



SANAT & ASSOCIATES

CHARTERED ACCOUNTANTS

43, H.G. Basak Road, (Near tripurainfo.com),
Post Office Chowmuhani, Agartala - 799001, Tripura

e-mail: sanatassociatesho21@gmail.com

Branch Office: 28/6, Gariahat Road South, Kolkata - 700031

CA. Dinen Majumdar

B.Com, FCA

Tel.: 9436581502 / 8787354119

CA. Gautam Saha

B.Com (Hons), FCA

Tel.: 9903099251

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 of the balance sheet as at 31st March 2022, 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 31st March 2022, 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.



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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.

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.

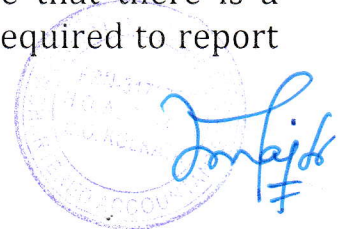
Information other than the financial statements and auditors' report thereon

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.





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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 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



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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.
- 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



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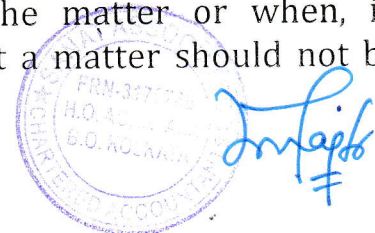
attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company 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





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communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

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;

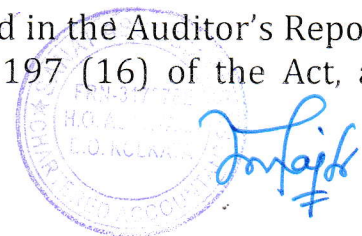
(c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;

(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 31st March 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022, from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to 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





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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;

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 SANAT & ASSOCIATES

Chartered Accountants

Firm Registration No.317076E

Place:Agartala

Date: 11.05.2022



CA Dinen Majumdar

Managing Partner

(Membership No. 504491)

UDIN : 22504491AITZYD4731



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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 period ended 31st March 2022.

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.

During the FY 2021-22, physical verification of all the Fixed assets has been just started. However, the said physical verification has not been completed by the management 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

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financial statements, the lease agreements are in the name of the Company.

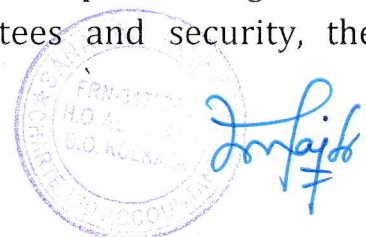
2. The inventory of the Company comprises of stores and spares and inventory of natural gas. On the basis of information's and explanations provided by the management, the Company has a regular programme of physical verification of inventories of stores and spares. In our opinion, the frequency of such verification is reasonable.

During the FY 2021-22, physical verification of all the PNG connection materials and CNG store materials has been just started. However, the said physical verification has not been completed by the management 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.

The Company has also estimated and accounted the natural gas and CNG that remains in the pipe line network and the CNG cascades etc.

Accordingly, we were unable to comment on whether any material discrepancies were noticed on such verification of CNG store materials and the stock of CNG at the DBS, LCV and Mother stations and whether they are properly dealt with in the financial statements.

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





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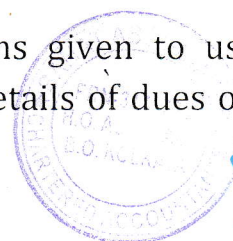
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Company has complied with the provisions of sections 185 and section 186 of the Companies Act, 2013.

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 31st March 2022, 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-



[Signature]

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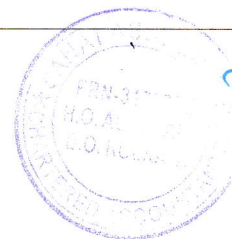
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tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute are as follows:

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	Order from High Court of Tripura has been received. The matter has been forwarded to Advocate S C Kamra, New Delhi for filing appeal at Supreme Court.
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	CESTAT, Kolkata
Central Excise Act, 1944	Excise Duty	19.71	01.05.2018 to 31.10.2018	Order has been passed by Commissioner(Appeals), CGST, Guwahati. The matter has been forwarded to Advocate S C Kamra. Filing will be complete with CESTAT, Kolkata before 08.06.2022.





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(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 and high court passed order no:CRP/39/2016 dt:05-01-2021 waiving off the penalty amount of Rs.49,97,439/- keeping the rest demand of Rs.90,85,962/- (Rs.48,97,439 TVAT Amount and Rs.41,88,523/- as it is. The Company has decided to file appeal against the said order in Supreme Court/Applicable Higher Authority.

(b) Case -TNGCL vs CESTAT,Kolkata

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,



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Agartala .The total demand raised by the Commissioner, Central Goods & Service Tax, Agartala Rs.3,86,93,975/-.

(c) Case -TNGCL vs Commissioner of Central Excise (Appeals),CGST,Guwahati

Appeal has been filed vide No:E/77201/2019 dt:10-10-2019 before The Commissioner of Central 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. The total demand raised by the Joint Commissioner, Central Goods & Service Tax, Agartala Rs. 58,97,409 /-.The Commissioner(Appeals) Guwahati vide Order No:04/AGT/CE(A)GHV/2020 dt:29.12.2020 has passed order confirming the Central Excise Duty amount of Rs.58,97,409/- confirming the demand of interest as unchanged and penalty of Rs.5,89,741/-.

The Company has filed appeal at the CESTAT, Kolkata on 13-04-2021.

8. In our opinion and according to the information and explanations given to us, the company has no outstanding dues to any financial institutions or banks or any government or any debenture holders during the year. Accordingly, paragraph 3 (viii) of the order is not applicable.
9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.





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11. In our opinion and according to the information and explanations given to us, the Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
13. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of 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.





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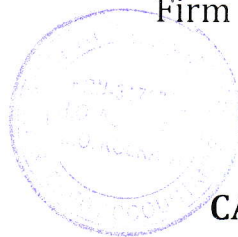
For SANAT & ASSOCIATES

Chartered Accountants

Firm Registration No.316076E

Place:Agartala

Date: 11.05.2022



CA Dinen Majumdar

Managing Partner

(Membership No.504491)

UDIN : 22504491AITZYD4731



SANAT & ASSOCIATES

CHARTERED ACCOUNTANTS

43, H.G. Basak Road, (Near tripurainfo.com),

Post Office Chowmuhani, Agartala - 799001, Tripura

e-mail: sanatassociatesho21@gmail.com

Branch Office: 28/6, Gariahat Road South, Kolkata - 700031

CA. Dinen Majumdar

B.Com, FCA

Tel.: 9436581502 / 8787354119

CA. Gautam Saha

B.Com (Hons), FCA

Tel.: 9903099251

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 2022.

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”)

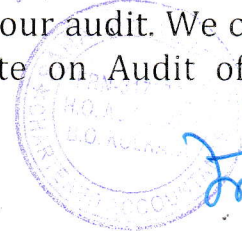
We have audited the internal financial controls over financial reporting of Tripura Natural Gas Company Limited (“the Company”) as at 31st March 2022, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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



[Signature]



SANAT & ASSOCIATES

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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.

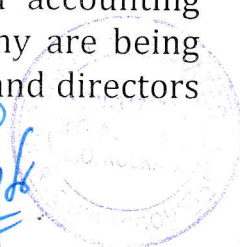
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal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

Sanat



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CA. Dinen Majumdar**B.Com, FCA**

Tel.: 9436581502 / 8787354119

CA. Gautam Saha**B.Com (Hons), FCA**

Tel.: 9903099251

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.

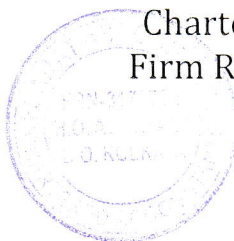
Opinion

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 31st March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SANAT & ASSOCIATES

Chartered Accountants

Firm Registration No.316076E

**CA Dinen Majumdar**
Managing Partner

(Membership No. 504491)

Place: Agartala

Date: 11.05.2022

UDIN : 22504491AITZYD4731

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CA. Dinen Majumdar

B.Com, FCA

Tel.: 9436581502 / 8787354119

CA. Gautam Saha

B.Com (Hons), FCA

Tel.: 9903099251

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	We have found no funds received/ receivable for specific schemes from central/	Nil

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CA. Gautam Saha

B.Com (Hons), FCA

Tel.: 9903099251

from central/ state agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation	state agencies which were not properly accounted for/ utilized as per its term and conditions.	
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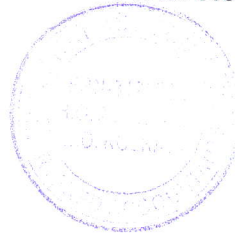
For SANAT & ASSOCIATES

Chartered Accountants

Firm Registration No.316076E

Place:Agartala

Date:11.05.2022

**CA Dinen Majumdar**
Managing Partner

(MembershipNo.504491)

UDIN : 22504491AITZYD4731

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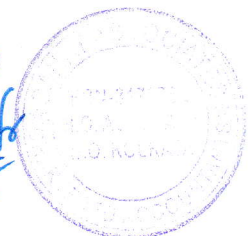
Tel.: 9436581502 / 8787354119

CA. Gautam Saha**B.Com (Hons), FCA**

Tel.: 9903099251

**Sub-Directions under section 143(5) of the Companies Act, 2013 for
the Financial Year 2021-22**

Sr. No.	Query	Reply
1	Whether the company's pricing policy absorbs all fixed and variable cost of production and the overheads allocated at the time of fixation of price?	Yes, the company's pricing policy absorbs all fixed and variable cost production and the overheads allocated at the time of fixation of price.
2	Comment on the confirmation of balances of trade receivables, trade payable, term deposit, bank accounts and cash obtained.	Confirmation of balances have been obtained for term deposits, bank accounts and cash. Letter for confirmation of balances have been issued to all the major individual consumers.
3	Whether the company has effective system for recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been properly recorded in the books of accounts?	The company has an effective system for recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been properly recorded in the books of account. The company has computerised system for billing of its PNG Consumers and outstanding recoveries are made as per the system.
4	Comment on the accuracy of capital reserve created during the year and amount of depreciation charged there against.	The company has created capital reserve during the year and the amount of depreciation has been charged there on as per Companies Act, 2013.



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CA. Dinen Majumdar**B.Com, FCA**

Tel.: 9436581502 / 8787354119

CA. Gautam Saha**B.Com (Hons), FCA**

Tel.: 9903099251

Sr. No.	Query	Reply
5	Whether the operating and maintenance expenses are of revenue nature only and hence chargeable to Profit & Loss account?	The operating and maintenance expenses are of revenue nature only and hence chargeable to Statement of Profit & Loss.

