GSPL INDIA TRANSCO LIMITED

6th ANNUAL REPORT 2016-17

Board of Directors

Dr. J N Singh, IAS	Chairman
Dr. T Natarajan, IAS	Director
Shri S K Sharma	Director w.e.f. 01-08-2017
Shri S K Jha	Director w.e.f. 17-04-2017
Shri I. S. Rao	Director
Shri H R Wate	Director
Shri Manish Seth	Director
Smt. Shobhana Desai	Director
Shri Chandrasekhar Mani	Independent Director
Dr. Bharatkumar Modi	Independent Director
Shri N Bose Babu	Director & CEO

Statutory Auditors
M/s. B P Bang & Co.
Chartered Accountants,
Ahmedabad

Registered Office
GSPC Bhavan,
Behind Udyog Bhavan,
Sector-11,Gandhinagar-382010
CIN: U40200GJ2011SGC067450
Website:gspcgroup.com/GITL
Email: gitl@gspc.in

Corporate office
GSPL Bhavan
GIDC Electronic Estate, Near K7 circle
Sector - 26,Gandhinagar-382 028.

NOTICE

Notice is hereby given that the 6th Annual General Meeting of the members of **GSPL INDIA TRANSCO LIMITED** will be held on Thursday **28th September, 2017 at 11:30 A.M** at 2nd Floor, Board Room, GSPC Bhavan, Sector-11, Gandhinagar - 382010 to transact following business:

ORDINARY BUSINESS

1 To receive, consider and adopt Financial Statement of the Company for the Financial Year ended 31st March, 2017 along with the Reports of the Directors' and Auditors thereon and the comments of the Comptroller and Auditor General of India thereon.

2 To appoint a Director in place of Shri I S Rao (DIN: 02350683), who retires by rotation and being eligible offers himself for re-appointment.

3 To appoint a Director in place of Shri N Bose Babu (DIN: 03617497), who retires by rotation and being eligible offers himself for re-appointment.

4 To fix remuneration of Statutory Auditors of the Company.

SPECIAL BUSINESS

5 Appointment of Shri S K Jha (DIN: 07788527) as a Director of the Company.

To consider and if thought fit, to pass with or without modification (s), the following resolution as an Ordinary Resolution:

RESOLVED THAT Shri S K Jha (DIN: 07788527) who was appointed as an Additional Director by the Board of Directors of the Company with effect from 17th, April, 2017 and holds office up to the date of this Annual General Meeting in terms of Section 161 of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Companies Act, 2013 proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company liable to retire by rotation.

6 Appointment of Shri S K Sharma (DIN: 07611204) as a Director of the Company.

To consider and if thought fit, to pass with or without modification (s), the following resolution as an Ordinary Resolution:

RESOLVED THAT Shri S K Sharma (DIN: 07611204) who was appointed as an Additional Director by the Board of Directors of the Company with effect from 1st August, 2017 and holds office up to the date of this Annual General Meeting in terms of Section 161 of the

Companies Act, 2013 and in respect of whom the Company has received a notice in writing from a Member under Section 160 of the Companies Act, 2013 proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Director of the Company liable to retire by rotation.

For GSPL India Transco Limited

Nilesh Patel
Company Secretary

Date: 1st September, 2017
Place: Gandhinagar

Registered Office:
GSPC Bhavan, Sector-11,
Gandhinagar-382010
Tel: 079-23268500
CIN: U40200GJ2011SGC067450 /Website: gspcgroup.com/GITL/ Email: gitl@gspc.in

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXY TO BE EFFECTIVE MUST REACH THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE TIME FIXED FOR HOLDING THE MEETING.

   AS PER THE PROVISIONS OF THE COMPANIES ACT 2013, A PERSON CAN ACT AS PROXY ON BEHALF OF THE MEMBERS NOT EXCEEDING FIFTY AND HOLDING IN THE AGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CPAITAL OF THE COMPANY. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE SHARE CAPITAL OF THE COMPANY MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR MEMBER.

2. WHEREIN MEMBER (S) ARE BODY CORPORATE (VIZ COMPANIES ETC) AUTHORISATION IS TO BE DONE BY THE BOARD OF THAT BODY CORPORATE IN FAVOUR OF ANY PERSON AS PER THE PROVISIONS OF SECTION 113 OF THE COMPANIES ACT, 2013 WHO SHALL ACT AS THE REPRESENTATIVE OF THAT BODY CORPORATE AND SHALL HAVE SAME RIGHT AND POWERS ON BEHALF OF BODY CORPORATE AS IF IT WERE AN INDIVIDUAL. THE AUTHORISED REPRESENTATIVE SHALL SEND THE CERTIFIED TRUE COPY OF THE RESOLUTION AT THE REGISTERED OFFICE OF THE COMPANY TO REACH BEFORE THE DATE OF ANNUAL GENERAL MEETING.

3. The Explanatory Statement pursuant to Section 102 of Companies Act, 2013 in respect of special business is annexed hereto.

4. Route map of venue of Annual General Meeting is given below:

ROUTE MAP

Details of Directors seeking re-appointment:

Name of Director	Shri I S Rao	Shri N Bose Babu
Age	57 Years	50 Years
Date of Appointment	13th June, 2012	13th October, 2011
Qualification & experience	Shri Indumukhi Srinivas Rao, is a Master of Science and holds qualifications of DMSM, DMS from Osmania University and Jamnalal Bajaj Institute of Management Studies, Mumbai University. He joined BPCL in 1982 as a Management Trainee. Presently working as Executive Director in Gas Division of BPCL, Sri I S Rao is responsible for overall gas business of BPCL, covering the gas marketing chain, including sourcing, securing/developing gas infrastructure, transmission capacity, city gas distribution networks, formation of JVCs, sales to customers, and other related activities. Prior to taking over as Executive Director (Gas), Shri I S Rao has worked in BPCL in various capacities in the Oil and Gas marketing. He was also on deputation to erstwhile Oil Coordination Committee (OCC) under Ministry of Petroleum and Natural Gas. He was also a member in various studies and industry committees in the oil and gas sector.	Shri N. Bose Babu, holds a Bachelor of Engineering (Production) degree from Nagpur University. He has more than 25Yrs of experience in management, business strategy development and managing Cross-country pipeline projects. He has significant industry knowledge and client delivery experience in terms of Engineering, construction and Operation & Maintenance of Oil and Gas Pipelines. Prior to joining GSPL in December 2000, he worked with Dodsal Limited, Dodsal Pte, and Narmada Constructions Private Limited. He last worked with Det Norske Veritas (DNV) as surveyor from 1995 to 2000. Currently he is working as Executive Director {Engineering Services and Projects} in GSPL and also designated as CEO of the Company. At GSPL, he is responsible for implementing and reviewing various specifications of the gas grid, providing support to the internal team for developing and implementing standard procedures and operation and maintenance of gas grid. He also serves as a Member in {BIS} for Steel tubes, Pipes and fittings section committee of MTD-19. He is the present Chair for American Society of Mechanical Engineers {ASME} B 31.8, India International Working Group {IWG} INDIA. He is the authorized trainer by ASME for B 31.8, B 31.8S and B31Q.
Directorship held in other Companies	1) GSPL India Gasnet Limited 2) Sabarmati Gas Limited 3) Maharashtra Natural Gas Limited 4) Central U.P Gas Limited 5) Goa Natural Gas Private Limited	

Chairmanship/ Membership of Committees in other Companies	Chairman of CSR Committee: • Maharashtra Natural Gas Limited Chairman of Nomination & Remuneration Committee: • Maharashtra Natural Gas Limited • Sabarmati Gas Limited Member of CSR Committee • Sabarmati Gas Limited Member of Nomination & Remuneration Committee: • Central UP Gas Limited	
No. of meetings attended & details of remuneration	Please refer Directors Report.	Please refer Directors Report.
Shareholding in the Company	Nil	10 equity shares of the Company as a nominee of GSPL
Relationship with any Director/ Manager/ Key Managerial Personnel of the Company	Nil	Nil

Explanatory Statement

Item No. 5

The Board of Directors of the Company has appointed Shri S K Jha (DIN: 07788527) as an Additional Director of the Company with effect from 17th April, 2017 and he holds office up to this Annual General meeting. The Company has received the notice in writing from the shareholder along with requisite deposit pursuant to Section 160 of the Companies Act, 2013 signifying its intention to propose Shri S K Jha for the office of Director. Shri S K Jha, if appointed will be liable to retire by rotation.

