,957

Note 14 - Other financial liabilities

Particulars	As at		As at	
	31-Mar-20		31-Mar-19	
	Current	Non current	Current	Non current
Other financial liabilities at amortised cost:				
Current maturities of borrowing	-	-	2,40,00,000	-
Others:				
Security Deposit (From Major Industrial Consumers)	29,74,350	-	22,09,350	-
Security Deposit Collected from the Consumers	11,79,28,263	-	9,89,67,018	-
Security Deposit Collected from Contractors	7,61,79,672	-	5,45,75,629	-
Earnest Money Deposit (EMD)	65,40,737	-	28,81,288	-
Security Deposit (Galileo)	-	-	34,89,194	-
Security Deposit/Retention Money(Suppliers)	1,01,24,885	-	81,46,836	-
Liability For Capital Expenditure	2,40,18,867	-	1,04,07,682	-
Total other financial liabilities at amortised cost	23,77,66,774	-	20,46,76,997	-

Note 15 - Provisions

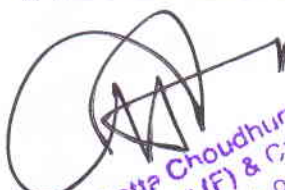
Particulars	As at		As at	
	31-Mar-20		31-Mar-19	
	Current	Non current	Current	Non current
Provision for Gratuity Payable	10,15,181	1,21,76,864	2,46,704	1,12,39,005
Provision for Leave Encashment	10,70,677	1,73,25,062	1,91,294	1,35,48,931
Provision for Income Tax	28,16,650	-	-	-
Provision for Vat payable	-	-	-	-
Total	49,02,508	2,95,01,926	4,37,998	2,47,87,936


Note 16 - Other non financial liabilities


Particulars	As at		As at	
	31-Mar-20		31-Mar-19	
	Current	Non current	Current	Non current
Other non financial liabilities:				
Government Grants	8,82,350	83,80,170	9,72,589	92,65,185
TDS Payable	7,22,133	-	5,17,944	-
Goods and Service Tax Payable A/c	8,57,377	-	5,68,623	-
Lease Liability	-	3,31,21,298	-	-
Total	24,61,860	4,15,01,468	20,59,156	92,65,185


Note 17 - Contract liabilities

Particulars	As at		As at	
	31-Mar-20		31-Mar-19	
	Current	Non current	Current	Non current
Deferred Revenue	2,08,43,505	19,52,33,169	2,24,71,831	18,26,52,353
Total	2,08,43,505	19,52,33,169	2,24,71,831	18,26,52,353


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(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.,
Agartala, Tripura



Tripura Natural Gas Company Limited
Notes forming part of Financial Statements

Components of Property, plant and equipment (including assets held under finance leases) are as follows:

Note : 18 Revenue from Operations

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Income from operations		
Sale of CNG	77,61,87,967	64,31,31,731
Sales of PNG	40,68,82,626	31,28,10,890
Total	1,18,30,70,593	95,59,42,621

1. Disaggregated revenue information

Set out below is the disaggregation of the Company's revenue from contracts with customers:

	31-Mar-20	31-Mar-19
Revenue by type of customers		
Sale to Domestic customers	22,50,22,511	18,29,84,874
Sale to Industrial Customers	10,01,63,152	6,46,66,312
Sale to Commercial customers	8,16,96,963	6,51,59,704
Total revenue from contracts with customers	40,68,82,626	31,28,10,890
Timing of revenue recognition		
Services transferred over time	40,68,82,626	31,28,10,890
Total revenue from contracts with customers	40,68,82,626	31,28,10,890

NOTE: No single customer represents 10% or more of the total Company's revenue during the year ended 31st March 2019 & 31st March 2018. The company earns its entire revenue from contract with customers from operation in India.

2. Contract balances

The following table provides information about receivables, contract assets and contract liabilities from contracts with customers

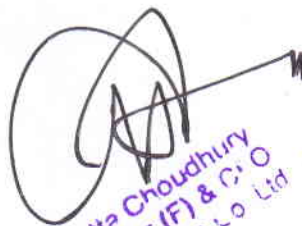
	31-Mar-20
Trade receivables (Net)*	10,64,91,968
Contract liabilities	
Advances from customers	21,60,76,674


* Trade receivables are non-interest bearing and are generally on terms of 10 to 17 days.

3. Changes in contract liabilities

	31-Mar-20
Balance at the beginning of the year	20,51,24,184
Revenue recognised that was included in Advances balance at the	2,14,09,022
Increase due to invoicing during the year, excluding amounts recognised	3,20,74,156
Balance at the end of the year	21,57,89,318

For details Refer Note No 47


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Tripura Natural Gas Co. Ltd.


(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.



Note : 19 Other Income

Particulars	As at 31-Mar-20	As at 31-Mar-19
Interest income on fixed deposits from banks	4,14,56,927	2,36,93,732
HP Rent for Computer from Employees	43,650	38,400
Misc. Receipts	55,48,670	9,99,497
Application Fees from Consumers	-	-
Amortisation of Govt Grants & Installation Cost	2,23,84,275	2,08,54,150
Total	6,94,33,522	4,55,85,779

Note : 20 Purchase of traded goods

Particulars	As at 31-Mar-20	As at 31-Mar-19
Purchase of Gas	39,86,01,403	33,92,37,387
Change in inventories	(6,49,347)	24,713
Total	39,79,52,056	33,92,62,100

Note : 21 Employee Benefit expense

Particulars	As at 31-Mar-20	As at 31-Mar-19
Salaries and wages	7,11,75,488	3,28,42,422
Employer Contribution to PF	20,60,801	20,38,210
Leave Encashment	48,81,231	29,35,233
Company Contribution to Gratuity	12,79,174	12,05,437
Staff Welfare	11,25,735	30,49,642
Total	8,05,22,429	4,20,70,944


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 Company Secretary


(B. SINHA)
 Managing Director,
 Tripura Natural Gas Co. Ltd.