**For SANAT & ASSOCIATES
CHARTERED ACCOUNTANTS**

FRN 316076E

Date :11.05.2022

Place : Agartala

**CA. Dinen Majumdar**

Managing Partner

Membership No. 504491

UDIN : 22504491AITZYD4731

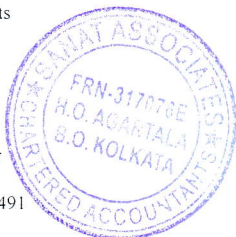
Tripura Natural Gas Company Limited
Balance Sheet as at 31 st March 2022
(Amount in INR, unless otherwise stated)

Particulars	Note	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non Current Assets			
Property, Plant and Equipment	3	1,06,27,29,800	1,04,78,83,307
Capital work-in-progress	3 & 3B	22,77,69,866	12,23,34,485
ROU ASSET	3A	4,53,42,080	4,94,05,129
Financial Assets		-	-
-Loans	4A	10,74,595	10,74,595
-Other Financial Assets	4B	-	-
Other Non-Current Assets	6	2,35,57,125	2,15,38,521
Subtotal (A)		1,36,04,73,467	1,24,22,36,037
Current Assets			
Inventories	7	8,33,86,904	5,62,96,226
Financial Assets		-	-
-Trade receivables	8 & 8A	11,44,09,182	10,51,92,277
-Cash and cash equivalents	9A	35,84,34,657	7,99,56,178
-Other bank balances	9B	61,85,47,404	76,72,81,146
-Loans	4A	1,64,72,337	1,37,90,876
-Other Financial Assets	4B	-	-
Other Current Assets	6	12,98,79,008	60,25,583
Subtotal (B)		1,32,11,29,492	1,02,85,42,285
Total Assets (A+B)		2,68,16,02,958	2,27,07,78,323
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	10	30,00,00,000	30,00,00,000
Other Equity	11	1,49,34,70,927	1,25,82,19,981
Total equity (C.)		1,79,34,70,927	1,55,82,19,981
LIABILITIES			
Non Current Liabilities			
Contract liabilities	17	22,23,42,166	20,87,75,995
Financial Liabilities			
-Borrowings	12	2,76,80,823	-
-Other Financial Liabilities	14	-	-
Lease Liabilities-Non Current	14	3,40,70,217	2,64,34,272
Provisions	15	2,66,71,961	2,87,50,654
Deferred Tax Liability	5	3,30,36,753	2,62,59,392
Other Non Current Liabilities	16	68,65,544	75,86,236
Subtotal (D)		35,06,67,464	29,78,06,549
Current Liabilities			
Contract liabilities	17	2,47,40,391	2,34,37,568
Financial Liabilities			
-Trade Payables			
(i) total outstanding dues of micro and small enterprises	13A	3,32,87,986	5,43,66,982
(ii) total outstanding dues other than (i) above	13A	9,26,90,349	1,85,41,659
-Other Payables	13B	3,42,500	7,70,200
-Other Financial Liabilities	14	26,53,43,798	27,57,54,331
Lease Liabilities-Current		1,36,93,831	2,51,72,012
Provisions	15	10,47,75,745	1,28,69,365
Other Current Liabilities	16	25,89,968	38,39,676
Subtotal (E)		53,74,64,568	41,47,51,793
Total Equity and Liabilities (C+D+E)		2,68,16,02,958	2,27,07,78,323

Refer accompanying notes to the financial statements

In terms of our report of even date
For SANAT & ASSOCIATES
Chartered Accountants
FRN: 317076E

CA. Dinen Majumdar
Partner
Membership No: 504491



Banani Debbarman
(Director Commercial)
DIN -08119962

Banani Debbarman
Director (Com.),
TNGCL, Tripura.

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

Pradeep Kr. Mahato
Company Secretary,
TNGCL, Agartala.

A. Anbarasan
(Managing Director)
DIN -09236359

(A. ANBARASAN)
Managing Director,
Tripura Natural Gas Co. Ltd.,
Kunjaban, Agartala Tripura (M).

Subrata Debnath
(Chief Financial Officer)
Membership No-M/32854

SUBRATA DEBNATH
Chief Financial Officer,
TNGCL, Tripura.

Place: Agartala
Date: 11-05-2022

Tripura Natural Gas Company Limited
Statement of Profit & Loss for the Period ended 31 st March 2022
(Amount in INR, unless otherwise stated)

Particulars	Note No.	As at 31 March 2022	As at 31 March 2021
I. Revenue from Operations (Gross)	18	1,69,17,24,461	1,21,85,10,657
II. Other Income	19	6,13,59,494	6,37,80,674
III Total Income (I+II)		1,75,30,83,956	1,28,22,91,331
Purchase of gas	20	48,05,52,724	29,57,73,865
Change in inventories	20	(4,51,210)	(4,09,116)
Excise duty		11,42,54,613	7,63,59,202
Employee benefits expenses	21	6,49,88,720	6,57,90,335
Depreciation and amortization expenses	3	15,13,73,865	14,75,15,404
Finance Cost	22	41,49,306	42,82,386
Other expenses	23	56,31,58,979	38,51,74,265
IV. Total Expenses		1,37,80,26,997	97,44,86,341
V. Profit before Tax (III - IV)		37,50,56,959	30,78,04,990
VI. Tax Expenses		11,70,48,844	9,02,50,704
- Current Year	24	10,81,45,933	8,04,38,335
- Earlier Years	24	33,22,651	16,94,640
Deferred Tax	9	55,80,260	81,17,729
VII. Profit for the Period (V-VI)		25,80,08,115	21,75,54,286
Other Comprehensive income			
VIII. Items that will not be reclassified to profit or loss in subsequent periods			
Remeasurement gain/ (losses) of defined benefit obligations		(12,54,916)	(90,104)
Income tax effect relating to these items		3,21,635	23,094
		(9,33,281)	(67,010)
IX. Net other comprehensive loss not to be reclassified to profit or loss in subsequent periods		(9,33,281)	(67,010)
Total comprehensive income (VII+ IX)		25,70,74,834	21,74,87,276

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

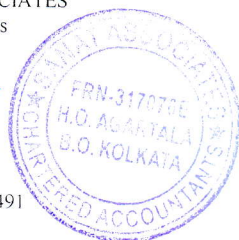
- Basic
- Diluted

86.00
86.00

72.52
72.52

In terms of our report of even date
For SANAT & ASSOCIATES
Chartered Accountants
FRN: 317076E

CA. Dinen Majumdar
Partner
Membership No: 504491



Banani Debbbarman
(Director Commercial)
DIN -08119962
Banani Debbbarman
Director (Com.),
TNGCL, Tripura.

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

Pradeep Kr. Mahato
Company Secretary,
TNGCL, Agartala.

A. Anbarasan
(Managing Director)
DIN -09236359
(A. ANBARASAN)
Managing Director,
Tripura Natural Gas Co. Ltd.,
Kunjaban, Agartala Tripura (M).

Subrata Debnath
(Chief Financial Officer)
Membership No-M/32854

SUBRATA DEBNATH
Chief Financial Officer,
TNGCL, Tripura.

Place: Agartala
Date: 11-05-2022

Tripura Natural Gas Company Limited
Statement of Cash Flows for the year ended 31 March 2022
(Amount in INR, unless otherwise stated)

Particulars	As at 31 March 2022	As at 31 March 2021
Cash Flow from Operating Activities		
Profit / (loss) before tax	37,50,56,959	30,78,04,990
Adjustment to reconcile profit before tax to net cash flows		
Depreciation and amortisation	15,13,73,865	10,54,93,130
Interest income	(3,10,93,913)	(3,29,70,102)
Finance costs (including fair value change in financial instruments)	41,49,306	42,82,386
Miscellaneous Receipts	(47,66,939)	(69,23,453)
Operating Profit before Working Capital changes	49,47,19,278	37,76,86,951
Movements in working capital :		
Increase/(Decrease) in trade payables	5,30,69,694	1,84,88,912
Increase/(Decrease) in other payables	(4,27,700)	1,82,560
Increase/(Decrease) in provisions	8,98,27,687	71,25,481
Increase/(Decrease) in Other Financial Liabilities	(1,04,10,533)	3,79,87,557
Increase/(Decrease) in Non Financial Liabilities	(19,70,400)	5,83,882
Increase/(Decrease) in Contract liabilities	1,48,68,994	1,61,36,888
Increase / (Decrease) in Lease Liability	(38,42,236)	1,84,84,986
Decrease / (Increase) in Non Financial assets	(12,58,72,029)	(40,44,839)
(Increase)/Decrease in trade receivables	(92,16,905)	12,99,691
(Increase)/Decrease in Inventories	(2,70,90,678)	64,24,943
Decrease / (Increase) in Loans	(26,81,461)	78,66,625
Decrease / (Increase) in ROU Asset	40,63,049	(1,67,62,827)
Decrease / (Increase) in Other Financial assets		
Less : Direct Tax paid (net of refunds)	(10,99,21,119)	(8,11,55,015)
I. Net Cash Flow from Operating Activities	36,51,15,640	39,03,05,796
Cash Flow from Investing Activities:		
Purchase of fixed assets	(16,28,05,524)	(35,79,97,942)
Decrease/(Increase) in Capital Work in Progress	(10,54,35,381)	(8,26,02,662)
Increase / (Decrease) in Share Capital	-	-
Interest income	3,10,93,913	3,29,70,102
Refund from Income Tax Dept	-	1,85,24,040
Redemption / (increase) in Investments	14,87,33,742	46,21,975
II. Net cash flow (used in) investing activities	(8,84,13,250)	(38,44,84,487)
Net Cash Flow From Financing Activities:		
Repayment of long term borrowings	2,76,80,823	-
Interest paid	(41,49,306)	(42,82,386)
Dividend paid	(2,17,55,429)	(1,86,22,807)
III. Net cash flow (used in) financing activities	17,76,088	(2,29,05,193)
IV. Net (decrease) / In cash and cash equivalents (I+II+III)	27,84,78,478	(1,70,83,884)
Cash and cash equivalents (Opening)	7,99,56,179	9,70,40,062
Cash and cash equivalents (Closing)	35,84,34,657	7,99,56,179

Debnath
SUBRATA DEBNATH
 Chief Financial Officer,
 TNGCL, Tripura.

Pradeep Kr. Mahato
Pradeep Kr. Mahato
 Company Secretary,
 TNGCL, Agartala.

Benani Debbarman
Benani Debbarman
 Director (Com.),
 TNGCL, Tripura.