Shri S K Jha, is a Mechanical Engineer with over 27 years' Experience in diversified areas of Oil & Gas Pipelines Industry like Project conceptualization, Project Management, Construction, Operations and Maintenance, Integrity Management, Corrosion control, Technical Services.

Presently, working as General Manager (Projects-Systems & Gas) in Pipelines Division, posted at Pipelines HO, Noida. Shri Jha is responsible for expansion of oil and gas pipeline networks and for scouting new business opportunities for Indian Oil Corporation Limited.

Details of his directorship in other companies and membership/chairmanship in committees of Directors of such companies are given below:

Sr No.	Name of the Company	Name of Committee(s)
1	GSPL India Gasnet Limited	Nil

As Shri S K Jha has been appointed w.e.f. 17th April, 2017, details regarding number of meetings attended and remuneration paid during FY 2016-17 are not applicable.

Shri S K Jha does not hold any shares of the Company. He is not related to any Director/ Manager/ Key Managerial Personnel of the Company.

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

The Board recommends the resolution for your approval.

Item No. 6

The Board of Directors of the Company has appointed Shri S K Sharma (DIN 07611204) as an Additional Director of the Company with effect from 1st August, 2017 and he holds office up to this Annual General meeting. The Company has received the notice in writing from the shareholder along with requisite deposit pursuant to Section 160 of the Companies Act, 2013 signifying its intention to propose Shri S K Sharma for the office of Director. Shri S K Sharma, if appointed will be liable to retire by rotation.

Shri S K Sharma, is a graduate in Mechanical Engineering from Indian Institute of Technology, Kharagpur. Having joined Indian Oil in June, 1984 as Graduate Engineering Trainee, he has thirty three years of managerial experience in Oil & Gas Marketing, comprising independent field Sales Area, Divisional Offices, State Offices. He has held position of Divisional Manager, State Retail Head, and Head of Highway Strategy Group.

Presently, working as Executive Director, Business Development (Gas), at Corporate Office of Indian Oil Corporation Limited, Shri S K Sharma has been integral part of expansion of Natural Gas Business including Gas Marketing, LNG Terminals, Gas Pipelines & CGDs. He is responsible for conceiving the overall strategy for gas vertical and overseeing its implementation.

Details of his directorship in other companies and membership/chairmanship in committees of Directors of such companies are given below:

Sr No.	Name of the Company	Name of Committee(s)
1	GSPL India Gasnet Limited	Member- Nomination & Remuneration Committee
2	Indian Oil Adani Gas Private Limited	-

As Shri S K Sharma has been appointed w.e.f. 1st August, 2017, details regarding number of meetings attended and remuneration paid during FY 2016-17 are not applicable.

Shri S K Sharma does not hold any shares of the Company. He is not related to any Director/ Manager/ Key Managerial Personnel of the Company.

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

The Board recommends the resolution for your approval.

For GSPL India Transco Limited

Nilesh Patel
Company Secretary

Date: 1st September, 2017
Place: Gandhinagar

Registered Office:
GSPC Bhavan, Sector-11,
Gandhinagar-382010
Tel: 079-23268500
CIN: U40200GJ2011SGC067450
Website:gspcgroup.com/GITL/
Email: gitl@gspc.in

GSPL INDIA TRANSCO LIMITED

CIN: U40200GJ2011SGC067450

Registered Office: GSPC Bhavan, Sector-11, Gandhinagar-382010

ATTENDANCE SLIP

This attendance slip duly filled in is to be handed over at the entrance of the meeting hall
Full name of the member/ Proxy* attending:

____

(*To be filled in if Proxy Form has been duly deposited with the Company):

I/ We hereby record my/ our presence at the **6th Annual General Meeting** of the Company being held at GSPC Bhavan, Sector-11, Gandhinagar - 382010 on Thursday, 28th September, 2017 at 11:30 A.M.

____

Member's / Proxy's Signature

GSPL INDIA TRANSCO LIMITED

CIN: U40200GJ2011SGC067450

Registered Office: GSPC Bhavan, Sector-11, Gandhinagar-382010
Website:gspcgroup.com/GITL Email: gitl@gspc.in

PROXY FORM

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

Name & address of the member(s):

E-mail ID: Folio No.

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

Name & address	Email ID: Signature

or failing him

Name & address	Email ID: Signature

Or failing him

Name & address	Email ID: Signature

As my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **6th Annual General Meeting** of the Company being held at GSPC Bhavan, Sector - 11, Gandhinagar - 382010 on Thursday, 28th September, 2017 at 11:30 A.M. and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr No	**Resolution**	**For**	**Against**
1	To receive, consider and adopt Financial Statement of the Company for the Financial year ended 31st March 2017 along with the Reports of the Directors' and Auditors and the comments of the Comptroller and Auditor General of India thereon.		

2	Reappointment of Shri I S Rao, Director, who retires by rotation.		
3	Reappointment of Shri N Bose Babu, Director, who retires by rotation.		
4	Fixation of remuneration of Statutory Auditors.		
5	Appointment of Shri S K Jha as a Director of the Company.		
6	Appointment of Shri S K Sharma as a Director of the Company.		

Signed on this ________day of __________, 2017.

Affix Revenue stamp

____

Signature of Member (s)

Signature of Proxy

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

DIRECTORS' REPORT

To,
The Members
GSPL India Transco Limited

Your Directors have pleasure in presenting the 6th Annual Report together with the Audited Financial Statements, Reports of the Statutory Auditors and Comptroller & Auditor General of India for the year ended 31st March, 2017.

FINANCIALS

Rs. in Lacs

Particulars	2016-17	2015-16
Total Income	153.66	130.41
Total Expenses	16.56	13.91
Profit Before Tax	137.10	116.50
Tax including Deferred Tax	45.33	38.52
Profit After Tax	91.77	77.98
Transfer to Reserves	-	-

Financials as per Ind-AS

SHARE CAPITAL

During the year under review, the Company has allotted 4,00,00,000 equity shares of Rs. 10 each aggregating to Rs. 40 Crores on rights basis to meet fund requirements for implementing Project. The shareholding of the Company as on 31st March, 2017 is as follows:

Sr. No.	Name of the Shareholder	No. of shares	% holding
1	Gujarat State Petronet Limited	10,66,00,000	52.00
2	Indian Oil Corporation Limited	5,33,00,000	26.00
3	Bharat Petroleum Corporation Limited	2,25,50,000	11.00
4	Hindustan Petroleum Corporation Limited	2,25,50,000	11.00
	Total	**20,50,00,000**	**100.00**

FIXED DEPOSITS

The Company has not accepted/ invited any Fixed Deposits during the year.