(Amount in INR, unless otherwise stated)

21 Employee Benefits

The following tables summarise the components of net benefit expense recognised in the statement of profit or loss and the funded status and amounts recognised in the balance sheet for defined benefit plans:

Net employee benefit expense (recognized in Employee Cost) for the year ended

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2019-20	2019-20	2018-19	2018-19
Current Service Cost	3,92,891	17,69,193	3,99,932	12,75,563
Net Interest Cost / (Income) on the Net Defined Benefit Liability	8,86,283	10,60,251	8,05,505	9,03,702
Actuarial (Gain) / Loss		20,51,787		7,55,968
Total expenses included in employee benefit expense	12,79,174	48,81,231	12,05,437	29,35,233

Amount recognised in Other Comprehensive Income for the year ended 31 March 2020

Particulars	Gratuity	Gratuity
	2019-20	2018-19
Actuarial (gain) / loss - experience	4,27,162	-2,56,689
Return on plan assets (excluding		
Experience adjustments		
Recognised in other comprehensive	4,27,162	-2,56,689

Changes in the present value of the defined benefit obligation for the year ended:

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2019-20	2019-20	2018-19	2018-19
Present value of obligation at the beginning:	1,14,85,709	1,37,40,225	1,05,36,961	1,18,21,495
Current service cost	3,92,891	17,69,193	3,99,932	12,75,563
Interest cost	8,86,283	10,60,251	8,05,505	9,03,702
Transfer In				
Benefits paid		-2,25,717		-10,16,503
Actuarial (gain) / loss - experience variance (i.e. Actual experience vs.	4,27,162	20,51,787	-2,56,689	7,55,968
Defined benefit obligation at the end	1,31,92,045	1,83,95,739	1,14,85,709	1,37,40,225

Bifurcation of Present value of obligation at the end of the year as per revised schedule III of the Companies Act, 2013:

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2019-20	2019-20	2018-19	2018-19
Current liability	10,15,181	10,70,677	2,46,704	1,91,294
Non-current liability	1,21,76,864	1,73,25,062	1,12,39,005	1,35,48,931
Defined benefit obligation at the end	1,31,92,045	1,83,95,739	1,14,85,709	1,37,40,225

The principal assumptions used in determining above-mentioned obligations for the Company's plans are shown below:

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2019-20	2019-20	2018-19	2018-19
Discount rate (in %)	6.70%	6.70%	7.70%	7.70%
Salary Growth rate per annum (in %)	11.70%	11.70%	11.70%	11.70%
Mortality rate (% of IALM 06-08)	100%	100%	100%	100%
Normal retirement age	60 years	60 years	60 years	60 years
Attrition Rate, based on age: (per annum)				
Upto 30 years	3%	3%	3%	3%
31 - 44 years	2%	2%	2%	2%
Above 44 years	1%	1%	1%	1%
Rate of Leave Availment (per annum)		0%		0%
Rate of Leave Encashment during employment (per annum)		0%		0%

A quantitative sensitivity analysis for significant assumption as at 31 March 2020 is as shown below:

Particulars	Gratuity		Leave encashment	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	14,542,005	12,048,140	20,909,615	16,321,611
(% change compared to base due to sensitivity)	10.2%	(8.7%)	13.7%	(11.3%)
Salary Growth Rate (- / + 1%)	12,914,784	13,455,342	16,389,974	20,762,961
(% change compared to base due to sensitivity)	(2.1%)	2.0%	(10.9%)	12.9%
Attrition Rate (- / + 50% of attrition rates)	13,113,683	13,255,896	18,989,027	17,863,579
(% change compared to base due to sensitivity)	(0.6%)	0.5%	(3.2%)	(-2.9%)
Mortality Rate (- / + 10% of mortality rates)	13,180,977	13,203,032	18,422,338	18,369,282
(% change compared to base due to sensitivity)	(0.1%)	0.1%	0.1%	(0.1%)

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Pradeep Kumar Mahato
Company Secretary

(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.

S. MAJUMDAR & ASSOCIATES
AGARTALA
MN-50476
FRN-312032E
Chartered Accountants

A quantitative sensitivity analysis for significant assumption as at 31 March 2019 is as shown below:

Particulars	Gratuity		Leave encashment	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%) (% change compared to base due to sensitivity)	12,642,030 10.1%	12,642,030 (8.6%)	15513057 12.9%	12263289 (10.7%)
Salary Growth Rate (- / + 1%) (% change compared to base due to sensitivity)	11,199,472 (2.5%)	11,771,980 2.5%	12,299,952 (10.5%)	15,427,164 12.3%
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	11,389,740 (0.8%)	11,566,952 0.7%	14,081,965 2.5%	13,433,572 (2.2%)
Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	11,473,591 (0.1%)	11,497,740 0.1%	13,756,961 (0.1%)	13,723,581 0.1%

Maturity Profile of Defined Benefit Obligation

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2019-20	2018-19	2018-19	0
Within the next 12 months (next annual reporting period)	10 years	12 years	10 years	13 years

The following payments are expected contributions to the defined benefit plan in future years:

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	0	2019-20	2018-19	2018-19
Within the next 12 months (next annual reporting)	10,15,181	10,70,677	2,46,704	1,91,294
Between 2 and 5 years	41,44,055	34,77,908	52,08,088	40,48,651
Between 5 and 10 years	66,65,230	86,99,019	66,76,283	85,81,227
Beyond 10 years	1,77,00,402	3,83,19,293	1,70,20,802	3,09,66,035
Total expected payments	2,95,24,868	5,15,66,897	2,91,51,877	4,37,87,207


Atanu Datta Choudhury
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 Tripura Natural Gas Co. Ltd
 Agartala, Tripura


Ms. Barani Debbarman
 Director (Cont.)
 Tripura Natural Gas Co. Ltd


Pradeep Kumar Mahato
 Company Secretary


(B. SINHA)
 Managing Director,
 Tripura Natural Gas Co. Ltd.