(A. ANBARASAN)
(A. ANBARASAN)
 Managing Director,
 Tripura Natural Gas Co. Ltd.
 Kunjaban, Agartala Tripura (M)



Tripura Natural Gas Company Limited
Statement of Changes in Equity for the period ended 31 March 2022
(Amount in INR, unless otherwise stated)

(a) Equity Share Capital

SL.No	Shares held by Promoters at the end of the year			% Change During the Year	Amounts in INR
	Promoters Name	No. of Shares	% of Total Shares		
	Equity shares of Rs. 100 each issued, subscribed and fully paid				
01	Gail India Limited	14,69,388	48.98%	-	14,69,38,800
02	Tripura Industrial Development Corporation Limited	7,65,306	25.51%	-	7,65,30,600
03	Assam Gas Company Limited	7,65,306	25.51%	-	7,65,30,600
	As at 31 March 2021	30,00,000	100.00%	0.00%	30,00,00,000
01	Gail India Limited	14,69,388	48.98%	-	14,69,38,800
02	Tripura Industrial Development Corporation Limited	7,65,306	25.51%	-	7,65,30,600
03	Assam Gas Company Limited	7,65,306	25.51%	-	7,65,30,600
	Issue of share capital	-	-	-	-
	As at 31 March 2022	30,00,000	100.00%	0.00%	30,00,00,000

Debnath
SUBRATA DEBNATH
Chief Financial Officer,
TNGCL, Tripura.

Pradeep Kr. Mahato
Pradeep Kr. Mahato
Company Secretary,
TNGCL, Agartala.

Banani Debnath
Banani Debnath
Director (Com.),
TNGCL, Tripura.

(A. ANBARASAN)
(A. ANBARASAN)
Managing Director,
Tripura Natural Gas Co. Ltd.,
Kunjaban, Agartala Tripura (M).



Tripura Natural Gas Company Limited
Statement of Changes in Equity for the period ended 31 March 2022
(Amount in INR, unless otherwise stated)

(b) Other equity

For the period ended 31 March 2022:

Attributable to the equity shareholders		
	Retained Earnings	Retained earnings
As at 31 March 2020	1,04,69,09,550	
Profit for the year	21,75,54,286	1,26,44,63,836
Other comprehensive income & Adjustments	90,104	
Reversal of excess Sales booked in FY-2018-19	(36,84,124)	
Adjustment for Depreciation & Interest on ROU Asset	(4,25,490)	
Reversal of Consultancy Chgs of Mecon related to Galileo Compressor	(5,54,436)	
Adjustment for Income Tax Refund 2018-19	1,77,26,351	
Tax Deducted at Source adjusted related to earlier years	(7,12,181)	
Dividend Paid for FY-2019-20	(1,86,22,807)	(61,82,583)
As at 31 March 2021		1,25,82,81,253
Profit for the year	25,80,08,115	
Other comprehensive income & Adjustments	9,33,281	
Adjustment for excess MGO bill paid in FY-2020-21	5,94,890	
Reversal of excess Sales booked in FY-2020-21	(21,36,511)	
Adjustment for Depreciation & Interest on ROU Asset	(4,54,672)	
Adjustment for Reserves & Surplus	-	
Tax Deducted at Source adjusted related to earlier years	-	
Dividend Paid for FY-2020-21	(2,17,55,429)	23,51,89,674
As at 31 March 2022	23,51,89,674	1,49,34,70,927

Debnath
SUBRATA DEBNATH
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 TNGCL, Tripura.

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 Company Secretary,
 TNGCL, Agartala.

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Banani Debbarman
 Director (Com.),
 TNGCL, Tripura.

(A. ANBARASAN)
(A. ANBARASAN)
 Managing Director,
 Tripura Natural Gas Co. Ltd.,
 Kunjaban, Agartala Tripura (M).



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

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

Cost/ Valuation	Plant & Machinery	Building-Office/Other	Office Equipments	Furniture & fixture	Transport Equipments	Electrical Equipment	Leasehold Land	Freehold Land	ROU Asset	Capital Work-in-Progress	Total
At 31st March 2020	93,23,86,730	17,19,49,587	65,99,763	52,08,656	50,402	6,58,147	-	1,76,73,696	5,55,22,667	3,97,31,823	1,19,00,49,649
Additions	29,59,02,363	5,55,35,749	16,57,597	18,48,573	-	1,94,390	-	28,59,270	5,87,85,101	27,30,94,891	41,67,83,043
Acquisitions of a subsidiary	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
Exchange differences	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	(19,04,92,229)	-
At 31st March 2021	1,22,82,89,093	22,74,85,336	(3,82,754)	-	(3,125)	-	-	-	-	-	-
Additions	13,09,37,919	62,72,221	78,74,606	70,57,229	47,277	8,52,537	-	2,05,32,966	11,43,07,768	12,23,34,485	(3,85,879)
Disposals	-	-	33,81,825	2,02,197	-	-	-	-	2,20,11,362	14,74,76,049	1,60,64,46,813
Exchange differences	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	(4,20,40,668)	-
At 31 st March 2022	1,35,92,27,011	23,37,57,557	1,12,56,431	72,59,426	47,277	8,52,537	-	2,05,32,966	13,63,19,130	22,77,69,866	1,76,92,52,337
Depreciation and impairment	Plant & Machinery	Building-Office/Other	Office Equipments	Furniture & fixture	Transport Equipments	Electrical Equipment	Leasehold Land	Freehold Land	ROU Asset	Capital Work-in-Progress	Total
At 31st March 2020	29,44,41,677	3,60,99,201	48,28,508	31,09,720	47,277	5,12,614	-	-	2,28,80,365	-	36,19,19,361
Impairment	-	-	-	-	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-	-	-	-	-
At 31st March 2021	39,03,70,143	4,32,78,389	59,02,288	40,78,028	47,277	5,79,613	-	-	6,49,02,639	-	50,91,58,376
Depreciation expense	11,43,65,969	92,36,735	16,00,852	6,84,903	-	59,211	-	-	2,54,26,197	-	15,13,73,866
Impairment	-	-	-	-	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-	-	-	-	-
Exchange differences	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
At 31 st March 2022	50,47,36,111	5,25,15,123	75,03,140	47,62,931	47,277	6,38,823	-	-	6,48,214	-	6,48,214
Net Book value	Plant & Machinery	Building-Office/Other	Office Equipments	Furniture & fixture	Transport Equipments	Electrical Equipment	Leasehold Land	Freehold Land	ROU Asset	Capital Work-in-Progress	Total
At 31st March 2021	83,79,18,950	18,42,06,947	19,72,318	29,79,202	0.00	2,72,925	-	2,05,32,966	4,94,05,129	12,23,34,485	1,09,72,88,437
At 31 st March 2022	85,44,90,900	18,12,42,434	37,53,291	24,96,496	0	2,13,714	-	2,05,32,966	4,53,42,080	22,77,69,866	1,10,80,71,880

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, customs duty & freight material, consultancy charges paid related to projects etc/ Security Charge has been created for Land and building, plant and machineries to the extent of assets created against the term loan of INR 104.49 Cr (out of which INR 2.76 Cr is outstanding as on 31 March 2022 and INR Nil is outstanding on 31 March 2021) from State Bank of India.

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Pradeep M. Mahato
Company Secretary
TNGCL, Agantala

Banarshi Chakraborty
Director (Compt)
TNGCL, Tripura

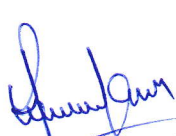
(A. ANBARASAN)
Managing Director
Tripura Natural Gas Co. Ltd.
Jalpaiguri, Agantala Tripura


FRN-317168
H.O. AGANTALA
D.O. KOLKATA
TNGCL, Agantala

Note 3A- ROU Asset

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Non Financial Asset:		
Opening Balance	4,94,05,129	3,26,42,302
Additions during the Year	2,13,63,148	5,87,85,101
Less: Depreciation Charged during the year	2,54,26,197	4,20,22,274
Total	4,53,42,080	4,94,05,129


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Tripura Natural Gas Company Limited
Notes forming part of Financial Statements

3B. Capital Work in Progress

CWIP Ageing Schedule as on 31st March 2022

Particulars	Amount in CWIP for a period of				Total
	Less than year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Projects in Progress	11,17,34,221	10,67,65,270	92,70,375	-	22,77,69,866
Projects Temporary Suspended	-	-	-	-	-
Total	11,17,34,221	10,67,65,270	92,70,375	-	22,77,69,866

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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-22		31-Mar-21	
	Current	Non current	Current	Non current
4A) Loans				
Other loans:				
Security Deposit Paid (Paid to BSNL & Others)	-	10,74,595	-	10,74,595
Loan/Advance against Salary	39,74,214	-	25,40,885	-
Interest accrued but not due	1,24,98,123	-	1,12,49,991	-
Total Loans	1,64,72,337	10,74,595	1,37,90,876	10,74,595
4B) Other financial assets				
Balance with bank deposits exceeding 12 months	-	-	-	-
Total	-	-	-	-

Note 5- Deferred taxation asset/ liability

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Non current:		
Deferred tax liability	3,30,36,753	2,62,59,392
Deferred tax assets/liabilities-net	3,30,36,753	2,62,59,392

Note 6 - Other non financial assets

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Advance to Suppliers	2,16,31,434	-	8,45,197	-
TCS Recievable AY-2021-22	1,08,141	-	1,57,673	-
Contingency & TA Advance	2,92,329	-	2,80,295	-
Advance to Employees	-	-	49,560	-
Tax Deducted at Source	38,36,786	-	30,71,377	-
Pre-Paid Insurance Premium	15,10,318	-	16,21,481	-
Pre-Paid Lease rent	-	-	-	-
Advance TVAT Paid	-	-	-	-
GST receivable	-	-	-	-
Application Money -Court Case & Sales Tax Assessment App	-	1,09,73,381	-	1,08,25,526
Advance Income Tax Paid	10,25,00,000	-	-	-
TNGCL Employees Welfare Trust	-	1,25,83,744	-	1,07,12,995
Total	12,98,79,008	2,35,57,125	60,25,583	2,15,38,521

Note 7 - Inventories

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Current:		
Stores and Spares including Capital Goods(PNG)	5,30,61,812	3,05,96,110
Stock of O&M PNG Materials	-	-
Stock of O&M CNG Materials	2,87,11,479	2,45,37,712
Stock of CNG at DBS, LCV & Mother Station	15,45,551	11,42,119
Stock of Natural Gas in Pipeline network	68,062	20,284
Total	8,33,86,904	5,62,96,226

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Managing Director,
Tripura Natural Gas Co. Ltd.,
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Note 8 Trade receivables

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Current:		
Unsecured		
Considered good	11,44,09,182	10,51,92,277
Considered doubtful	-	-
Trade and other receivables	11,44,09,182	10,51,92,277
Allowance for bad and doubtful debts		
Considered doubtful	-	-
Total Trade and other receivables	11,44,09,182	10,51,92,277

Break-up for security details and more than 6 months overdue:

Trade receivables includes INR NIL/-due from directors of the company towards gas bill on 31 st March 2022 (INR Nil on 31st March 2020). 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-22	31-Mar-21
9A) Cash and cash equivalents		
Balances with banks:		
- Current accounts	6,22,76,633	5,42,69,636
Deposit with maturity of less than 3 months	29,32,22,787	2,38,53,701
Cash in hand	29,35,237	18,32,841
Total	35,84,34,657	7,99,56,178