DIVIDEND

As the Company is yet to commence commercial operations, no dividend is recommended by the Board of Directors.

PROJECT STATUS

Your Company was incorporated as a Special Purpose Vehicle for implementing the Mallavaram- Bhopal -Bhilwara - Vijaipur Pipeline Project. The total length of the pipeline is approximately 1881 Kms and the map showing pipeline route is enclosed herewith as **Annexure – I.** Laying of pipeline requires various approvals, clearances, permissions etc. from multiple authorities including ROU, Environment clearance, wildlife & forest clearances, permissions from other authorities etc. There have been inordinate delays in receiving these statutory approvals/ permissions by the Company. Though most of these permissions have now been obtained by the Company, but the same have been received progressively. Accordingly, keeping in view the progress achieved in obtaining various statutory clearances, the Company has initiated process for implementing sections of the project where statutory clearances, approvals have already been received. For balance sections, the Company has requested PNGRB for time extension of minimum 24 months from the date of receipt of last statutory approvals for commissioning of the Project.

The Company has already awarded EPC Contract for Pipeline and Associated facilities from Kunchanapalle Dispatch Terminal, Andhra Pradesh to Ramagundam Fertilizers & Chemicals Limited's Plant at Ramagundam, Telangana. Project implementation activities for this section are in full swing.

As the Members are aware that Petroleum & Natural Gas Regulatory Board (PNGRB) has vide letter dated 4th March, 2016 granted time extension till December, 2017 for completing MBBVPL Project and has vide said letter encashed 25% of the Performance Bank Guarantee, which has been challenged before the Hon'ble Delhi High Court through writ petition. Hon'ble Delhi High Court has on 29th March, 2016 issued interim directions that no coercive action, including those contemplated in the PNGRB letter dated 4th March, 2016 be undertaken by PNGRB and that no-lien be created on the amounts received by PNGRB through encashment of the Performance Bank Guarantee. The matter is pending before the Division Bench of Delhi High Court.

DIRECTORS & KEY MANAGERIAL PERSONNEL

Since last Directors' Report, Shri D S Nanaware and Shri R K Tiku have ceased to be Directors of the Company w.e.f. 22nd March, 2017 and 31st July, 2017 respectively pursuant to change in nomination by Indian Oil Corporation Limited. The Board places on record its appreciation for the services rendered by them during their tenure as Directors on the Board of the Company.

Shri S K Jha and Shri S K Sharma have been appointed as an Additional Directors of the Company with effect from 17th April, 2017 and 1st August, 2017 respectively. They will hold office upto the date of ensuing Annual General Meeting as per the provisions of Section 161 of the Companies Act, 2013 and Article 101 of the Articles of Association of the Company. It is proposed to regularize their appointment in the ensuing Annual General Meeting.

Pursuant to provisions of Section 152 of the Companies Act, 2013, Shri I S Rao and Shri N Bose Babu will retire by rotation and being eligible, they have offered themselves for re-appointment. The Board of Directors recommends their re-appointment for approval of the shareholders of the Company.

Shri N Bose Babu, Director holds the charge of Chief Executive Officer of the Company. Shri Nilesh Patel had been appointed as the Company Secretary.

Shri Pravin Amin has been appointed as the Chief Financial Officer of the Company w.e.f. 1st July, 2017 vice Shri Prabhat Himatsingka who has resigned w.e.f. 29th May, 2017.

INDEPENDENT DIRECTORS

Shri Chandrasekhar Mani and Dr. Bharatkumar Modi, Independent Directors on the Board of the Company have given declaration that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013.

BOARD MEETINGS

During the financial year, the Board met five (5) times. The details of these Meetings are as follows:

Sr. No.	Particulars	Date of Meeting
1	23th Board Meeting	1st April, 2016
2	24th Board Meeting	9th May, 2016
3	25th Board Meeting	30th July, 2016
4	26st Board Meeting	21st November, 2016
5	27nd Board Meeting	18th March, 2017

The attendance of each Director at the Board Meetings held during the FY 2016 - 17:

Name	Number of Meetings held during the tenure	Number of Meetings attended
Shri Atanu Chakraborty, IAS (upto 11th April, 2016)	1	1
Shri G K Satish (upto 29th August 2016)	3	3
Dr. J N Singh, IAS (w.e.f 29th April, 2016)	4	4
Dr T Natarajan, IAS (w.e.f 10th August,2016)	2	2
Shri D S Nanaware (upto 22nd March, 2017)	5	4
Shri R K Tiku (w.e.f 7th September, 2016)	2	2
Shri H.R Wate	5	4
Shri I.S. Rao	5	5
Shri Ravindra Agarwal (upto 10th August, 2016)	3	3
Shri N Bose Babu	5	5
Shri Manish Seth	5	5
Shri Chandrasekhar Mani	5	4
Dr. Bharatkumar Modi	5	5
Smt. Shobhana Desai	5	2

STATUTORY & CAG AUDIT

Your Company being a Government Company, the Statutory Auditors are appointed by the Comptroller & Auditor General of India (C&AG). Accordingly, C&AG have appointed M/s. B. P. Bang & Co., Chartered Accountants, Ahmedabad as Statutory Auditors of the Company for the Financial Year 2016 - 17.

C&AG has given NIL Comment Report for the year ended on 31st March, 2017. The NIL Comment Report is enclosed herewith as **Annexure - II**.

INTERNAL AUDIT & CONTROL SYSTEMS

The Company has appointed M/s. R S Patel & Co. Chartered Accountants as Internal Auditors for the Financial Year 2016 - 17. The observations and recommendations of the Internal Auditors are reported to the management for appropriate action on the same.

The Company has adequate internal financial controls commensurate with its size, scale and operations of the Company.

SECRETARIAL AUDIT

Pursuant to the provisions of Section 204 read with Rules made there under, the Company has appointed M/s. K K Patel and Associates, Practicing Company Secretary as Secretarial Auditor for the Financial Year 2016 - 17. The Report on Secretarial Audit carried out is annexed herewith as **Annexure III**. There are no observations in the Secretarial Audit Report.

AUDIT COMMITTEE

The Company has constituted the Audit Committee in compliance with the provisions of Section 177 of the Companies Act, 2013. The present constitution of Audit Committee is as follows:

Dr. J N Singh, IAS (w.e.f. 29th April, 2016)	Chairman
Shri Chandrasekhar Mani	Member
Dr. Bharatkumar Modi	Member

During the financial year, the Audit Committee met two (2) times. The details of these Meetings are as follows:

Sr. No.	Particulars	Date of Meeting
1	10th Audit Committee	9th May, 2016
2	11th Audit Committee	21st November, 2016

The attendance of each Director at the Audit Committee Meetings held during the FY 2016 - 17:

Name	Number of Meetings held during the tenure	Number of Meetings attended
Shri J N Singh, IAS	2	1
Shri Chandrasekhar Mani	2	2
Dr. Bharatkumar Modi	2	2

The Audit Committee of Directors of the Company at its Meeting held on 12th May, 2017 approved the Annual Accounts for the year ended on 31st March, 2017 and recommended the same for approval of the Board.

NOMINATION AND REMUNERATION COMMITTEE

Pursuant to Section 178 of the Companies Act, 2013, the Board has constituted Nomination and Remuneration Committee of Directors of the Company. The present constitution of Nomination and Remuneration Committee is as follows:

Shri N Bose Babu	Chairman
Shri S K Sharma	Member
Shri Chandrashekhar Mani	Member
Dr. Bharatkumar Modi	Member

The Meeting of the Committee was held on 21st November, 2016 wherein all the above Members were present.