Tripura Natural Gas Company Limited
Notes forming part of Financial Statements


(Amount in INR, unless otherwise stated)

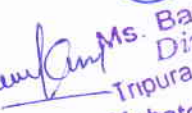
Note : 22 Finance Costs


Particulars	As at	As at
	31-Mar-20	31-Mar-19
Interest Expenses-Lease Liability & Others	35,86,153	-
Interest expense on Term Loan	29,92,551	54,29,159
Total	65,78,704	54,29,159

Note : 23 Other Expenses

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Operation & Maintenance-CNG	4,41,47,345	4,27,95,208
Operation & Maintenance-PNG	1,38,33,720	1,67,94,004
Printing & Stationery	8,43,417	6,06,565
Professional Tax	2,500	2,500
Professional/Consultancy Service Fees	31,02,428	34,81,316
Postage & Telegram	47,476	19,097
Commission on Sales(CNG)	84,26,995	36,34,256
Legal Expenses	3,60,669	59,000
Service Tax	-	-
Office Rent	14,89,764	14,53,764
Repairs & Maintenance	5,47,665	3,07,524
Telephone, Fax & Internet Expenses	6,03,925	7,86,566
Lease Rent (CNG & PNG)	3,63,507	18,99,309
Bank Charges	3,65,875	26,78,952
Shed rent	99,108	1,42,308
Audit Fees	9,13,361	11,06,814
TA to Directors	7,60,654	7,51,074
Board Meeting Expenses	13,11,755	1,97,861
Electricity Expenses	39,52,821	31,12,755
Audit Expenses	3,02,078	2,19,140
Insurance	12,10,431	10,19,885
Conveyance Expenses	24,525	20,429
Misc. Expenses	3,98,777	4,64,400
Office House Keeping & Maintenance Expenses	13,64,919	11,76,853
Provision for Doubtful Debts	-	-
Awareness on CNG & PNG / National Safety Day	4,58,705	1,09,469
Sales/Business Promotion Expenses	4,72,681	-
Vehicle Running & Maintenance	25,37,703	20,41,809
Notice & Advertisement	3,17,034	3,12,901
TA to Employees / Tour Expenses	21,13,330	22,48,906
Security Service Charges	1,24,24,342	63,39,290
Entertainment Expenses	7,09,517	5,29,110
Inauguration of CNG Station	-	30,65,849
TVAT	4,89,88,255	8,22,50,643
News Paper, Books & Periodicals	10,426	11,609
Calander & Dairy Printing Expenses	2,98,710	1,04,000
Website Maintenance Expenses	25,507	24,935
Rates & Taxes	21,45,714	4,34,911
Seminar, Conference & Training Expenses	83,728	1,20,992
India International Trade Fair	6,00,000	6,00,000
Industries & Commerce Fair Expenses	8,28,440	2,98,360
Festival Expenses	10,12,795	7,48,690
Fire Safety Day	7,000	40,189
TNGCL Foundation Day Celebration Expenses	9,09,289	-
Corporate Social Responsibility (CSR)	32,83,005	30,00,000
Water Charges	92,195	1,24,147
Canteen Running Expenses	-	-
Transportation Charges (CNG)	3,84,25,722	4,36,30,390
Billing System	1,29,84,042	96,61,573
Wages to Outsource Staff (Service Charges)	2,60,94,041	55,55,001
Charity and Donation	-	11,00,000
PBGRB Bidding Expenses	19,64,282	16,16,871
Training & Recruitment Expenses	2,61,087	-
TRD Cess	8,42,93,440	72,88,191
Total	32,58,14,705	25,39,87,416


Atanu Datta Choudhury
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(B. SINHA)
Managing Director,
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Details of payments to auditors:

Particulars	As per Ind AS	As per Ind AS
	As at	As at
	31-Mar-20	31-Mar-19
Payment to auditors:		
Third party/T4 audit fee	-	7,95,814
Statutory Audit Fee	2,65,500	88,500
Tax audit Fee	1,41,600	47,200
In other capacities:		
Secreteriate Audit	47,200	41,300
Internal Audit	3,61,121	59,000
Cost Audit	97,940	75,000
Other Audit Expenses	3,02,078	2,19,140
Total	12,15,439	13,25,954

Note : 24 Tax Expenses

Particulars	As at	As at
	31-Mar-20	31-Mar-19
Current tax	6,40,58,387	6,93,43,085
Deferred Tax	(14,94,053)	55,42,616
Additional Income Tax paid for FY-2016-17	-	-
Total	6,25,64,334	7,48,85,701

a) Income tax related to items charged or credited directly to profit or loss during the year:

Statement of profit or loss	31-Mar-20	31-Mar-19
Current income tax:		
Current income tax charge	6,56,61,922	6,93,43,085
Adjustments in respect of current income tax of previous year	-	-
Deferred tax:		
Relating to origination and reversal of temporary differences	(16,03,535)	54,53,781
Tax expense	6,40,58,387	7,47,96,866

b) Reconciliation of tax expense and accounting profit multiplied by India's domestic tax rate