Particulars	As at	As at
	31-Mar-22	31-Mar-21
9B) Bank Balance others		
Earmarked accounts:		
Fixed Deposits Kept under lein for issue of LC/BG :	49,76,43,722	32,32,48,221
Term Deposits:	12,09,03,682	44,40,32,925
Total	61,85,47,404	76,72,81,146

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8A. Trade Receivables

Trade Receivables Ageing Schedule as on 31st March 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
A) PNG Trade Receivables :-						
a) Domestic	61794020	8799698	2877210			7,34,70,928
i) Undisputed Trade Receivable- Considered Good			-	-	-	-
ii) Undisputed Trade Receivable- Considered doubtful	-	72,72,324	-	-	-	72,72,324
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	28,77,210	-	-	28,77,210
Total (of a) =	6,17,94,020	15,27,374	-	-	-	6,33,21,394
b) Commercial	1,66,30,201	16,48,395	-	-	-	1,82,78,596
i) Undisputed Trade Receivable- Considered Good	-	-	-	-	-	-
ii) Undisputed Trade Receivable- Considered doubtful	-	15,99,452.00	-	-	-	15,99,452.00
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total (of b) =	1,66,30,201	48,943	-	-	-	1,66,79,144
c) Industrial	99,44,134	21,43,173	-	-	-	1,20,87,307
i) Undisputed Trade Receivable- Considered Good	-	-	-	-	-	-
ii) Undisputed Trade Receivable- Considered doubtful	-	12,22,422	-	-	-	12,22,422
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total (of c) =	99,44,134	9,20,751	-	-	-	1,08,64,885
Total of PNG [A] (a+b+c) =	8,83,68,355	24,97,068	-	-	-	9,08,65,423
B) CNG Trade Receivables :-						
i) Undisputed Trade Receivable- Considered Good	2,31,10,017	4,33,741	-	-	-	2,35,43,759
ii) Undisputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total of CNG (of B) =	2,31,10,017	4,33,741	-	-	-	2,35,43,759
Total of PNG & CNG (A+B) =	11,14,78,373	29,30,809	-	-	-	11,44,09,182

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Trade Receivables Ageing Schedule as on 31st March 2021

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
A) PNG Trade Receivables :-						
a) Domestic	54103779	7786878	0			6,18,90,657
i) Undisputed Trade Receivable- Considered Good			-	-	-	-
ii) Undisputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total (of a) =	5,41,03,779	77,86,878	-	-	-	6,18,90,657
b) Commercial	1,33,90,043	11,32,714	-	-	-	1,45,22,757
i) Undisputed Trade Receivable- Considered Good	-	-	-	-	-	-
ii) Undisputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total (of b) =	1,33,90,043	11,32,714	-	-	-	1,45,22,757
c) Industrial	89,41,385	21,41,308	-	-	-	1,10,82,693
i) Undisputed Trade Receivable- Considered Good	-	-	-	-	-	-
ii) Undisputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total (of c) =	89,41,385	21,41,308	-	-	-	1,10,82,693
Total of PNG [A] (a+b+c) =	7,64,35,207	1,10,60,900	-	-	-	8,74,96,107
B) CNG Trade Receivables :-						
i) Undisputed Trade Receivable- Considered Good	1,76,96,169	-	-	-	-	1,76,96,169
ii) Undisputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
iii) Disputed Trade Receivable- Considered Good	-	-	-	-	-	-
iv) Disputed Trade Receivable- Considered doubtful	-	-	-	-	-	-
Total of CNG (of B) =	1,76,96,169	-	-	-	-	1,76,96,169
Total of PNG & CNG (A+B) =	9,41,31,377	1,10,60,900	-	-	-	10,51,92,277

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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-22	As at 31-Mar-21
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	30,00,00,000
(Previous year 3,92,000 Equity Shares of INR 100 each)		
	30,00,00,000	30,00,00,000

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-22	31-Mar-21
Shares outstanding at the beginning of the year	30,00,000	3,92,000
(+) Shares issued during the year	-	-
(-) 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-22	31-Mar-21
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-22	As at 31-Mar-21
Other equity:		
Retained earnings	1,25,82,81,253	1,04,69,09,550
Add: Profit during the year	25,80,08,115	21,75,54,286
Less: Re-measurement gain/ (losses) on defined benefit plans (net of tax)	9,33,281	90,104
Add: Adjustment for Income Tx Refund FY-2018-19	-	1,77,26,351
Adjustment for excess MGO bill paid in FY-2020-21	5,94,890	-
Less: Adjustment for Depreciation & Interest on ROU Asset	-	(4,25,490)
Reversal of excess Sales booked in FY-2020-21	(21,36,511)	(37,45,396)
Less: Adjustment for Galileo CPBG vs Expenses	-	(5,54,436)
Add: Tax Deducted at Source adjusted related to earlier years	-	(7,12,181)
Less: Adjustment for Depreciation & Interest on ROU Asset	(4,54,672)	-
Less: Final Dividend Paid for FY-2020-21	(2,17,55,429)	(1,86,22,807)
Total	1,49,34,70,927	1,25,82,19,981

Note 12 - Borrowings

Particulars	As at 31-Mar-22	As at 31-Mar-21
Non current borrowings		
Secured Term loans:		
- SBI Commercial Branch, Guwahati	2,76,80,823	-
Less: Current maturities of long term borrowings	-	-
Total Non Current Borrowings	2,76,80,823	-

Term Loans from Banks consists of the following:

Name of Bank	Date of Maturity	EIR	Nature of security
- SBI Commercial Branch, Guwahati	Loan availed during the FY-2021-22	7.20%	Action for withdrawal of Security against all project assets including Land and building taken.

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Note 13A - Trade Payables

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Trade payable:		
- micro and small enterprises	3,32,87,986	5,43,66,982
- other than micro and small enterprises	5,84,96,306	-
- related party	3,41,94,043	1,85,41,659
Total	12,59,78,335	7,29,08,641

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-22	31-Mar-21
Others Payables	3,42,500	7,70,200
Total	3,42,500	7,70,200

Note 14 - Other financial liabilities

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Other financial liabilities at amortised cost:				
Current maturities of borrowing	-	-	-	-
Others:				
Security Deposit (From Major Industrial Consumers)	40,92,195	-	36,04,350	-
Security Deposit Collected from the Consumers	14,89,11,604	-	13,07,00,821	-
Security Deposit Collected from Contractors	8,31,94,450	-	8,43,46,936	-
Earnest Money Deposit (EMD)	29,73,585	-	57,74,566	-
Security Deposit/Retention Money(Suppliers)	2,40,33,730	-	3,71,69,695	-
Liability For Capital Expenditure	21,38,234	-	1,41,57,963	-
Lease Liabilities-Current	1,36,93,831	-	2,51,72,012	-
Total other financial liabilities at amortised cost	27,90,37,629	-	30,09,26,343	-

Note 15 - Provisions

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Provision for Gratuity Payable	2,45,732	1,07,96,229	21,27,048	1,14,95,715
Provision for Leave Encashment	2,10,807	1,58,75,732	20,59,448	1,72,54,939
Provision for Income Tax	10,43,19,206	-	86,82,869	-
Provision for Vat payable	-	-	-	-
Total	10,47,75,745	2,66,71,961	1,28,69,365	2,87,50,654

Note 16 - Other non financial liabilities

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Other non financial liabilities:				
Government Grants	7,20,692	68,65,544	7,96,345	75,86,236
TDS Payable	9,45,261	-	28,29,735	-
Goods and Service Tax Payable A/c	5,79,903	-	1,79,861	-
Goods & Service Tax (GST-TDS)	3,28,512	-	-	-
Professional Tax Payable A/c	15,600	-	-	-
TCS Payable	-	-	33,735	-
Lease Liabilities-Non Current	-	3,40,70,217	-	2,64,34,272
Total	25,89,968	4,09,35,761	38,39,676	3,40,20,508

Note 17 - Contract liabilities

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Deferred Revenue	2,47,40,391	22,23,42,166	2,34,37,568	20,87,75,995
Total	2,47,40,391	22,23,42,166	2,34,37,568	20,87,75,995

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TNGCL, Agartala.

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Director (Com.),
TNGCL, Tripura.

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(A. ANBARASAN)
Managing Director,
Tripura Natural Gas Co. Ltd.,
Kunjaban, Agartala Tripura (M)



Note 13A - Trade Payables

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Trade payable:		
- micro and small enterprises	3,32,87,986	5,43,66,982
- other than micro and small enterprises	5,84,96,306	-
- related party	3,41,94,043	1,85,41,659
Total	12,59,78,335	7,29,08,641

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-22	31-Mar-21
Others Payables	3,42,500	7,70,200
Total	3,42,500	7,70,200

Note 14 - Other financial liabilities

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Other financial liabilities at amortised cost:				
Current maturities of borrowing	-	-	-	-
Others:				
Security Deposit (From Major Industrial Consumers)	40,92,195	-	36,04,350	-
Security Deposit Collected from the Consumers	14,89,11,604	-	13,07,00,821	-
Security Deposit Collected from Contractors	8,31,94,450	-	8,43,46,936	-
Earnest Money Deposit (EMD)	29,73,585	-	57,74,566	-
Security Deposit/Retention Money(Suppliers)	2,40,33,730	-	3,71,69,695	-
Liability For Capital Expenditure	21,38,234	-	1,41,57,963	-
Lease Liabilities-Current	1,36,93,831	-	2,51,72,012	-
Total other financial liabilities at amortised cost	27,90,37,629	-	30,09,26,343	-

Note 15 - Provisions

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Provision for Gratuity Payable	2,45,732	1,07,96,229	21,27,048	1,14,95,715
Provision for Leave Encashment	2,10,807	1,58,75,732	20,59,448	1,72,54,939
Provision for Income Tax	10,43,19,206	-	86,82,869	-
Provision for Vat payable	-	-	-	-
Total	10,47,75,745	2,66,71,961	1,28,69,365	2,87,50,654

Note 16 - Other non financial liabilities

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Other non financial liabilities:				
Government Grants	7,20,692	68,65,544	7,96,345	75,86,236
TDS Payable	9,45,261	-	28,29,735	-
Goods and Service Tax Payable A/c	5,79,903	-	1,79,861	-
Goods & Service Tax (GST-TDS)	3,28,512	-	-	-
Professional Tax Payable A/c	15,600	-	-	-
TCS Payable	-	-	33,735	-
Lease Liabilities-Non Current	-	3,40,70,217	-	2,64,34,272
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Note 17 - Contract liabilities

Particulars	As at		As at	
	31-Mar-22		31-Mar-21	
	Current	Non current	Current	Non current
Deferred Revenue	2,47,40,391	22,23,42,166	2,34,37,568	20,87,75,995
Total	2,47,40,391	22,23,42,166	2,34,37,568	20,87,75,995