Ministry of Corporate Affairs has vide notification dated 5th June, 2015 exempted government companies from disclosing company's policy on appointment & remuneration of Directors and other matters provided under sub-section (3) of Section 178 of the Companies Act, 2013. Your Company being a Government Company is exempted from disclosing the said particulars in Directors' Report.

BOARD EVALUATION

The Company being a joint venture company promoted by government companies viz. GSPL, IOCL, BPCL and HPCL, Directors on the Board are nominated by Promoters in terms of Articles of Association and Joint Venture Agreement.

The Board has carried out the performance evaluation of the individual Directors, the Board as a whole and the statutory Committees of Directors based on the criteria for the evaluation of the performance stipulated in the Policy. The Directors were satisfied with the evaluation result.

Further as required by the provisions of the Companies Act, 2013 the Independent Directors have also separately reviewed the performance of Non-Independent Directors, Board as a whole etc. and were satisfied with the evaluation result.

QUALITY, HEALTH, SAFETY & ENVIRONMENT

The advancement of technology provides fresh challenges in pursuit of quality and the organizations that are able to meet these challenges will only be able to survive. Since the Project is in nascent stage, it is thought fit to adopt the Quality Management System - ISO 9001-2008 (QMS). It is quality management system based on the principles that existence of an organization is dependent upon satisfied customers, continuous improvement of the operations and "prevention is better than cure".

Your Company firmly believes in demonstrating excellence in Quality, Health, Safety and Environment and has framed a Quality Policy highlighting the commitment to implement QMS and ensuring safety of all personnel working under our control and promote harmony with Environment. As a responsible Corporate, Your Company endeavors to keep its employees fully aware of HSE aspects through extensive awareness and training.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors hereby confirm that,

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2017 and of the profit of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

RISK MANAGEMENT

The risk associated with the business of the Company, if any, is brought to the notice of Board from time to time. The Company is implementing the Mallavaram- Bhopal - Bhilwara - Vijaipur Pipeline Project and most of these approvals, permissions have been received from various government authorities. Since these approvals, permissions have been received progressively, the Company has initiated process of implementing sections of the Project where statutory approvals, clearances have been received and has already awarded EPC Contract for Pipeline and Associated facilities from Kunchanapalle Dispatch Terminal, Andhra Pradesh to Ramagundam

Fertilizers & Chemicals Limited's Plant at Ramagundam, Telangana. The Board will develop a Risk Management Policy of the Company in future considering the Project requirements.

RELATED PARTY TRANSACTIONS

All related party transactions entered into during the financial year were on an arm's length basis and were in the ordinary course of business. The Audit Committee has granted omnibus approval for related party transactions and the details of all the transactions entered into with related parties are placed before the Audit Committee for its review. During the year, no material contracts/ arrangements/ transactions requiring disclosure in the AOC – 2 were entered with the Related Parties. However, attention is drawn to the Note No. 28 of the Financial Statements regarding the disclosure of the Related Party Transactions.

EXTRACTS OF ANNUAL RETURN

Pursuant to the provisions of Section 134(3) of the Companies Act, 2013, an extract of the Annual Return in Form MGT -9 is annexed herewith as **Annexure - IV**.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:

No significant or material order has been passed by any Regulator/ Court or Tribunal impacting the going concern status and Company's operations in future.

PARTICULARS OF EMPLOYEES

The Company being a government company is exempted from disclosing the remuneration and other particulars of employees prescribed under the provisions of Section 197 of the Companies Act, 2013 read with Rules made there under.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNIGNS AND OUTGO

CONSERVATION OF ENERGY: NIL
TECHNOLOGY ABSORPTION: NIL

FOREIGN EXCHANGE EARNINGS & OUTGO FOR THE YEAR:

Foreign Exchange earnings - Nil
Foreign Exchange Outgo – Nil

ACKNOWLEDGEMENTS

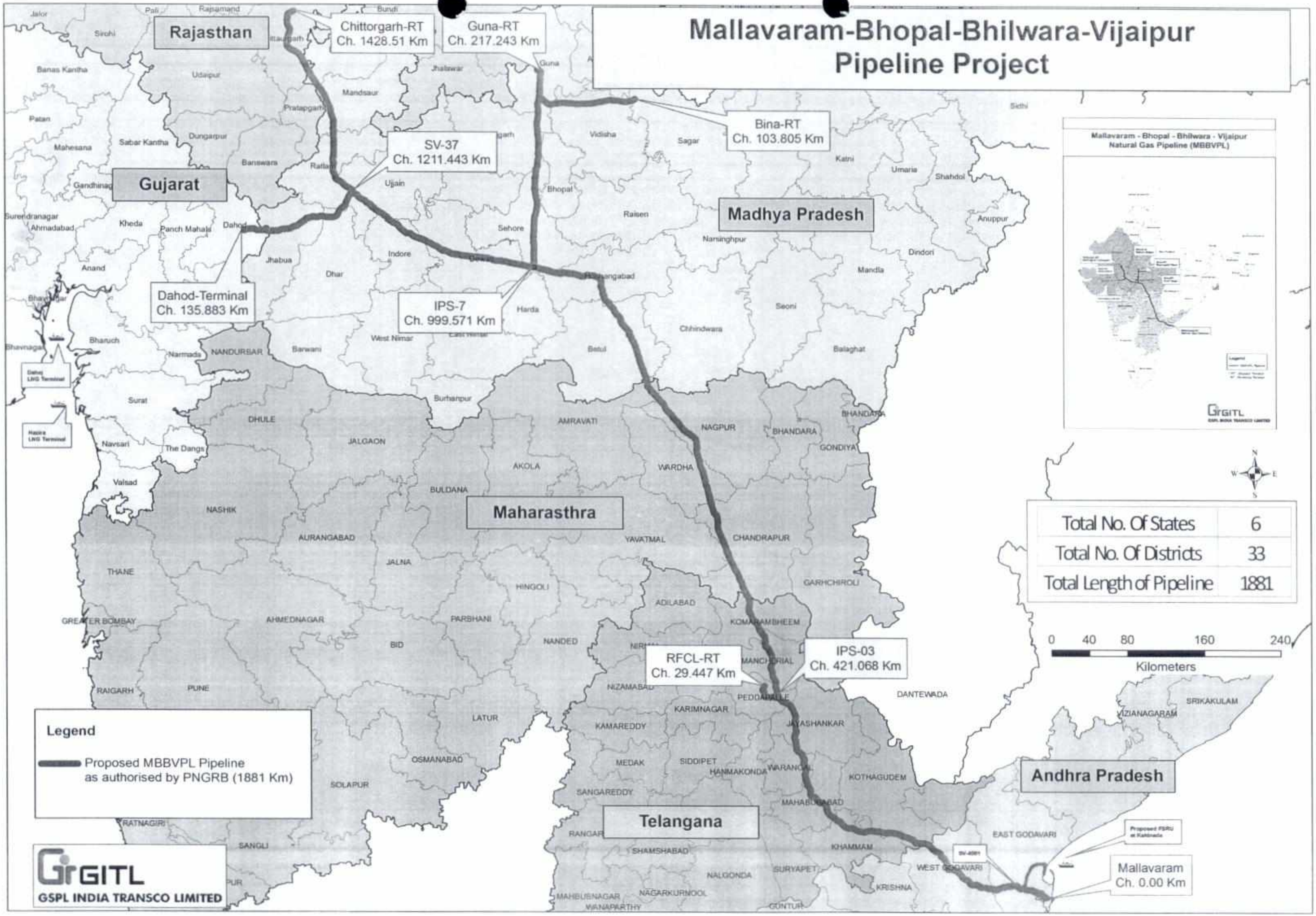
Your Directors are pleased to place on record their appreciation for the continued guidance and support received from the Promoters viz. Gujarat State Petronet Limited, Indian Oil Corporation Limited, Bharat Petroleum Corporation Limited, and Hindustan Petroleum Corporation Limited, Petroleum & Natural Gas Regulatory Board, Government of India and State Governments and Banks.