	31-Mar-20	31-Mar-19
Profit before tax from continuing operations	25,02,86,452	21,24,98,643
Applicable Tax Rate	25.63%	34.61%
Tax at Indian Tax rate	6,41,48,418	6,56,72,460
Effect of Income not considered for tax purpose	16,03,535	(34,57,828.21)
Effect of Expense not allowed for tax purpose	-	-
Adjustments in respect of current income tax of previous year	-	67,41,535
Adjustment for Tax Deducted at Source	-	-
Movement in deferred tax liability	(14,94,053)	34,57,828
Income tax expense	6,42,57,900	7,24,13,995
Effective tax rate	25.67%	34.08%

c) Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

	31-Mar-20	31-Mar-19
Property, Plant and Equipment	(14,94,053)	55,42,616
Deferred tax on remeasurements losses on defined benefit plans	(1,09,482)	(88,835)
Deferred tax (assets)/ liabilities	(16,03,534)	54,53,781
Offsetting of deferred tax assets and deferred tax liabilities	(54,53,781)	-
Net Deferred tax (assets)/ liabilities	38,50,246	54,53,781


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(Amount in INR, unless otherwise stated)

25 Changes in accounting policies and disclosures

New and amended standards and interpretations

The Company applied Ind AS 115 for the first time. The nature and effect of the changes as a result of adoption of these new accounting standards are described below.

Several other amendments and interpretations apply for the first time in 2019, but do not have an impact on the financial statements of the Company. The Company has not early adopted any standards, interpretations or amendments that have been issued, but are not yet effective.

Ind AS 115 Revenue from Contracts with Customers

Ind AS 115 supersedes Ind AS 11 Construction Contracts and Ind AS 18 Revenue and it applies, with limited exceptions, to all revenue arising from contracts with customers. Ind AS 115 establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Ind AS 115 requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract. In addition, the standard requires extensive disclosures.


The Company adopted Ind AS 115 using the modified retrospective method of adoption with the date of initial application of 1 April 2018. Under this method, the standard can be applied either to all contracts at the date of initial application or only to contracts that are not completed at this date. The Company elected to apply the standard to all contracts as at 1 April 2018.


The cumulative effect of initially applying Ind AS 115 is recognised at the date of initial application as an adjustment to the opening balance of retained earnings. Therefore, the comparative information was not restated and continues to be reported under Ind AS 11 and Ind AS 18.

On 1 April 2018, the effect of new standard on the company is due to classification, hence, the impact on the Company's retained earnings as at 1 April 2018 is Nil.

Set out below, are the amounts by which each financial statement line item is affected as at and for the year ended 31 March 2020 as a result of the adoption of Ind AS 115 & AS 116. The first column shows amounts prepared under Ind AS 115 and the second column shows what the amounts would have been had Ind AS 115 not been adopted:

ASSETS	31-Mar-20		
	As per Ind AS 115	Previous Ind AS	Increase / (decrease)
Non Current Assets			
Property, Plant and	79,54,87,986	74,12,12,395	5,42,75,591
Capital work-in-progress	3,97,31,823	89,31,516	3,08,00,307
ROU Assets	3,26,42,302	-	3,26,42,302
Financial Assets			
-Loans	1,18,220	1,00,220	18,000
-Other Financial Assets	-	93,71,733	(93,71,733)
Other Non-Current Assets	1,07,50,515	81,16,191	26,34,324
Subtotal (A)	<u>87,87,30,846</u>	<u>76,77,32,056</u>	<u>11,09,98,791</u>
Current Assets			
Inventories	6,27,21,169	4,87,80,193	1,39,40,975
Financial Assets			
-Trade receivables	10,64,91,968	13,69,40,794	(3,04,48,826)
-Cash and cash equivalents	9,70,40,061	3,63,20,940	6,07,19,121
-Other bank balances	77,19,03,121	43,93,13,121	33,25,90,000
-Loans	2,26,13,876	1,66,08,048	60,05,828
-Other Financial Assets			
Other Current Assets	1,27,68,750	99,51,302	28,17,448
Subtotal (B)	<u>1,07,35,38,945</u>	<u>68,79,14,398</u>	<u>38,56,24,546</u>
Total Assets (A+B)	<u><u>1,95,22,69,791</u></u>	<u><u>1,45,56,46,454</u></u>	<u><u>49,66,23,337</u></u>
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	30,00,00,000	3,92,00,000	26,08,00,000
Other Equity	1,04,69,09,549	86,15,12,533	18,53,97,017
Total equity (C.)	<u>1,34,69,09,549</u>	<u>90,07,12,533</u>	<u>44,61,97,017</u>


Atanu Choudhury
Chief Manager (F) & Co. O
Tripura Natural Gas Co. Ltd.
Agartala, Tripura


Pradeep Kumar Mahato
Company Secretary
Ms. Banani Debbarman
Director (Com.)
Tripura Natural Gas Co. Ltd.