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Tripura Natural Gas Company Limited
Notes forming part of Financial Statements

13A. Trade Payables

Trade Payables Ageing Schedule as on 31st March 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
i) MSME	3,32,87,986	-	-	-	-	3,32,87,986
ii) Others	9,26,90,349	-	-	-	-	9,26,90,349
iii) Disputed Dues-MSME	-	-	-	-	-	-
iv) Disputed Dues-Others	-	-	-	-	-	-
Total	12,59,78,335	-	-	-	-	12,59,78,335

Trade Payables Ageing Schedule as on 31st March 2021

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
i) MSME	2,34,13,948	-	-	-	-	2,34,13,948
ii) Others	4,94,94,693	-	-	-	-	4,94,94,693
iii) Disputed Dues-MSME	-	-	-	-	-	-
iv) Disputed Dues-Others	-	-	-	-	-	-
Total	7,29,08,641	-	-	-	-	7,29,08,641

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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-22	31-Mar-21
Income from operations		
Sale of CNG	1,14,03,51,065	77,23,02,991
Sales of PNG	55,13,73,396	44,62,07,666
Total	1,69,17,24,461	1,21,85,10,657

1. Disaggregated revenue information

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

	31-Mar-22	31-Mar-21
Revenue by type of customers		
Sale to Domestic customers	30,45,85,121	27,29,44,966
Sale to Industrial Customers	15,26,17,268	10,49,49,321
Sale to Commercial customers	9,41,71,007	6,83,13,379
Total revenue from contracts with customers	55,13,73,396	44,62,07,666
Timing of revenue recognition		
Services transferred over time	55,13,73,396	44,62,07,666
Total revenue from contracts with customers	55,13,73,396	44,62,07,666

2. Contract balances

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

	31-Mar-22
Trade receivables (Net)*	11,44,09,182
Contract liabilities	
Advances from customers	24,70,82,557

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

3. Changes in contract liabilities

	31-Mar-22
Balance at the beginning of the year	23,06,91,706
Revenue recognised that was included in Advances balance at the beginning of the year	3,96,92,541
Increase due to invoicing during the year, excluding amounts recognised	2,47,02,297
Balance at the end of the year	24,56,81,950

For details Refer Note No 47

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Note : 19 Other Income

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Interest income on fixed deposits from banks	3,10,93,913	3,29,70,102
HP Rent for Computer from Employees	48,721	41,850
Misc. Reciepts	45,97,674	61,25,764
Interest recieved on Soft Loan to Employees	1,20,544	29,174
Amortisation of Govt Grants & Installation Cost	2,54,98,642	2,38,16,095
Interest on Income Tax Refund	-	7,97,689
Total	6,13,59,494	6,37,80,674

Note : 20 Purchase of traded goods

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Purchase of Gas	48,05,52,724	29,57,73,865
Change in inventories	(4,51,210)	(4,09,116)
Total	48,01,01,514	29,53,64,749

Note : 21 Employee Benefit expense

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Salaries and wages	5,85,55,490	5,35,77,215
Employer Contribution to PF	22,81,451	27,41,953
Leave Encashment	(2,75,491)	46,15,685
Company Contribution to Gratuity	12,89,320	5,20,822
Staff Welfare	31,37,950	43,34,660
Total	6,49,88,720	6,57,90,335

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(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 Net employee benefit expense (recognized in Employee Cost) for the year ended 31 March 2022

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2021-22	2021-22	2020-21	2020-21
Current Service Cost	3,70,434	18,36,685	5,62,975	12,94,553
Net Interest Cost / (Income) on the Net Defined Benefit Liability	9,18,886	13,02,799	8,83,242	12,31,643
Actuarial (Gain)/ Loss		-34,14,975		20,89,489
Total expenses included in employee benefit expense	12,89,320	-2,75,491	14,46,217	46,15,685

Amount recognised in Other Comprehensive Income for the year ended 31 March 2022

Particulars	Gratuity	Gratuity
	2021-22	2020-21
Actuarial (gain)/ loss - experience variance (i.e. Actual experience vs assumptions)	-12,54,916	-90,104
Return on plan assets (excluding amounts included in net interest expense)	-	-
Experience adjustments	-	-
Recognised in other comprehensive income	-12,54,916	-90,104

Changes in the present value of the defined benefit obligation for the year ended 31 March 2022 :

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2021-22	2021-22	2020-21	2020-21
Present value of obligation at the beginning:	1,36,22,763	1,93,14,387	1,31,92,045	1,83,95,739
Current service cost	3,70,434	18,36,685	5,62,975	12,94,553
Interest cost	9,18,886	13,02,799	8,83,242	12,31,643
Transfer In	-	-	-	-
Benefits paid	-26,15,206	-29,52,357	-9,25,395	-36,97,037
Actuarial (gain)/ loss - experience variance (i.e. Actual experience vs assumptions)	-12,54,916	-34,14,975	-90,104	20,89,489
Defined benefit obligation at the end	1,10,41,961	1,60,86,539	1,36,22,763	1,93,14,387

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
	2021-22	2021-22	2020-21	2020-21
Current liability	2,45,732	2,10,807	21,27,048	20,59,448
Non-current liability	1,07,96,229	1,58,75,732	1,14,95,715	1,72,54,939
Defined benefit obligation at the end	1,10,41,961	1,60,86,539	1,36,22,763	1,93,14,387

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

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2021-22	2021-22	2020-21	2020-21
Discount rate (in %)	6.75%	6.75%	6.75%	6.75%
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 2022 is as shown below:

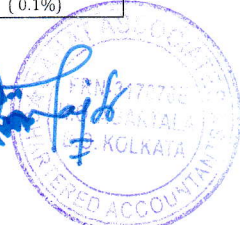
Particulars	Gratuity		Leave encashment	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%) (% change compared to base due to sensitivity)	12,202,800 (10.5%)	10,056,653 (8.9%)	18,276,188 (13.6%)	14,263,787 (11.3%)
Salary Growth Rate (- / + 1%) (% change compared to base due to sensitivity)	10,816,839 (2.0%)	11,279,203 (2.1%)	14,315,493 (11.0%)	18,161,028 (12.9%)
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	10,887,144 (1.4%)	11,178,391 (1.2%)	16,529,482 (2.8%)	15,684,759 (2.5%)
Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	11,028,290 (0.1%)	11,055,548 (0.1%)	13,180,977 (0.1%)	16,065,487 (0.1%)

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Managing Director,
Tripura Natural Gas Co. Ltd.,
Agartala, Tripura.



A quantitative sensitivity analysis for significant assumption as at 31 March 2021 is as shown below:

Particulars	Gratuity		Leave encashment	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%) (% change compared to base due to sensitivity)	15,037,294 10.4%	12,428,452 (8.8%)	22,018,661 14.0%	17,085,146 (11.5%)
Salary Growth Rate (- / + 1%) (% change compared to base due to sensitivity)	13,340,070 (2.1%)	13,914,713 2.1%	17,157,655 (11.2%)	21,862,166 13.2%
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	13,493,966 (0.9%)	13,734,663 0.8%	19,947,149 3.3%	18,745,717 (2.9%)
Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	13,608,980 (0.1%)	13,636,455 0.1%	19,342,860 0.1%	19,286,069 (0.1%)

Maturity Profile of Defined Benefit Obligation

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2021-22	2021-22	2020-21	2020-21
Within the next 12 months (next annual reporting period)	10 years	12 years	10 years	12 years

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

Particulars	Gratuity	Leave encashment	Gratuity	Leave encashment
	2021-22	2021-22	2020-21	2020-21
Within the next 12 months (next annual reporting)	2,45,732	2,10,807	21,27,048	20,59,448
Between 2 and 5 years	61,61,123	73,10,603	44,18,185	39,85,872
Between 5 and 10 years	34,61,214	33,77,986	46,73,524	61,55,811
Beyond 10 years	1,73,94,105	3,76,66,217	1,99,08,048	4,32,05,708
Total expected payments	2,72,62,174	4,85,65,613	3,11,26,805	5,54,06,839

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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-22	31-Mar-21
Interest Expenses-Lease Liability & Others	41,49,306	42,82,386
Interest expense on Term Loan	-	-
Total	41,49,306	42,82,386

Note : 23 Other Expenses

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Operation & Maintenance-CNG	10,36,41,121	7,22,65,348
Operation & Maintenance-PNG	2,30,70,553	2,36,92,744
Printing & Stationery	7,08,341	6,91,074
Professional Tax	2,500	2,500
Professional/Consultancy Service Fees	47,84,784	34,40,442
Postage & Telegram	23,134	38,336
Dealer Margin on Sales(CNG)	2,13,53,297	1,46,97,495
Legal Expenses	1,91,632	3,23,330
Service Tax	-	-
Office Rent	17,85,088	14,91,924
Repairs & Maintenance	42,75,485	13,61,571
Telephone, Fax & Internet Expenses	13,12,050	7,21,787
Lease Rent (CNG & PNG)	4,50,036	22,86,675
Bank Charges	25,61,443	3,71,322
Shed rent	99,420	84,708
Audit Fees	4,00,300	9,35,400
TA to Directors	-	1,10,011
Board Meeting Expenses	1,12,000	45,183
Electricity Expenses	1,91,05,949	46,47,061
Audit Expenses	2,47,800	27,146
Insurance	22,86,759	9,72,447
Conveyance Expenses	3,29,068	3,81,802
Misc. Expenses	4,83,919	4,48,816
Office House Keeping & Maintenance Expenses	52,086	-
Provision for Doubtful Debts	1,29,71,408	2,01,988
Awareness on CNG & PNG / National Safety Day	-	39,667
Sales/Business Promotion Expenses	94,400	14,96,512
Vehicle Running & Maintenance	32,07,910	29,75,614
Notice & Advertisement	12,49,647	5,27,191
TA to Employees / Tour Expenses	2,62,694	2,88,488
Security Service Charges	1,76,59,173	1,12,55,007
Entertainment Expenses	6,40,778	7,21,558
Inauguration of CNG Station	1,54,229	-
TVAT	3,83,22,791	3,05,24,374
News Paper, Books & Periodicals	-	19,710
Calander & Dairy Printing Expenses	-	-
Website Maintenance Expenses	36,938	29,946
Rates & Taxes	6,90,575	11,13,630
Seminar, Conference & Training Expenses	22,698	2,36,000
India International Trade Fair	7,00,000	-
Industries & Commerce Fair Expenses	1,15,188	4,12,083
Festival Expenses	3,25,707	7,11,880
Fire Safety Day	-	75,700
TNGCL Foundation Day Celebration Expenses	7,43,767	8,73,562
Corporate Social Responsibility (CSR)	54,61,747	44,89,520
Water Charges	66,137	26,735
Canteen Running Expenses	-	-
Transportation Charges (CNG)	7,65,52,480	3,02,46,170
Billing System	41,05,540	61,23,486
Wages to Outsource Staff (Service Charges)	1,11,51,158	1,05,98,701
Charity and Donation	20,000	5,11,800
PBGRB Bidding Expenses	70,15,000	15,00,000
Training & Recruitment Expenses	17,700	8,62,132
TRD Cess	19,42,94,548	15,02,75,689
Total	56,31,58,979	38,51,74,265