Your Company also place on record sincere appreciation for hardwork, dedicated and unstinted efforts of employees at all levels in implementing the Project.

For and on behalf of Board of Directors,

Dr. J N Singh, IAS
Chairman
DIN: 00955107

Date: ...., 2017
Place: Gandhinagar


Mallavaram-Bhopal-Bhilwara-Vijaipur
Pipeline Project
Rajasthan
Gujarat
Madhya Pradesh
Maharasthra
Telangana
Andhra Pradesh
Chittorgarh-RT
Ch. 1428.51 Km
Guna-RT
Ch. 217.243 Km
Bina-RT
Ch. 103.805 Km
SV-37
Ch. 1211.443 Km
Dahod-Terminal
Ch. 135.883 Km
IPS-7
Ch. 999.571 Km
RFCL-RT
Ch. 29.447 Km
IPS-03
Ch. 421.068 Km
Mallavaram
Ch. 0.00 Km
Total No. Of States 6
Total No. Of Districts 33
Total Length of Pipeline 1881
0 40 80 160 240
Kilometers
Legend
Proposed MBBVPL Pipeline
as authorised by PNGRB (1881 Km)
GITL
GSPL INDIA TRANSCO LIMITED
Mallavaram - Bhopal - Bhilwara - Vijaipur
Natural Gas Pipeline (MBBVPL)
Udaipur
Mandsaur
Ujjain
Indore
Bhopal
Vidisha
Sagar
Sehore
Raisen
Dahod
Jhabua
Dhar
Harda
Betul
Chhindwara
Seoni
Balaghat
Mandla
Dindori
Anuppur
Shahdol
Umaria
Katni
Narsinghpur
Burhanpur
DHULE
JALGAON
AMRAVATI
AKOLA
NAGPUR
BHANDARA
GONDIYA
WARDHA
BULDANA
NASHIK
AURANGABAD
JALNA
YAVATMAL
CHANDRAPUR
GARHCHIROLI
THANE
HINGOLI
ADILABAD
GREATER BOMBAY
AHMEDNAGAR
PARBHANI
NANDED
BID
RAIGARH
PUNE
LATUR
OSMANABAD
SOLAPUR
RATNAGIRI
SANGLI
NIZAMABAD
KARIMNAGAR
KAMAREDDY
MEDAK
SIDDIPET
SANGAREDDY
WARANGAL
KOTHAGUDEM
KHAMMAM
NALGONDA
SURYAPET
KRISHNA
WEST GODAVARI
EAST GODAVARI
DANTEWADA
SRIKAKULAM
VIZIANAGARAM
NANDURBAR
Surat
Navsari
Valsad
Bharuch
Narmada
Anand
Kheda
Panch Mahals
Ahmadabad
Gandhinagar
Mahesana
Sabar Kantha
Dungarpur
Banswara
Patan
Banas Kantha
Sirohi
Jalor
Pali
Rajsamand
Bundi
Jhalawar
Guna
Sidhi
Barwani
West Nimar
Proposed FSRU at Kakinada

Annexure-I

Annexure-II

Confidential
By Regd. Post

सत्यमेव जयते

कार्यालय
महालेखाकार (आ.एवं रा.क्षे.ले.प.), गुजरात

Office of the
Accountant General (E&RSA), Gujarat

(302)
31 JUL 2017

No. ES-I/A/cs/GSPL(Transco)/2016-17/ Ow 854
20/07/17

To
The Managing Director,
GSPL India Transco Limited,
GSPL Bhavan, Plot No. E-18, GIDC, Electronic Estate,
Near K-7 Circle, Sector-26,
Gandhinagar-382028.

Sub:- Comment of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the financial statements of GSPL India Transco Limited for the year ended 31 March 2017.

Sir,

Please find enclosed nil comment certificate of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 on the financial statements of GSPL India Transco Limited for the year ended 31 March 2017 for being placed before the Annual General Meeting of the Company.

Under Section 143(6) of the Companies Act, 2013 the comments of the Comptroller and Auditor General of India are required to be sent by the Company to every person entitled to copies of audited financial statements under Section 136(1) of the Companies Act, 2013 and also to be placed before the Annual General Meeting of the Company at the same time and in the same manner as the Statutory Auditors' Report of the Company. The date of placing the Report of the Comptroller and Auditor General of India before the Annual General Meeting may please be intimated to this office.

Six copies of the printed accounts may please be sent to this office for our use and record.

Receipt of this letter with its enclosures may please be acknowledged.

Yours faithfully,

Dy. Accountant General (ES-I)

G-M-F&A
GITL

Encl: As above

लेखापरीक्षा भवन, नवरंगपुरा, अहमदाबाद - 380 009. Audit Bhavan, Navrangpura, Ahmedabad - 380 009.
फोन / Phone : 079-26403713, 26561327, 26405874, 26561282, 26560892
फेक्स / Fax : 079-26561853 E-mail : agaugujarat1@cag.gov.in

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF GSPL INDIA TRANSCO LIMITED FOR THE YEAR ENDED 31 MARCH 2017

The preparation of financial statements of **GSPL India Transco Limited** for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 12 May 2017.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6)(a) of the Act of the financial statements of **GSPL India Transco Limited** for the year ended 31 March 2017. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' Report.

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

(Gurveen Sidhu)
Accountant General (E&RSA), Gujarat

Place: Ahmedabad
Date: 20-07-2017

Annexure – III

CS KIRAN KUMAR PATEL B.Com, FCS

K. K. PATEL & ASSOCIATES
Company Secretaries

Plot No. 305, 2nd Floor, Padmavati Appartment, Nr. GH-6 Circle, Sector-29, Gandhinagar - 382 029. Ph. 079-23243088 Mob. 98250 23204 Email : cs_kiranpatel@yahoo.co.in

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31st March, 2017

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

To,
The Members,
GSPL India Transco Limited
GSPC Bhavan, B/h UdyogBhavan
Sector-11, Gandhinagar-382 011

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **GSPL India Transco Limited.** The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **31st March, 2017** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2017 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there-under;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder are not applicable to the Company during the period under review.

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there-under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings are not applicable to the Company during the period under review.

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') *are not applicable* to the Company during the period under review.

(i) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(ii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

(iii) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

(iv) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

(v) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(vi) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(vii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and

(viii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

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

(i) Petroleum and Natural Gas Regulatory Board Act, 2006 and rules and regulations made there under.

(ii) Petroleum and Minerals Pipelines (Acquisition of Right of User Inland) Act, 1962

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Company being unlisted is not required to comply with the Listing Agreements of Stock Exchange(s)/ SEBI (LODR) Regulations, 2015.

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

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as on 31.03.2017.The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance & in case of shorter notice required compliance as per Companies Act, 2013 has been ensured.

Generally, all decisions at the Board and Committee meetings are carried out unanimously as recorded in the minutes of the meeting of the Board of Directors and Committee of the Board as the case may be.

We further report that

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that

During the audit period the Company has:-

(i) allotted 1.5 Crores Equity Shares of Rs. 10 each aggregating to Rs. 15 Crores by passing the Board Resolution dated 29th April, 2016 to the existing shareholders on right basis.