(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.,



LIABILITIES

Non Current Liabilities

Contract liabilities*	19,52,33,169		19,52,33,169
Financial Liabilities			
-Borrowings		2,54,07,449	(2,54,07,449)
Lease Liability	3,31,21,298		3,31,21,298
-Other Financial Liabilities			
Provisions	2,95,01,926	2,47,87,936	47,13,990
Deferred Tax Liability	1,81,41,662	1,96,35,715	(14,94,053)
Other Non Current Liabilities	83,80,170	19,19,17,538	(18,35,37,368)
Subtotal (D)	28,43,78,225	26,17,48,637	2,26,29,588

Current Liabilities

Contract liabilities*	2,08,43,505		2,08,43,505
Financial Liabilities			
-Trade Payables			
(i) total outstanding dues of micro and small enterprises	1,41,86,846	1,63,32,515	(21,45,669)
(ii) total outstanding dues other than (i) above	3,15,16,668	4,39,30,828	(1,24,14,160)
-Other Payables	93,03,855	32,75,957	
-Other Financial Liabilities	23,77,66,774	20,46,76,997	3,30,89,777
Provisions	49,02,508	4,37,998	44,64,510
Other Current Liabilities	24,61,860	2,45,30,987	(2,20,69,127)
Subtotal (E)	32,09,82,016	29,31,85,282	2,17,68,836

Total Equity and Liabilities (C+D+E)

1,95,22,69,791	1,45,56,46,452	49,05,95,441
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Statement of profit and loss for the year ended 31 March 2020

	As per Ind AS 115	31-Mar-20 Previous Ind AS	Increase / (decrease)
Revenue from contract with customers	1,18,30,70,593	95,59,42,621	22,71,27,972.03
Other income	6,94,33,522	4,55,85,779	2,38,47,742.38
Total Revenue	1,25,25,04,114	1,00,15,28,400	25,09,75,714
Gas Consumed	39,79,52,056	33,92,62,100	5,86,89,956.00
Excise duty	7,93,09,596	6,40,34,007	1,52,75,589.00
Employee benefits expenses	8,05,22,429	4,20,70,944	3,84,51,485.00
Depreciation and amortization expenses	11,20,40,172	8,42,46,131	2,77,94,041.00
Other expenses	32,58,14,705	25,39,87,416	7,18,27,289.00
Finance Cost	65,78,704	54,29,159	11,49,545.00
Total Expenses	1,00,22,17,662	78,90,29,757	21,31,87,905
Profit before tax	25,02,86,452	21,24,98,643	3,77,87,809
Tax expenses			
Current tax			
- Current Year	6,56,61,922	6,93,43,085	36,81,163.00
- Earlier Years			
Deferred tax charge/ (credit)	(16,03,535)	54,53,781	70,57,316.00
Profit for the period	18,62,28,065	13,77,01,777	4,85,26,288
Other Comprehensive Income	3,17,680	1,67,854	1,49,826.00
Total Comprehensive income	18,65,45,745	13,78,69,631	4,86,76,114
Earnings per share (₹)			
- Basic, profit for the year attributable to ordinary equity holders of the p	62.08	351.28	289.20
- Diluted, profit for the year attributable to ordinary equity holders of the	62.08	351.28	289.20

* This includes Advance from Customers which was earlier presented as a part of Non financial liabilities

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Agartala, Tripura

Pradeep Kumar Mahato
Company Secretary

Ms. Barani Debbarma
Director (Com.)
Tripura Natural Gas Co. Ltd.

(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.



Tripura Natural Gas Company Limited
Notes forming part of Financial Statements

(Amount in INR, unless otherwise stated)

26A Contingent Liabilities

Claims made against the company not acknowledged as debts

Particulars	31-Mar-20	31-Mar-19
Show cause/ demand notices received from government authorities/Other Agencies -	-	-
Sales tax / VAT liability that may arise in respect of matters in appeal -		
Appeal Case No:21-22/Ch.VII/2012 ,TNGCL vs Superintendent of Taxes,Charge-VII,TVAT Assessment FY-2005-06 & 2006-07	1,15,34,682	1,15,34,682
Procurement of Compressor from Galileo GNCArgentina vide	1,73,46,000	-
Appeal has been filed vide No:E/77086/2019-DB dt:17-09-2019 at CESTAT,Kolkata against the Order No:03/Commissioner/CGST/AGT/2019 dated 06.06.2019 by Hon'ble Commissioner, Central Goods & Service Tax, Agartala	3,86,93,975	3,86,93,975
Appeal has been filed vide No:E/77201/2019 dt:10-10-2019 before The Commissioner of CCentral Excise (Appeals),CGST,Guwahati against the Order No:02/Joint Commissioner/CGST/AGT/2019 dated 05.09.2019 by Joint Commissioner, Central Goods & Service Tax, Agartala	58,97,409	-
SOD (SCN) No. IV(15)14/CE/ACA/DEMAND/ DIV-I/2019/4446 dated 16.01.2019 by Asst. Commissioner, Central Goods & Service Tax, Agartala	22,47,371	-
	7,57,19,437	5,02,28,657

26B Commitments

	31-Mar-20	31-Mar-19
a.Estimated amount of Contracts remaining to be executed on Capital Account and not provided for (Net of Advances)	45,28,02,939	14,12,23,790

- a) The Company does not expect any reimbursement in respect of the above contingent liabilities
b) It is not practicable to estimate the timing of cash outflows, if any, in respect of matters above, pending resolution of the arbitration/ appellate proceedings

27 Related Party transactions

(A) Names of Related parties and nature of related party relationships

(a) Entities which exercise control/ joint-control/ significant influence over the company

Gail (India) Limited
Tripura Industrial Development Corporation Limited
Assam Gas Company Limited

(b) Key management personnel

Mr. Biswabrata Sinha-Managing Director
Mr. Banani Debbarman - Director (Commercial)
Mr. Atanu Dutta Chaudhary- CFO
Mr.Pradeep Kr. Mahato-CS

The following table provides the total amount due to or due from the related parties as on 31st March 2020 and 31 March 2019

(Signatures and Stamps)

Atanu Dutta Chaudhary
Chief Manager (IF) & C.O
Tripura Natural Gas Co. Ltd
Agartala, Tripura