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Details of payments to auditors:

Particulars	As per Ind AS	As per Ind AS
	As at	As at
	31-Mar-22	31-Mar-21
Payment to auditors:		
Third party/T4 audit fee	-	-
Statutory Audit Fee	2,67,800	9,35,400
Tax audit Fee	80,000	-
In other capacities:		
Secreteriate Audit	-	-
Internal Audit	-	-
Cost Audit	52,500	-
GST Audit	-	-
Other Audit Expenses	2,47,800	27,146
Total	6,48,100	9,62,546

Note : 24 Tax Expenses

Particulars	As at	As at
	31-Mar-22	31-Mar-21
Current tax	10,81,45,933	8,04,38,335
Deferred Tax	55,80,260	80,94,635
Additional Income Tax paid for FY-2020-21	33,22,651	16,94,640
Total	11,70,48,844	9,02,27,610

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

Statement of profit or loss	31-Mar-22	31-Mar-21
Current income tax:		
Current income tax charge	10,81,45,933	8,04,38,335
Adjustments in respect of current income tax of previous year	33,22,651	16,94,640
Deferred tax:		
Relating to origination and reversal of temporary difference	55,80,260	81,17,729
Tax expense	11,70,48,844	9,02,50,704

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

	31-Mar-22	31-Mar-21
Profit before tax from continuing operations	37,50,56,959	30,78,04,990
Applicable Tax Rate	29.12%	25.63%
Tax at Indian Tax rate	10,92,16,586	7,88,90,419
Effect of Income not considered for tax purpose	(55,80,260)	(81,17,729)
Effect of Expense not allowed for tax purpose		
Adjustments in respect of current income tax of previous year	33,22,651	16,94,640
Adjustment for Tax Deducted at Source		
Movement in deferred tax liability	67,77,361	-
Income tax expense	11,37,36,338	7,24,67,330
Effective tax rate	30.33%	23.54%

c) Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributable to the following:

	31-Mar-22	31-Mar-21
Property, Plant and Equipment	-	-
Deferred tax on remeasurements losses on defined benefit plans	3,21,635	-
Deferred tax (assets)/ liabilities	3,21,635	-
Offsetting of deferred tax assets and deferred tax liabilities		
Net Deferred tax (assets)/ liabilities	3,21,635	-

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Banani Debbarman
Director (Com.),
TNGCL, Tripura.

(A. ANBARASAN)
(A. ANBARASAN)
Managing Director,
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Tripura Natural Gas Company Limited
Notes forming part of Financial Statements

(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 2021 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:

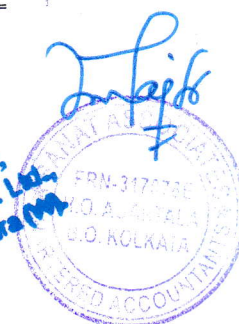
	31-Mar-22 As per Ind AS 115	31-Mar-21 Previous Ind AS	Increase / (decrease)
ASSETS			
Non Current Assets			
Property, Plant and	1,06,27,29,800	1,04,78,83,307	1,48,46,493
Capital work-in-progress	22,77,69,866	12,23,34,485	10,54,35,381
ROU Assets	4,53,42,080	4,94,05,129	(40,63,049)
Financial Assets			
-Loans	10,74,595	10,74,595	-
-Other Financial Assets			
Other Non-Current Assets	2,35,57,125	2,15,38,521	20,18,604
Subtotal (A)	1,36,04,73,467	1,24,22,36,037	11,82,37,429
Current Assets			
Inventories	8,33,86,904	5,62,96,226	2,70,90,678
Financial Assets			
-Trade receivables	11,44,09,182	10,51,92,277	92,16,905
-Cash and cash equivalents	35,84,34,657	7,99,56,178	27,84,78,479
-Other bank balances	61,85,47,404	76,72,81,146	(14,87,33,742)
-Loans	1,64,72,337	1,37,90,876	26,81,461
-Other Financial Assets			
Other Current Assets	12,98,79,008	60,25,583	12,38,53,425
Subtotal (B)	1,32,11,29,492	1,02,85,42,285	29,25,87,207
Total Assets (A+B)	2,68,16,02,958	2,27,07,78,323	41,08,24,636
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	30,00,00,000	30,00,00,000	-
Other Equity	1,49,34,70,927	1,25,82,19,981	23,52,50,946
Total equity (C)	1,79,34,70,927	1,55,82,19,981	23,52,50,946

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 TNGCL, Tripura.

Anbarasan
(A. ANBARASAN)
 Managing Director,
 Tripura Natural Gas Co. Ltd.,
 Kunjabari, Agartala Tripura (M)



LIABILITIES

Non Current Liabilities

Contract liabilities*	22,23,42,166	20,87,75,995	1,35,66,171
Financial Liabilities	-	-	-
-Borrowings	2,76,80,823	-	2,76,80,823
Lease Liability	3,40,70,217	2,64,34,272	76,35,945
-Other Financial Liabilities	-	-	-
Provisions	2,66,71,961	2,87,50,654	(20,78,693)
Deferred Tax Liability	3,30,36,753	2,62,59,392	67,77,361
Other Non Current Liabilities	68,65,544	75,86,236	(7,20,692)
Subtotal (D)	35,06,67,464	29,78,06,549	5,28,60,915

Current Liabilities

Contract liabilities*	2,47,40,391	2,34,37,568	13,02,823
Financial Liabilities	-	-	-
-Trade Payables	-	-	-
(i) total outstanding dues of micro and small enterprises	3,32,87,986	5,43,66,982	(2,10,78,996)
(ii) total outstanding dues other than (i) above	9,26,90,349	1,85,41,659	7,41,48,690
-Other Payables	3,42,500	7,70,200	-
-Other Financial Liabilities	26,53,43,798	27,57,54,331	(1,04,10,533)
Provisions	10,47,75,745	1,28,69,365	9,19,06,380
Other Current Liabilities	25,89,968	38,39,676	(12,49,708)
Subtotal (E)	52,37,70,737	38,95,79,781	13,46,18,656

Total Equity and Liabilities (C+D+E)

2,66,79,09,127	2,24,56,06,311	42,27,30,516
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Statement of profit and loss for the year ended 31 March 2021

	31-Mar-22 As per Ind AS 115	31-Mar-21 Previous Ind AS	Increase / (decrease)
Revenue from contract with customers	1,69,17,24,461	1,21,85,10,657	47,32,13,804.72
Other income	6,13,59,494	6,37,80,674	24,21,180.01
Total Revenue	1,75,30,83,956	1,28,22,91,331	47,07,92,625
Gas Consumed	48,01,01,514	29,53,64,749	18,47,36,765.00
Excise duty	11,42,54,613	7,63,59,202	3,78,95,411.00
Employee benefits expenses	6,49,88,720	6,57,90,335	8,01,615.00
Depreciation and amortization expenses	15,13,73,865	14,75,15,404	38,58,461.00
Other expenses	56,31,58,979	38,51,74,265	17,79,84,714.00
Finance Cost	41,49,306	42,82,386	1,33,080.00
Total Expenses	1,37,80,26,997	97,44,86,341	40,35,40,656
Profit before tax	37,50,56,959	30,78,04,990	6,72,51,969
Tax expenses			
Current tax			
- Current Year	10,81,45,933	8,04,38,335	2,77,07,598.00
- Earlier Years	33,22,651	16,94,640	16,28,011.00
Deferred tax charge/ (credit)	55,80,260	81,17,729	25,37,469.00
Profit for the period	26,13,30,766	21,92,48,926	4,20,81,840
Other Comprehensive income	(9,33,281)	1,67,854	11,01,135.00
Total Comprehensive income	26,03,97,485	21,94,16,780	4,09,80,705
Earnings per share (₹)			
- Basic, profit for the year attributable to ordinary equity holders of the	86.00	72.52	13.48
- Diluted, profit for the year attributable to ordinary equity holders of the	86.00	72.52	13.48

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

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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-22	31-Mar-21
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.	90,85,962	1,15,34,682
Procurement of Compressor from Galileo GNCArgentina vide	1,73,46,000	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	51,73,166	58,97,407
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	22,47,371
	7,25,46,474	7,57,19,435

26B Commitments

	31-Mar-22	31-Mar-21
a.Estimated amount of Contracts remaining to be executed on Capital Account and not provided for (Net of Advances)	38,24,51,154	40,51,79,556

- 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. A Anbarasan-Managing Director
Mr. Banani Debbarmen - Director (Commercial)
Mr. Subrata Debnath- CFO
Mr.Pradeep Kr. Mahato-CS

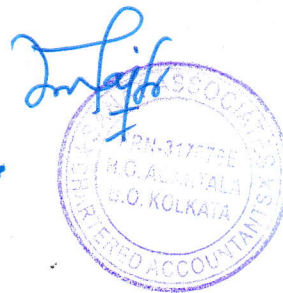
The following table provides the total amount due to or due from the related parties as on 31 st March 2022 and 31 st March 2021

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A. Anbarasan
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Particulars	31-Mar-22	31-Mar-21
Gail (India) Limited		
Sale/ Purchase of goods	2,72,88,929	1,44,94,032
Other-Director Salary & Perks Payable	35,20,510	15,60,057
Total	3,08,09,439	1,60,54,089
Tripura Industrial Development Corporation Limited		
Lease arrangements	33,84,604	24,87,570
Other (Electricity Charges payable to TIDC)	-	-
Total	33,84,604	24,87,570

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 31 st March 2022.

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:

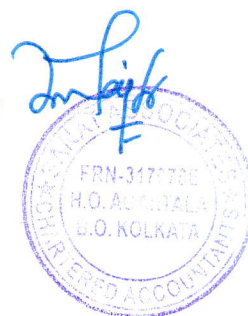
The company operates presently in the business of city gas distribution in India. Accordingly, revenue from customers and all assets are located in India only.


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(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.

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.