(ii) allotted 2.5 Crores Equity Shares of Rs. 10 each aggregating to Rs. 25 Crores by passing the Board Resolution dated 14th October, 2016 to the existing shareholders on right basis.

For K. K. Patel & Associates

K. K. PATEL & ASSOCIATES * COMPANY SECRETARIES * C.P. 6352 FCS. 6384

(Kiran Kumar Patel)
Company Secretaries
FCS No. 6384, CP No. 6352

Date: 04.07.2017
Place: Gandhinagar

(This report is to be read with our letter of even date which is annexed as ***Annexure A (Page5) and*** *forms an integral part of this report.)*

'Annexure A'

To,
The Members,
GSPL India Transco Limited
GSPC Bhavan, B/h UdyogBhavan
Sector-11, Gandhinagar-382 011

Our report of even date is to be read along with this letter.

1. *Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.*

2. *We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.*

3. *We have not verified the correctness and appropriateness of financial Statements of the company.*

4. *The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.*

5. *The Secretarial Audit report is not an assurance as to the future viability of the Company.*

For K K Patel & Associates

(Kiran Kumar Patel)
FCS No. 6384, CP No. 6352

Date: 04.07.2017
Place: Gandhinagar

Annexure - IV

FORM NO. MGT.9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31st March, 2017

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i) CIN:- U40200GJ2011SGC067450

ii) Registration Date: 13th October, 2011

iii) Name of the Company: GSPL India Transco Limited

iv) Category / Sub-Category of the Company: Company having share capital / State Government Company.

v) Address of the Registered office and contact details: GSPC Bhavan, Behind Udhyog Bhavan, Sector 11, Gandhinagar - 382010.
Phone No.: 079-23268500/ 600 - Fax. 079-23258506
Email: gitl@gspc.in - Website: www.gspcgroup.com

vi) Whether listed company ~~Yes /~~ No

vii) Name, Address and Contact details of Registrar and Transfer Agent, if any- NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	The Company is implementing Mallavaram - Bhopal - Bhilwara Natural Gas Pipeline Project. The Project is yet to commence commercial operations.		-

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. N O	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY /ASSOCIATE	% of shares held	Applicable Section
1	Gujarat State Petronet Limited	L40200GJ1998SG C035188	Holding Company	52%	2(46)
2	Gujarat State Petroleum Corporation Limited	U23209GJ1979SG C003281	Holding Company	-	2(46)

IV. **SHARE HOLDING PATTERN** *(Equity Share Capital Breakup as percentage of Total Equity)*

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	De-mat	Physical	Total	% of Total Shares	
A.Promoters (1) Indian (Bodies Corporates) **Sub-total (A) (1):-**	-	165000000	165000000	100	-	205000000	205000000	100	24.24
(2) Foreign **Sub-total (A) (2):-**	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	165000000	165000000	100	-	205000000	205000000	100	24.24
B. Public Shareholding	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B) = (B)(1) + (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	**165000000**	**165000000**	**100**	**-**	**205000000**	**205000000**	**100**	**24.24**

ii) Shareholding of Promoters

Sr.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			
		No. of Shares	% of total Shares of the company	%of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged/ encumbered to total shares	% change in share holding during the year
1	Gujarat State Petronet Limited	8,58,00,000	52	-	10,66,00,000	52	-	24.24
2	Indian Oil Corporation Limited	4,29,00,000	26	-	5,33,00,000	26	-	24.24
3	Bharat Petroleum Corporation Limited	1,81,50,000	11	-	2,25,50,000	11	-	24.24
4	Hindustan Petroleum Corporation Limited	1,81,50,000	11	-	2,25,50,000	11	-	24.24
	Total	16,50,00,000	100	-	205000000	100	-	24.24

iii) Change in Promoters' Shareholding (please specify, if there is no change)

	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year Gujarat State Petronet Limited (GSPL): Indian Oil Corporation Limited (IOCL): Bharat Petroleum Corporation Limited (BPCL) Hindustan Petroleum Corporation Limited (HPCL)	 8,58,00,000 4,29,00,000 1,81,50,000 1,81,50,000	 52 26 11 11	 -	 -
	16,50,00,000	100		
1,50,00,000 equity shares of Rs. 10 were allotted to promoters on 29th April, 2016: GSPL: 78,00,000 (52%) IOCL: 39,00,000(26%) BPCL: 16,50,000 (11%) HPCL: 16,50,000 (11%)			 9,36,00,000 4,68,00,000 1,98,00,000 1,98,00,000	 52 26 11 11

2,50,00,000 equity shares of Rs. 10 were allotted to promoters on 14th October, 2016: GSPL: 1,30,00,000 (52%) IOCL: 65,00,000 (26%) BPCL: 27,50,000 (11%) HPCL: 27,50,000 (11%)			10,66,00,000 5,33,00,000 2,25,50,000 2,25,50,000	52 26 11 11
At the End of the year	-	-	20,50,00,000	100

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	For Each of the Top 10 Shareholders	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NA		NA	
	Date wise Increase/Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/sweat equity etc):	NA		NA	
	At the End of the year (or on the date of separation, if separated during the year)	NA		NA	

v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name of Director	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1	Shri N Bose Babu				
	At the beginning of the year	10*	-		-
	Date wise Increase / Decrease in Share holding during the year	-	-	-	-
	At the End of the year	10	-	10	-
2	Shri Manish Seth				
	At the beginning of the year	10*	-		-
	Date wise Increase / Decrease in Share holding during the year	-	-	-	-
	At the End of the year	10	-	10	-

* Beneficial interest in these shares is held by Gujarat State Petronet Limited

Note: 1) None of the other Directors/ KMP hold any shares in the Company

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)				
Change in Indebtedness during the financial year • Addition • Reduction	-	Nil	Nil	Nil
Net Change				
Indebtedness at the end of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due		Nil	Nil	Nil
Total (i+ii+iii)		Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil				Nil
2.	Stock Option					
3.	Sweat Equity					
4.	Commission - as % of profit - others, specify...					
5.	Others, please specify					
	Total (A)	Nil				Nil

	Ceiling as per the Act					

B. Remuneration to other directors:

Category	Particulars of remuneration (Rs.)			Total
	Sitting fees for Board & Committee meetings	Commi-ssion	Other (Out of pocket)	
Independent Directors				
Shri Chandrashekhar Mani	35,000	-	4,000	39,000
Dr. Bharatkumar A Modi	40,000	-	5,000	45,000
Other Non- Executive Directors				
Shri Atanu Chakraborty, IAS (upto 11.04.2016)	Ref Note 1	-	1,000	1,000
Dr J N Singh, IAS (w.e.f. 29.04.2016)	Ref Note 1	-	4,000	4,000
Dr T Natarajan, IAS (w.e.f. 10.08.2016)	Ref Note 1	-	2,000	2,000
Shri N Bose Babu	30,000	-	5,000	35,000
Shri Ravindra Agrawal (upto 10.08.2016)	15,000	-	3,000	18,000
Shri Manish Seth	25,000		5,000	30,000
Shri G K Satish (upto 29.08.2016)	Ref Note 2	-		
Shri R K Tiku (w.e.f. 07.09.2016)	Ref Note 2			
Shri D S Nanaware (upto 22.03.2017)	Ref Note 2	-		
Shri I S Rao	Ref Note 2	-		
Shri H R Wate	-	-		
Smt. Shobhana Desai	10,000	-	2,000	12,000
Total B				
Total Managerial Remuneration			-	
Overall Ceiling as per the Act	-	-	-	

Notes:

1) Sitting fee in respect of Government Officers is deposited in government treasury
2) Sitting fee in respect of Nominee Directors is deposited directly with their respective company.