Pradeep Kumar Mahato
Company Secretary

Banani Debbarman
Director (Commercial)
Tripura Natural Gas Co. Ltd.,

(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.,

S.A. MAJUMDAR & ASSOCIATES
AGARTALA
MN-50476
FRN-312832E
Chartered Accountants

Particulars	31-Mar-20	31-Mar-19
Gail (India) Limited		
Sale/ Purchase of goods	1,11,28,799	2,74,64,665
Other-Director Salary & Perks Payable	41,64,449	25,48,335
Total	1,52,93,248	3,00,13,000
Tripura Industrial Development Corporation Limited		
Lease arrangements	19,91,780	7,39,807
Other (Electricity Charges payable to TIDC)	1,03,949	-
Total	20,95,729	7,39,807

28 Segment Reporting

The Company has a single operating segment that is "Sale of Natural Gas". Accordingly, the segment revenue, segment results, segment assets and segment liabilities are reflected by the financial statements themselves as at and for the financial year ended 31st March 2020.

Entity wide disclosures:

I. Information about products and services:

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

II. Geographic Informations:

The company operates presently in the business of city gas distribution in India. Accordingly, revenue from customers and all assets are located in India only.


III. Information about major customers:

The number of customers during the year ended 31st March 2020 were 7 and the number of customers during the year ended 31 March 2019 were 7 contributed to more than 16.02% of the PNG Revenue individually. PNG Revenue from these customers was INR 6,51,76,783 and INR 4,81,34,446 during the year ended 31st March 2020 and 31 March 2019 respectively. In case of CNG, Sales to IOCL during the year ended 31st March, 2020 contributed to more than 16.23% of the CNG Revenue. CNG Revenue from IOCL were INR 12,59,57,402/- and INR 48,38,3240 during the year ended 31st March, 2020 and 31 March 2019 respectively.


Atan. Datta Choudhury
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Agartala, Tripura


Pradeep Kumar Mahato
Company Secretary


Ms. Banani Debbarman
Director (Com.)
Tripura Natural Gas Co. Ltd.


B. SINHA
Managing Director,
Tripura Natural Gas Co. Ltd.



(Amount in INR, unless otherwise stated)

29 Financial risk management

The Company's financial risk management is an integral part of how to plan and execute its business strategies. This note explains the sources of risk which the entity is exposed to and how the company manages the risk. The Company is exposed to market risk, credit risk and liquidity risk.

The Company board of directors has overall responsibility for the establishment and oversight of the company's risk management framework.

1. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. It is a risk of changes in market prices such as foreign exchange rates and interest rates that will affect Company's income or the value of its holding of financial instruments.

(a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates. The company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and investing in fixed interest instruments.

Sensitivity analysis:

The table below summarizes the impact of a potential increase or decrease on the Company's profit before tax, as applied to the variable element of interest rates on loans and borrowings. The increase/decrease is based on management estimates of potential interest rate movements.

Reporting period	Increase/decrease in basis points	Effect on profit before tax
31 March 2020		
Secured loan from SBI A.D.Nagar Branch	+100	-
Secured loan from SBI A.D.Nagar Branch	-100	-
31 March 2019		
Secured loan from SBI A.D.Nagar Branch	+100	-45,45,485
Secured loan from SBI A.D.Nagar Branch	-100	-45,45,485

The sensitivity analysis is limited only to variable rate loans and borrowings and is conducted with all other variables held constant. The analysis is prepared with the assumption that the amount of variable rate liability outstanding at the balance sheet date was outstanding for the whole year.

(b) Foreign currency risk

The Company does not have significant exposure in currency other than INR.

2. Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system.

The contractual maturities of the Company's financial liabilities are presented below:

As at 31st March 2020	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
Interest-bearing loans and borrowings-Interest Payable	-	-	-	-	-	-
Interest-bearing loans and borrowings-Principal Payable	-	-	-	-	-	-
Trade and other payables	-	4,57,03,514	-	-	-	4,57,03,514
Expenses Payable	-	93,03,855	-	-	-	93,03,855
Liability For Capital Expenditure	-	2,40,18,867	-	-	-	2,40,18,867
Security Deposit (From Major Industrial Consumers)	29,74,350	-	-	-	-	29,74,350
Security Deposit Collected from the Consumers	11,79,28,263	-	-	-	-	11,79,28,263
Security Deposit Collected from Contractors	-	4,13,64,264	3,48,15,408	-	-	7,61,79,672
Earnest Money Deposit (EMD)	-	-	65,40,737	-	-	65,40,737
Security Deposit (Galileo)	-	-	-	-	-	-
Security Deposit/Retention Money(Suppliers)	-	34,09,562	67,15,323	-	-	1,01,24,885
Total	12,09,02,613	12,38,00,062	4,80,71,468	-	-	29,62,63,337

As at 31 March 2019	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
Interest-bearing loans and borrowings-Interest Payable	-	7,46,949	25,09,121	-	-	32,56,070
Interest-bearing loans and borrowings-Principal Payable	-	32,53,051	4,61,54,398	-	-	4,94,07,449
Trade and other payables	-	2,74,64,665	-	-	-	2,74,64,665
Expenses Payable	-	3,32,03,377	-	-	-	3,32,03,377
Liability For Capital Expenditure	-	1,04,07,682	-	-	-	1,04,07,682
Security Deposit (From Major Industrial Consumers)	22,09,350	-	-	-	-	22,09,350
Security Deposit Collected from the Consumers	9,89,67,018	-	-	-	-	9,89,67,018
Security Deposit Collected from Contractors	-	4,65,75,610	80,00,019	-	-	5,45,75,629
Earnest Money Deposit (EMD)	-	-	28,81,288	-	-	28,81,288
Security Deposit (Galileo)	34,89,194	-	-	-	-	34,89,194
Security Deposit/Retention Money(Suppliers)	-	76,65,898	5,80,938	-	-	81,46,836
Total	10,46,65,562	12,92,17,232	6,01,25,764	-	-	29,40,08,558

Atanu Choudhury
Chief Manager (F) & CFO
Tripura Natural Gas Co. Ltd.
Agartala, Tripura

Kumar Mahato
Company Secretary

Ms. Banerjee
Director
Tripura Natural Gas Co. Ltd.