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 2022		
Secured loan from SBI Commercial Branch	+100	-
Secured loan from SBI Commercial Branch	-100	-
31 March 2021		
Secured loan from SBI A.D.Nagar Branch	+100	-
Secured loan from SBI A.D.Nagar Branch	-100	-

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 2022	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	-	2,76,31,429	-	-	-	2,76,31,429
Expenses Payable	-	9,86,89,406	-	-	-	9,86,89,406
Liability For Capital Expenditure	-	21,38,234	-	-	-	21,38,234
Security Deposit (From Major Industrial Consumers)	40,92,195	-	-	-	-	40,92,195
Security Deposit Collected from the Consumers	14,89,11,604	-	-	-	-	14,89,11,604
Security Deposit Collected from Contractors	-	38,40,771	7,83,53,679	-	-	8,21,94,450
Earnest Money Deposit (EMD)	-	-	29,73,585	-	-	29,73,585
Security Deposit/Retention Money(Suppliers)	-	19,14,243	2,21,19,487	-	-	2,40,33,730
Total	15,30,03,799	13,42,14,083	10,34,46,751	-	-	39,06,64,633

As at 31 March 2021	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	-	7,29,08,641	-	-	-	7,29,08,641
Expenses Payable	-	7,70,200	-	-	-	7,70,200
Liability For Capital Expenditure	-	1,41,57,963	-	-	-	1,41,57,963
Security Deposit (From Major Industrial Consumers)	36,04,350	-	-	-	-	36,04,350
Security Deposit Collected from the Consumers	13,07,00,821	-	-	-	-	13,07,00,821
Security Deposit Collected from Contractors	-	6,46,38,991	1,97,07,945	-	-	8,43,46,936
Earnest Money Deposit (EMD)	-	-	57,74,566	-	-	57,74,566
Security Deposit (Galileo)	-	-	-	-	-	-
Security Deposit/Retention Money(Suppliers)	-	3,10,01,303	61,68,392	-	-	3,71,69,695
Total	13,43,05,171	18,34,77,098	3,16,50,903	-	-	34,94,33,172

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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 2022 and for the comparative period as on 31 March 2021.


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 35,84,34,657 as at 31 March 2022 (31 March 2021: INR 7,99,56,178). 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.


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(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 2022, the Company held the following financial instruments carried at fair value on the statement of financial position:

Particulars	Carrying amount 31-Mar-22	Fair value 31-Mar-22	Fair value		
			Level 1	Level 2	Level 3
Financial assets at amortised cost:					
Non current					
Loans and receivables					
Other Financial assets	10,74,595	10,74,595			
Current					
Trade receivables					
Cash and cash equivalents	11,44,09,182	11,44,09,182			
Other bank balances	35,84,34,657	35,84,34,657			
Loans	61,85,47,404	61,85,47,404			
Other Financial Assets	1,64,72,337	1,64,72,337			
Total	1,10,89,38,175	1,10,89,38,175			
Financial liabilities at amortised cost:					
Non current					
Borrowings					
Other Financial Liabilities					
Current					
Trade Payables					
(i) total outstanding dues of micro and small enterprises	3,32,87,986	3,32,87,986			
(ii) total outstanding dues other than (i) above	9,30,32,849	9,30,32,849			
Other Financial Liabilities	26,53,43,798	26,53,43,798			
Total	39,16,64,633	39,16,64,633			

The carrying amounts of trade receivables, cash and cash equivalents, other bank balances, loans, bank deposits, trade payables and other financial liabilities are

As at 31 March 2021, the Company held the following financial instruments carried at fair value on the statement of financial position:

Particulars	Carrying amount 31-Mar-21	Fair value 31-Mar-21	Fair value		
			Level 1	Level 2	Level 3
Financial assets at amortised cost:					
Non current					
Loans and receivables					
Other Financial assets	10,74,595	10,74,595			
Current					
Trade receivables					
Cash and cash equivalents					
Other bank balances	10,51,92,277	10,51,92,277			
Loans	7,99,56,178	7,99,56,178			
Other Financial Assets	76,72,81,146	76,72,81,146			
Total	96,72,95,072	96,72,95,072			
Financial liabilities at amortised cost:					
Non current					
Borrowings					
Other financial liabilities					
Current					
Trade Payables					
(i) total outstanding dues of micro and small enterprises	5,43,66,982	5,43,66,982			
(ii) total outstanding dues other than (i) above	1,85,41,659	1,85,41,659			
Other Financial Liabilities	27,57,54,331	27,57,54,331			
Total	34,86,62,972	34,86,62,972			

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 Company Limited

Notes to financial statements

32 Earnings Per Share (EPS)

	31-Mar-22 INR	31-Mar-21 INR
a) Basic earning per share		
Basic earning per share attributable to the equity holders of the company	86.00	72.52
b) Diluted earning per share		
Diluted earning per share attributable to the equity holders of the company	86.00	72.52

Basic EPS amounts are calculated by dividing the profit/ (loss) for the year attributable to equity holders of the Company by the weighted average

Diluted EPS amounts are calculated by dividing the profit/ (loss) attributable to equity holders of the Company by the weighted average number of

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

	31-Mar-22 INR	31-Mar-21 INR
Profit attributable to equity holders of the Company:		
Continuing operations	25,80,08,115	21,75,54,286
Discontinued operation	-	-
Profit attributable to equity holders of the Company for basic earnings	25,80,08,115	21,75,54,286
Profit attributable to equity holders of the Company adjusted for the effect of dilution	25,80,08,115	21,75,54,286
Weighted average number of Equity shares for basic EPS *	3000000	3000000
Effect of dilution:		
Weighted average number of Equity shares adjusted for the effect of dilution *	3000000	3000000

* 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.

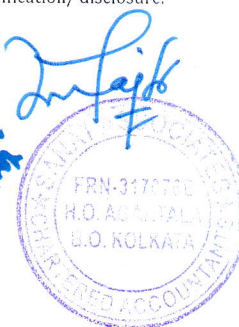
33 Previous year's figures have been regrouped/ reclassified whichever necessary to correspond with the current year's classification/ disclosure.

Subrata Debnath
SUBRATA DEBNATH
Chief Financial Officer,
TNGCL, Tripura.

Pradeep Kr. Mahanta
Pradeep Kr. Mahanta
Company Secretary,
TNGCL, Agartala.

Banani Debbarman
Banani Debbarman
Director (Com.),
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(A. ANBARASAN)
(A. ANBARASAN)
Managing Director,
Tripura Natural Gas Co. Ltd.,
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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 has replaced 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. TNGCL has already implemented the IND AS 116.

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 has already implemented the IND AS 116, thereby complying 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 -

- i) 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
- ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

The Company has already implemented the IND AS 12 and the effect on the financial statements has been made.

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 for the period ended 31st March, 2022.

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:

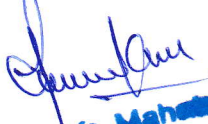
- to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and
- to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that 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 for the period ended 31st March, 2022.


35 Corporate Social Responsibility

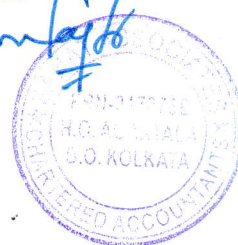
The Company is covered under section 135 of the companies act and was required to spend Rs.51,37,257/- towards CSR expenditure against which the actual CSR expenditure was Rs.54,61,747/- during the FY: 2021-22. There is no shortfall on account of CSR.


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Company Secretary,
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Managing Director,
Tripura Natural Gas Co. Ltd.,
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Tripura Natural Gas Company Limited
Notes forming part of Financial Statements

(Amount in INR, unless otherwise stated)

36 Disclosures of Ratios

Particulars	Basis/Formula	31-Mar-22 Ratio	31-Mar-21 Ratio	Increase / (decrease)
Current Ratio	Current Assets	1321129492	1,02,85,42,285	
	Current Liabilities	537464567.9	38,95,79,781	
		2.46	2.64	(0.18)
Debt-Equity Ratio	Total Liabilities	2681602958	2270778323	
	Shareholders Equity	1814412633	1558219981	
		1.48	1.46	0.02
Debt Service Coverage ratio	Net Operating Income(EBITDA)	53,05,80,130	459602779.7	
	Total Debt Service	87,97,446	8930526	
		60.31	51.46	8.85
Return on Equity	PAT	25,80,08,115	21,75,54,286	
	Shareholder Equity	1,81,44,12,633	1,55,82,19,981	
		14.22%	13.96%	0.26%
Inventory Turnover Ratio	Sales excld other income	1,69,17,24,461	1,21,85,10,657	
	Average Inventory	6,98,41,565	5,95,08,697	
		24.22	20.48	3.75
Trade Recievables Turnover Ratio	Total Sales	1,75,30,83,956	1,28,22,91,331	
	Trade Recieveables	11,44,09,182	10,51,92,277	
		15.32	12.19	3.13
Trade Payables Turnover Ratio	Net Credit Purchase	48,05,52,724	29,57,73,865	
	Average Payable	9,99,99,838	6,43,43,105	
		4.81	4.60	0.21
Net Capital Turnover Ratio	Net Annual Sales	1,69,17,24,461	1,21,85,10,657	
	Average Working Capital	78,36,64,924	63,89,62,504	
		2.16	1.91	0.25
Net profit Ratio	Revenue-Cost	25,80,08,115	21,75,54,286	
	Revenue	1,75,30,83,956	1,28,22,91,331	
		14.72%	16.97%	-2.25%
Return on Capital Employed	Net Profit	25,80,08,115	21,75,54,286	
	Capital Employed	2,14,41,38,391	1,88,11,98,542	
		12.03%	11.56%	0.47%
Return on Investment	Net Income	25,80,08,115	21,75,54,286	
	Total Assets	2,68,16,02,958	2,27,07,78,323	
		9.62%	9.58%	0.04%

Debnath
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 Chief Financial Officer,
 TNGCL, Tripura.

Pradeep Kr. Mahata
Pradeep Kr. Mahata
 Company Secretary,
 TNGCL, Agartala.

Banani Debnath
Banani Debnath
 Director (Com.),
 TNGCL, Tripura.

(A. ANBARASAN)
(A. ANBARASAN)
 Managing Director,
 Tripura Natural Gas Co. Ltd.,
 Kunjaban, Agartala Tripura (MA)



Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

1. Corporate information

Tripura Natural Gas Company Limited ("TNGCL") is a company domiciled in India with registered office, in Agartala, Tripura.

GAIL (India) Limited entered in to a contractual agreement with Tripura Industrial Development Corporation ("TIDC"), Assam Gas Company Limited ("AGCL") on February 15, 2005 as a major shareholder to make TNGCL the fastest growing CGD entity in entire Eastern India for distribution and marketing of Natural Gas and Compressed Natural Gas (CNG) for use in residential, commercial, industrial and automotive sector, in the state of Tripura. TNGCL has established itself as a pioneer in the CGD business and has been the 100% Piped Natural Gas (PNG) supplier to the Domestic and CNG customers in the state of Tripura. This had been possible to achieve with the commendable visionary leadership, exemplary problem solving skills and untiring efforts, along with other stake holders - Tripura Industrial Development Corporation (TIDC) & Assam Gas Company Ltd (AGCL).

The financial statements of the company for the period ended 31 st March 2022 were authorized for issue in accordance with a resolution of the directors on

2. Basis of preparation

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

For all periods up to and including the year ended 31 March 2016, the Company prepared its financial statements in accordance with Indian GAAP, including accounting standards notified under section 133 of the Companies Act 2013, read together with Companies (Accounts) Rules 2014 (Indian GAAP). These financial statements for the period ended 31 st March 2022 have been prepared by the Company in accordance with Ind-AS.