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sr. No	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	CS	CFO*	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	1656539 41796 00.00	-	16,98,335
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	--	-	-
4.	Commission - as % of profit - others, specify	-	-	-	-
5.	Others The Company has reimbursed the salary & perquisites including service tax to IOCL			42,72,726/-	42,72,726/-
	Total		**16,98,335**	**42,72,726/-**	**59,71,061/-**

* M/s. IOCL has deputed CFO as per the Articles of Association. The Company has reimbursed the above salary including service tax thereon to IOCL.

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: Nil

Type	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/COURT]	Appeal made, if any (give Details)
A. COMPANY				
Penalty				
Punishment				
Compounding				
B. DIRECTORS				
Penalty				
Punishment				
Compounding				
C. OTHER OFFICERS IN DEFAULT				
Penalty				
Punishment				
Compounding				

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF GSPL INDIA TRANSCO LIMITED

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying Standalone Ind AS financial statements of **GSPL INDIA TRANSCO LIMITED** ("the company"), which comprises the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flow and the statement of changes in equity for the year then ended and a summary of significant accounting policies and other explanatory information (herewith after referred to as " standalone Ind AS financial statements")

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with relevant rules issued thereunder.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Standalone Ind AS Financial Statements based on our audit.
We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Ind AS, of the financial position of the Company as at 31st March, 2017, and its financial performance including other comprehensive income, its Cash Flow and the changes in equity for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. 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 Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143(3) of the Act, we report that:
   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
   b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
   c) The Balance Sheet, the Statement of Profit and Loss, the statement of Cash Flows and statement of changes in equity dealt with by this Report are in agreement with the books of account;
   d) In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule issued thereunder;
   e) On the basis of written representations received from the directors as on 31st March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31stMarch, 2017, 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 Report in "Annexure B"; and

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

   i. The Company has disclosed the impact of pending litigations on its financial position in its standalone Ind AS financial statements – Refer Note No. 19 to the standalone Ind AS financial statements;

   ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;

   iv. The Company has provided requisite disclosures in its standalone Ind AS financial statements as to holdings as well as dealing in specified bank notes during the period from 08th November, 2016 to 30th December, 2016 and these are in accordance with books of account maintained by Company. Refer Note No. 33 to the standalone Ind AS financial statements.

3. As required by section 143(5) of the Act, we report as under:

(i) Report on Directions under Section 143(5) of Companies Act, 2013:

1. Whether the Company has clear title/lease deeds for freehold and leasehold respectively? If not please state the area of freehold and leasehold land for which title / lease deeds are not available?

The Company has clear title / lease deeds for freehold and leasehold properties.

2. Whether there are any cases of waiver/ write off of debts/ loan/ interest etc. if yes, the reasons there for and the amount involved.

There are no such cases of waiver of debts / loan / interest etc.

3. Whether proper records are maintained for inventories lying with third parties & assets received as gift / grant(s) from Govt. or other authorities.

The Company does not own any inventory lying with third party. Further company has not received any asset as gift / grant from Govt. or other authorities.

(ii) Report on Sector Specific Sub-directions under Section 143(5) of Companies Act, 2013:

INFRASTRUCTURE SECTOR

1. Whether the Company has taken adequate measures to prevent encroachment of idle land owned by it. Whether any land of the Company is encroached, under litigation, not put to use or declared surplus? Details may be provided.

The company has taken adequate measures to prevent encroachment and there is no encroachment to the land owned by the company.

2. Whether the system in vogue for identification of projects to be taken up under Public Private Partnership is in line with the guidelines/ policies of the Government? Comment on deviation if any.
The company does not have any project to be taken up under Public Private Partnership.

3. Whether system for monitoring the execution of works vis-à-vis the milestones stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues/ losses from contracts, etc., have been properly accounted for in the books.
System for monitoring the execution of works vis-à-vis the milestones stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues/ losses from contracts, etc., have been properly accounted for in the books.

4. Whether funds received/ receivable for specific schemes from central/ State agencies were properly accounted for/utilized? List the cases of deviations.
The Company have not received/ receivable any fund for specific schemes from central/ State agencies.

5. Whether the bank guarantees have been revalidated in time?
Bank guarantees have been revalidated in a timely manner.

6. Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash obtained.
Confirmation of Balances has been obtained in majority of the cases.

7. The cost incurred on abandoned projects may be quantified and the amount actually written-off shall be mentioned.
During the year 2016-17, the company has not abandoned any project.

FOR B P BANG & CO.
CHARTERED ACCOUNTANTS
FRN 010621C

PLACE: GANDHINAGAR
DATED: 12th May, 2017

CA. PRATAPRAM
PARTNER
M. NO. 142935

CA AHMEDABAD CHARTERED ACCOUNTANTS

"Annexure A" to the Independent Auditor's Report

The annexure referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the standalone Ind AS financial statements of **GSPL INDIA TRANSCO LIMITED** for the year ended 31st March, 2017, we report that:

FIXED ASSETS

1 (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) According to information provided by the management, fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed.

(c) According to information and explanations given to us and on the basis of our examination of records of the Company, the title deeds of immovable properties are held in the name of the company.

INVENTORIES

2 The Company does not hold any physical inventories during the year. Accordingly, clause (ii) of paragraph 3 of "the Order" is not applicable to the Company.

LOANS & ADVANCES

3 The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, clause (iii)(a) , (iii)(b) & (iii)(c) of paragraph 3 of "the Order" is not applicable to the Company.

LOANS, INVESTMENT & GUARANTEES

4 According to information & explanation given to us, company has not given any loan or provided any guarantee to any person specified under section 185 of Companies Act 2013.

Further, company has not made any investment nor given any loan or provided any guarantee to any body corporate as specified under section 186 of Companies Act 2013. Therefore, clause (iv) of paragraph 3 of "the order" is not applicable to the company.

FIXED DEPOSITS

5 According to the information and explanations given to us, the Company has not accepted any deposits therefore directive issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, clause (v) of paragraph 3 of "the Order" is not applicable to the Company.

6 COST AUDIT RECORDS

The Central Government has prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013. Since Company has not commenced its commercial operations, clause (vi) of paragraph 3 of "the Order" is not applicable to the Company.

STATUTORY DUES

7 (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed applicable statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable with the appropriate authorities.

(b) According to the information and explanation given to us there are no disputed amounts payable in respect of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess.

DEFAULT IN PAYMENT OF DUES

8 According to the records of the Company examined by us and the information and explanations given to us, the Company does not have dues to any financial institution or bank or government or debenture holders as at the balance sheet date. Accordingly, clause (viii) of the paragraph 3 of "the Order" is not applicable to the Company.

FUND RAISED BY PUBLIC ISSUE/ FOLLOW ON OFFER / TERM LOAN

9 The Company has not raised money by way of public issue / follow on offer or through term loan. Therefore, clause (ix) of paragraph 3 of "the order" is not applicable to the company.

FRAUD

10 During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, no fraud by the Company or any fraud on the company by it's officers / employees has been noticed or reported during the year.

MANAGERIAL REMUNERATION

11 The Company has not provided / paid any managerial remuneration as specified under section 197 of The Companies Act 2013 during the year. Therefore, clause (xi) of paragraph 3 of the order is not applicable to the company.

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NIDHI COMPANY

12 The company is not a Nidhi Company as defined under section 406 of Companies Act, 2013. Therefore, clause (xii) of paragraph 3 of the order is not applicable to the company.