(B. SINHA)
Managing Director,
Tripura Natural Gas Co. Ltd.



3. Credit risk

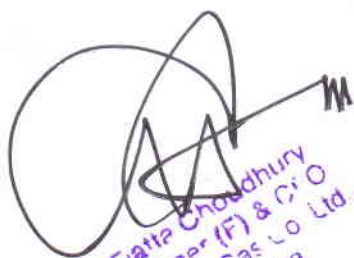
Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The carrying amount of financial assets represents the maximum credit exposure. There are no Impairment losses on financial assets to be recognised in statement of profit and loss as on 31 March 2020 and for the comparative period as on 31 March 2019.

Trade and other receivables: The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The management does not expect any significant credit risk out of exposure to trade and other receivables, as the major part of the revenue is contributed by either through cash sales or sales to government owned oil marketing companies like IOCL with a credit period ranging from 3 days to 45 days. Accordingly company does not expect any impairment loss on trade receivables.


The Board has established Credit Policy under which each customer is analysed individually for creditworthiness before the Company's standard payment and delivery terms and conditions are offered. The summary of the company's product wise Credit Period is tabulated below:

Product	Credit period
1. Compressed Natural Gas (CNG)	
(a) Oil Marketing Companies like IOCL etc.,	7 Days from the Invoice Receipt date
(c) Others	Cash and Carry Basis
2. Piped Natural Gas (Domestic)	15 Days from the Invoice date
3. Piped Natural Gas (Industrial)	3 Days from the Invoice Receipt date
4. Piped Natural Gas (Commercial)	15 Days from the Invoice Receipt date

Cash and cash equivalents: The company held cash and cash equivalents of INR 9,70,40,061 as at 31 March 2020 (31 March 2019: INR 3,63,20,940.2). The cash and cash equivalents are held with public sector banks and leading private sector Bank. There is no impairment on cash and cash equivalents as on the reporting date and the comparative period.


Alankar Datta Choudhury
Chief Manager (F) & C.O.
Tnpura Natural Gas Co. Ltd
Agartala, Tripura


Pradeep Kumar Mahato
Company Secretary


Banani Chatterjee
Ms. Director (Com.)
Tnpura Natural Gas Co. Ltd.,


(B. SINHA)
Managing Director,
Tnpura Natural Gas Co. Ltd.,



(Amount in INR, unless otherwise stated)

30 Capital management

For the purpose of the Company's capital management, capital includes issued capital and all other equity reserves attributable to the equity holders of the parent. The Company aims to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to its shareholders. The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

31 Accounting classifications and fair value measurements

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Set out below is a comparison by class of the carrying amounts and fair values of the Company's financial instruments that are carried in the financial statements:

As at 31st March 2020, the Company held the following financial instruments carried at fair value on the statement of financial position:


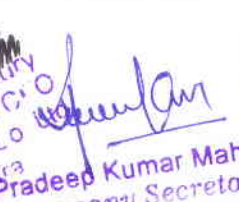
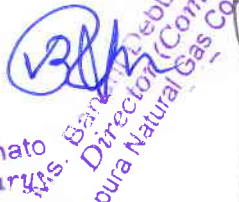
Particulars	Carrying amount	Fair value	Fair value		
	31-Mar-20	31-Mar-20	Level 1	Level 2	Level 3
Financial assets at amortised cost:					
Non current					
Loans and receivables	1,18,220	1,18,220			
Other Financial assets	86,83,066	86,83,066			
Current					
Trade receivables	10,64,91,968	10,64,91,968			
Cash and cash equivalents	9,70,40,061	9,70,40,061			
Other bank balances	77,19,03,121	77,19,03,121			
Loans	2,26,13,876	2,26,13,876			
Other Financial Assets					
Total	1,00,68,50,312	1,00,68,50,312			
Financial liabilities at amortised cost:					
Non current					
Borrowings					
Other Financial Liabilities					
Current					
Trade Payables					
(i) total outstanding dues of micro and small enterprises	1,41,86,846	1,41,86,846			
(ii) total outstanding dues other than (i) above	3,15,16,668	3,15,16,668			
Other Financial Liabilities	23,77,66,774	23,77,66,774			
Total	28,34,70,288	28,34,70,288			

The carrying amounts of trade receivables, cash and cash equivalents, other bank balances, loans, bank deposits, trade payables and other financial liabilities are considered to be same as their fair values, due to their short term nature.

As at 31 March 2019, the Company held the following financial instruments carried at fair value on the statement of financial position:

Particulars	Carrying amount	Fair value	Fair value		
	31-Mar-19	31-Mar-19	Level 1	Level 2	Level 3
Financial assets at amortised cost:					
Non current					
Loans and receivables	1,00,220	1,00,220			
Other Financial assets	93,71,733	93,71,733			
Current					
Trade receivables	13,69,40,794	13,69,40,794			
Cash and cash equivalents	3,63,20,940	3,63,20,940			
Other bank balances	43,93,13,121	43,93,13,121			
Loans	1,66,08,048	1,66,08,048			
Other Financial Assets					
Total	63,86,54,856	63,86,54,856			
Financial liabilities at amortised cost:					
Non current					
Borrowings	2,54,07,449	2,54,07,449			
Other financial liabilities					
Current					
Trade Payables					
(i) total outstanding dues of micro and small enterprises	1,63,32,515	1,63,32,515			
(ii) total outstanding dues other than (i) above	4,39,30,828	4,39,30,828			
Other Financial Liabilities	20,46,76,997	20,46,76,997			
Total	29,03,47,789	29,03,47,789			

The carrying amounts of trade receivables, cash and cash equivalents, other bank balances, loans, bank deposits, trade payables and other financial liabilities are considered to be same as their fair values, due to their short term nature.