The financial statements have been prepared on a historical cost basis. Where there are assets and liabilities calculated on a different basis, this fact is disclosed in the relevant accounting policy.

The Company does not have any subsidiary, associates and joint ventures, hence these financial statements are individual financial statements and does not require any consolidated financial statements.

The financial statements are presented in Indian Rupees ('INR').

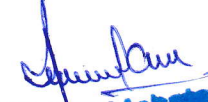
3. Significant accounting policies


3.1 Property, plant and equipment

(a) Tangible Assets

Property, plant and equipment are stated at original cost net of tax / duty credit availed, less accumulated depreciation. All costs including employee cost for the project relating to acquisition of fixed assets till commissioning of such assets are capitalized. In the case of commissioned assets where final payment to the Contractors is pending, capitalization is made on provisional basis, including provisional liability pending approval of competent authority, subject to necessary adjustment in cost and depreciation in the year of settlement.


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Managing Director,
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Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

When significant parts of property, plant and equipment (identified individually as component) are required to be replaced at intervals, the Company derecognizes the replaced part, and recognizes the new part with its own associated useful life and it is depreciated accordingly. Likewise, when a major inspection/overhaul/repair is performed, its cost is recognized in the carrying amount of respective assets as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in the statement of profit and loss as incurred.

The present value of the expected cost for the decommissioning of the asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Property, plant and equipments are eliminated from financial statements, either on disposal or when retired from active use. Losses/gains arising in case retirement/disposals of property, plant and equipment are recognized in the statement of profit and loss in the year of occurrence.

Depreciation is provided in accordance with the useful life as specified in Schedule II of the Companies Act, 2013, on straight line method (SLM) on pro-rata basis (monthly pro-rata for bought out assets).

Leasehold lands are amortized over the lease period. Leasehold improvements are amortized over the remaining period of the primary lease or expected useful economic lives, whichever is shorter.

The asset's residual values, useful lives and method of depreciation/amortization are reviewed at each reporting period and adjusted prospectively, if appropriate.

(b) Capital Work in Progress

Capital work in progress includes construction stores including material in transit/ equipment / services, etc. received at site for use in the projects.

All revenue expenses incurred during construction period, which are exclusively attributable to acquisition / construction of fixed assets, are capitalized at the time of commissioning of such assets.

3.1 Intangible Assets


Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

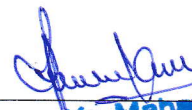
Intangible assets with finite lives (i.e. software and licenses) are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired.


Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

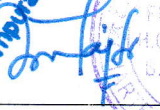
Research and development costs

Development costs that are expected to generate probable future economic benefits are capitalized as intangible assets. All other research and development expenditure is recognized in profit and loss account as incurred.


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Managing Director,
Tripura Natural Gas Co. Ltd.
Kunjaban, Agartala Tripura (M)

Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

3.2 Impairment of non-financial assets

At each balance sheet date, the Company assesses whether there is any indication that any property, plant and equipments and intangible assets with finite life may be impaired. If any such impairment exists, the recoverable amount of an asset is estimated to determine the extent of impairment, if any.

Carrying value of equity accounted investments are tested for impairment in accordance with the policy described above.

3.3 Inventories

Inventories are measured at the lower of cost and net realisable value.

The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories, cost includes an appropriate share of production overheads based on normal operating capacity. Stores & Spares which meet the definition of property plant and equipment and satisfy the recognition criteria of Ind AS 16 are capitalized as property, plant and equipment.

Net realizable value is determined based on estimated selling price, less further costs expected to be incurred to completion and disposal.

3.4 Cash and cash equivalents

Cash and cash equivalents consist of cash at bank and in hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value

For the purpose of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

3.5 Foreign currency transactions

The Company's financial statements are presented in INR, which is also the Company's functional currency.

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction.

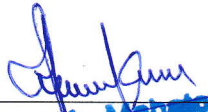
At each balance sheet date, foreign currency monetary items (such as Cash, Receivables, Loans, Payables, etc.) are reported using the closing exchange rate.


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

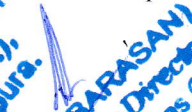
Non-monetary items (such as Investments, Fixed Assets, etc.) which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

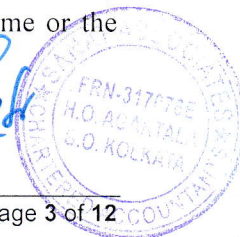
Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items is recognized in line with the gain or loss of the item that gave rise to the translation difference (translation differences on items whose gain or loss is recognized in other comprehensive income or the statement of profit and loss is also recognized in other comprehensive income or the statement of profit and loss respectively).


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Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

3.6 Revenue and other income

(a) Sale of goods

Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. The Company has applied the modified retrospective approach on transition to Ind AS 115.

Revenue is recognized to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Consideration includes goods or services contributed by the customer, as non cash consideration, over which Company has control.

Revenue from sale of goods and services is recognized on the transfer of control to the customer and upon the satisfaction of performance obligations under the contract.

Where performance obligation is satisfied over time, company recognizes revenue using input/ output method based on performance completion till date. Where performance obligation is satisfied point in time, company recognizes revenue when customer obtains control of promised goods and services in the contract.

(b) Interest income

Interest income is recognized on a time proportion basis.

3.7 Employee benefits

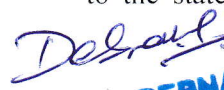
All employee benefits that are expected to be settled wholly within twelve months after the end of period in which the employee render the related services are classified as short term employee benefits. Benefits such as salaries, wages, short-term compensated absences, performance incentives etc. are recognized during the period in which the employee renders related service.


Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered the service entitling them to the contribution.


The Company's contribution to the Provident Fund is remitted to a separate trust established for this purpose based on a fixed percentage of the eligible employee's salary and debited to Statement of Profit and Loss. Further, the company makes provision as per actuarial valuation towards any shortfall in fund assets to meet statutory rate of interest in future period, to be compensated by the company to the Provident Fund Trust.


The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method with actuarial valuations being carried out annually, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measure each unit separately to build up the final obligation.

Remeasurements comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Remeasurements are not reclassified to the statement of profit and loss in subsequent periods. Past service cost is recognized in the


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Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

statement of profit and loss in the period of plan amendment. Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

Compensated absences and other benefits which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of the defined benefit obligation at the balance sheet date.

3.8 Borrowing costs

Borrowing costs that are attributable to the acquisition, construction, or production of a qualifying asset are capitalized as a part of the cost of such asset till such time the asset is ready for its intended use or sale, after netting off any income earned on temporary investment of such funds. A qualifying asset is an asset that necessarily requires a substantial period of time (generally over twelve months) to get ready for its intended use or sale.

All other borrowing costs are recognized as expense in the period in which they are incurred.

3.9 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Assets acquired on leases where a significant portion of the risks and rewards of ownership are retained by lessor are classified as operating leases. Lease rentals are charged to the statement of profit and loss on straight line basis. However, rent expenses shall not be straight-lined, if escalation in rentals is in line with expected inflationary cost.

Finance leases are capitalized at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized in finance costs in the statement of profit and loss.

The Company has applied the IND AS 116 which deal with Accounting for Leases applicable from 01.04.2019.

3.10 Earnings per share


Basic earnings per share is calculated by dividing the profit from continuing operations and total profit, both attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period.


3.11 Taxation

Tax expense represents the sum of tax currently payable and deferred tax.


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



Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

a) Current Tax

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

b) Deferred Tax

Deferred tax is provided, using the balance sheet method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Tax relating to items recognized directly in equity is recognized in equity and not in the income statement.

Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and is adjusted to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

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

3.12 Provisions, Contingent liabilities, Contingent assets and Commitments


General


Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.


If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.


Contingent liability is disclosed in the case of:

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.


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Managing Director,
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Accounting Policy Under Ind AS

Standalone Financial Statement of Tripura Natural Gas Company Ltd for the period ended 31 March 2022

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

3.13 Government grants

Government grants are recognized where there is reasonable assurance that the grant will be received and all attached conditions will be complied with.

When the grant relates to an asset, the cost of the asset is shown at gross value and grant thereon is treated as capital grant which is recognized as income in statement of profit and loss over the period and in proportion in which depreciation is charged.

When loans or similar assistance are provided by governments or related institutions, with an interest rate below the current applicable market rate, the effect of this favorable interest is regarded as a government grant. The loan or assistance is initially recognized and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received. The loan is subsequently measured as per the accounting policy applicable to financial liabilities.

3.14 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset as current when it is:

- Expected to be realised or intended to sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

3.15 Fair value measurement

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

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

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

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

3.16 Financial instruments

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

i) Financial assets

Classification

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

Initial recognition and measurement

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.


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


Subsequent measurement

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

- Financial assets carried at amortized cost

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


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- **Financial assets at fair value through other comprehensive income**

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

- **Financial assets at fair value through profit or loss**

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

Derecognition

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

Impairment of financial assets

The Company assesses impairment based on expected credit losses (ECL) model for measurement and recognition of impairment loss on the financial assets that are trade receivables or contract revenue, receivables and all lease receivables.

ii) Financial liabilities

Classification

The Company classifies all financial liabilities as subsequently measured at amortized cost, except for financial liabilities at fair value through profit or loss. Such liabilities, including derivatives that are liabilities, shall be subsequently measured at fair value.

Initial recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables and loans and borrowings including bank overdraft.

Subsequent measurement

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

- **Financial liabilities at amortized cost**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

- **Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and

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

Gains or losses on liabilities held for trading are recognized in the statement of profit and loss.

Derecognition

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

iii) Offsetting of financial instruments

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

4 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities at the date of the financial statements. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In particular, the Company has identified the following areas where significant judgements, estimates and assumptions are required. Further information on each of these areas and how they impact the various accounting policies are described below and also in the relevant notes to the financial statements. Changes in estimates are accounted for prospectively.

4.1 Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the consolidated financial statements:

(a) Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company, including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant

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judgement and the use of estimates regarding the outcome of future events.

4.2 Estimates and assumptions

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

(a) Revenue recognition

The Company uses output method in accounting for the revenue in respect of sale of services. Use of output method requires the Company to recognize revenue based on performance completion till date e.g. time elapsed, units delivered etc. The estimates are assessed continually during the term of the contract and the company re-measures its progress towards complete satisfaction of its performance obligations satisfied over time at the end of each reporting period.

Company updates its estimated transaction price at each reporting period, to represent faithfully the circumstances present at the end of the reporting period and the changes in circumstances during the reporting period including penalties, discounts and damages etc.

Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded subsidiaries or other available fair value indicators.

Defined benefit plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of

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the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.


Fair value measurement of financial instruments

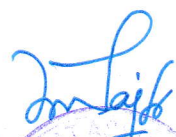
When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.


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