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 Tripura Natural Gas Co. Ltd.
 Agartala, Tripura

Pradeep Kumar Mahato
 Company Secretary
 Tripura Natural Gas Co. Ltd.
 Agartala, Tripura

B. SINHA
 Managing Director,
 Tripura Natural Gas Co. Ltd.



32 Earnings Per Share (EPS)

	31-Mar-20 INR	31-Mar-19 INR
a) Basic earning per share		
Basic earning per share attributable to the equity holders of the company	62.08	351.28
b) Diluted earning per share		
Diluted earning per share attributable to the equity holders of the company	62.08	351.28

Basic EPS amounts are calculated by dividing the profit/ (loss) for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

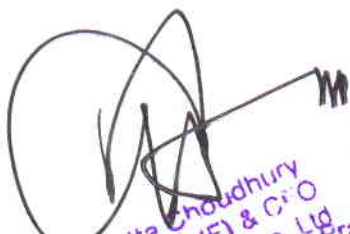
Diluted EPS amounts are calculated by dividing the profit/ (loss) attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:


	31-Mar-20 INR	31-Mar-19 INR
Profit attributable to equity holders of the Company:		
Continuing operations	18,62,28,065	13,77,01,777
Discontinued operation	-	-
Profit attributable to equity holders of the Company for basic earnings	18,62,28,065	13,77,01,777
Profit attributable to equity holders of the Company adjusted for the effect of dilution	18,62,28,065	13,77,01,777
Weighted average number of Equity shares for basic EPS *	3000000	392000
Effect of dilution:		
Weighted average number of Equity shares adjusted for the effect of dilution *	3000000	392000

* The weighted average number of shares takes into account the weighted average effect of changes in treasury share transactions during the year. There have been no other transactions involving Equity shares or potential Equity shares between the reporting date and the date of authorisation of these financial statements.

33 Previous year's figures have been regrouped/ reclassified whichever necessary to correspond with the current year's classification/ disclosure.


Atanu Datta Choudhury
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Pradeep Kumar Mahato
Company Secretary


Banani Debbarman
Director (Com.)
Tripura Natural Gas Co. Ltd.


B. Sinha
Managing Director
Tripura Natural Gas Co. Ltd.



34 Recent Indian Accounting Standards (Ind AS)

Ministry of Corporate Affairs ("MCA"), through Companies (Indian Accounting Standards) Amendment Rules, 2019 and Companies (Indian Accounting Standards) Second Amendment Rules, has notified the following new and amendments to Ind ASs which the Company has not applied as they are effective from April 1, 2019:

a) Ind AS 116

On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 116, Leases. Ind AS 116 will replace the existing leases Standard, Ind AS 17 Leases, and related Interpretations. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lessee accounting model for lessees and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17.

The effective date for adoption of Ind AS 116 is annual periods beginning on or after April 1, 2019. The standard permits two possible methods of transition:

- Full retrospective – Retrospectively to each prior period presented applying Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- Modified retrospective – Retrospectively, with the cumulative effect of initially applying the Standard recognized at the date of initial application.

Under modified retrospective approach, the lessee records the lease liability as the present value of the remaining lease payments, discounted at the incremental borrowing rate and the right of use asset either as:

- Its carrying amount as if the standard had been applied since the commencement date, but discounted at lessee's incremental borrowing rate at the date of initial application or
- An amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS 17 immediately before the date of initial application.

Certain practical expedients are available under both the methods. The Company is still evaluating the method to be adopted for the application of new lease standard.

b) Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments

On March 30, 2019, Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition -

- Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and
- Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The Company is evaluating requirements of the amendment and the effect on the financial statements is being evaluated.

c) Amendment to Ind AS 12 – Income taxes

On March 30, 2019, Ministry of Corporate Affairs issued amendments to the guidance in Ind AS 12, 'Income Taxes', in connection with accounting for dividend distribution taxes. The amendment clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events. Effective date for application of this amendment is annual period beginning on or after April 1, 2019.

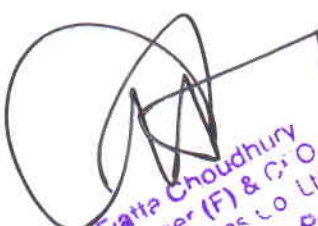
Company does not expect any impact of the amendment on its financial statements in FY 2019-20.

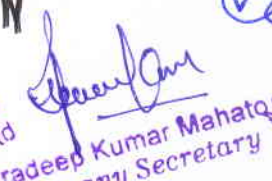
d) Amendment to Ind AS 19 – plan amendment, curtailment or settlement

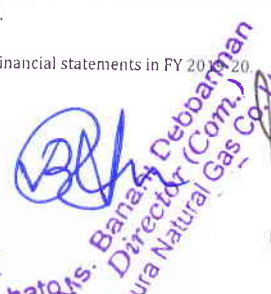
On March 30, 2019, Ministry of Corporate Affairs issued amendments to Ind AS 19, 'Employee Benefits', in connection with accounting for plan amendments, curtailments and settlements. The amendments require an entity:


- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling.

Company does not expect any impact of the amendment on its financial statements in FY 2019-20.


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