TRANSACTIONS WITH RELATED PARTY

13 As per the information and explanation given to us, all transactions with related parties are in compliance with the provision of section 177 and section 188 of Companies Act, 2013. Details of such transaction have been disclosed in the standalone Ind AS Financial statements as required by the applicable accounting standards.

PREFERETIAL ALLOTMENT / PRIVATE PLACEMENT OF SHARE / ISSUE OF DEBENTURE

14 During the year company has not made any preferential allotment or private placement of shares nor have issued any fully or partly convertible debenture as required under section 42 of Companies Act 2013. Therefore, clause (xiv) of paragraph 3 of the order is not applicable to the company.

NON CASH TRANSACTIONS WITH DIRECTORS

15 As per the information and explanation given to us, company has not entered in to any non cash transactions with directors or persons connected with him. Therefore, clause (xv) of paragraph 3 of "the order" is not applicable to the company

NBFC REGISTRATION

16 The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 as NBFC. Therefore, clause (xvi) of paragraph 3 of "the order" is not applicable to the company.

FOR B P BANG & CO.
CHARTERED ACCOUNTANTS
FRN 010621C

CA. PRATAPRAM
PARTNER
M. NO. 142935

PLACE: GANDHINAGAR
DATED: 12th May, 2017

B P BANG & CO CA AHMEDABAD CHARTERED ACCOUNTANTS

B.P.BANG & CO.
CHARTERED ACCOUNTANTS
109, UNIVERSITY PLAZA,VIJAY CHAR RASTA, NAVRANGPURA, AHMEDABAD DIAL: (O) 40029933 (M)93-284-55933

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Ind AS Financial Statements of GSPL INDIA TRANSCO LIMITED

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

We have audited the internal financial controls over financial reporting of **GSPL INDIA TRANSCO LIMITED** ("the Company") as of 31st March, 2017 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error.

B.P.BANG & CO.
CHARTERED ACCOUNTANTS
109, UNIVERSITY PLAZA,VIJAY CHAR RASTA, NAVRANGPURA, AHMEDABAD DIAL: (O) 40029933 (M)93-284-55933

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, 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 B P BANG & CO.
CHARTERED ACCOUNTANTS
FRN 010621C

CA. PRATAPRAM
PARTNER
M. NO. 142935

PLACE: GANDHINAGAR
DATED: 12th May, 2017

B P BANG & CO

A-33 VIRAT NAGAR, SECTOR-23, GANDHINAGAR -382023 GUJARAT DIAL (M) 93-284-55933
BEHIND MEDICAL AUDITORUM, 166 (E) SECTOR-D, SHASTRI NAGAR, JODHPUR (RAJ) DIAL (O) 3255933 (R) 2542667
email: bpbang@rediffmail.com

GGITL

GSPL India Transco Limited

CIN: U40200GJ2011SGC067450

BALANCE SHEET AS AT 31ST MARCH, 2017

(₹ in Lacs)

Particulars	Notes	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3	2,565.92	2,438.57	1,920.11
Capital Work-In-Progress	3	10,641.62	8,712.70	7,069.13
Other Intangible Assets	4	2,067.62	1,962.45	1,699.85
Financial Assets				
Loans	5	100.29	62.01	43.86
Other Financial Assets	6	1,744.22	1,393.68	878.08
Deferred Tax Assets (Net)	14	12.08	6.61	2.01
Other Non-Current Assets	7	2,169.24	1,973.93	1,879.36
Total Non-Current Assets		19,300.99	16,549.95	13,492.40
Current Assets				
Financial Assets				
Cash and Cash Equivalents	8	1,388.15	487.12	1,347.56
Other Bank Balances	8	370.92	234.01	46.79
Loans	5	24.39	12.94	9.06
Other Financial Assets	6	18.02	17.95	20.66
Other Current Assets	7	529.43	528.02	33.40
Total Current Assets		**2,330.91**	**1,280.04**	**1,457.47**
Total Assets		**21,631.90**	**17,829.99**	**14,949.87**
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	9	20,500.00	16,500.00	14,000.00
Other Equity	10	569.99	868.21	400.23
Total Equity		**21,069.99**	**17,368.21**	**14,400.23**
Liabilities				
Non-Current Liabilities				
Net Employee Benefit Liabilities	13	130.94	82.44	55.37
Total Non-Current Liabilities		130.94	82.44	55.37
Current Liabilities				
Financial Liabilities				
Other Financial Liabilities	11	364.40	321.75	446.57
Net Employee Benefit Liabilities	13	38.72	24.36	25.02
Other Current Liabilities	15	26.27	31.74	22.56
Provisions	12	-	-	0.12
Current Tax Liabilities (Net)		1.58	1.49	-
Total Current Liabilities		**430.97**	**379.34**	**494.27**
Total Liabilities		**561.91**	**461.78**	**549.64**
Total Equity and Liabilities		**21,631.90**	**17,829.99**	**14,949.87**
Significant Accounting Policies	2			

The accompanying notes are integral part of the Financial Statements.

As per our report of even date attached

For and on behalf of the Board of Directors,

For B P Bang & Co.
Chartered Accountants
Firm Registration No. 010621C

Pratap Ram
Partner
Membership No.142935
Place: Gandhinagar
Date:

Dr J.N.Singh, IAS
Chairman
DIN: 00955107

N. Bose Babu
CEO & Director
DIN: 03617497

Prabhat Himatsingka
Chief Financial Officer

Nilesh Patel
Company Secretary

Place: Gandhinagar
Date:

GrGITL

GSPL India Transco Limited

CIN: U40200GJ2011SGC067450

STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED ON 31ST MARCH, 2017

(₹ in Lacs)

Particulars	Notes	2016-17	2015-16
INCOME			
Other Income - interest income	16	153.66	130.41
Total Income (A)		**153.66**	**130.41**
EXPENSES			
Other Expenses	17	16.56	13.91
Total Expenses (B)		**16.56**	**13.91**
Profit Before Tax (A-B)		**137.10**	**116.50**
Tax Expenses			
Current Tax	14	50.80	43.12
Deferred tax	14	(5.47)	(4.60)
Profit After Tax for the Period		**91.77**	**77.98**
Other Comprehensive Income		-	-
Other Comprehensive Income for the Period, net of tax		-	-
Total Comprehensive Income for the Period		91.77	77.98
Earning per Equity Share (EPS) for Profit for the Period (Face Value of ₹ 10)	18		
Basic (₹)		0.05	0.05
Diluted (₹)		0.05	0.05
Significant Accounting Policies	2		

The accompanying notes are integral part of the Financial Statements.

As per our report of even date attached

For and on behalf of the Board of Directors,

For B P Bang & Co.
Chartered Accountants
Firm Registration No. 010621C

Pratap Rami
Partner
Membership No.142935
Place: Gandhinagar
Date:

B P BANG & CO. CHARTERED ACCOUNTANTS AHMEDABAD

Dr J.N.Singh, IAS
Chairman
DIN: 00955107

N. Bose Babu
CEO & Director
DIN: 03617497

Prabhat Himatsingka
Chief Financial Officer

Nilesh Patel
Company Secretary

Place: Gandhinagar
Date:

Statement of Changes in Equity (SOCIE) for the period ended on 31 March 2017

A. Equity Share Capital

Particulars	Number of Shares	Amount ₹ in Lacs
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
Equity shares of ₹ 10/- each fully paid up		
As at 1 April 2015	14,00,00,000	14,000.00
Add: New shares allotted during the year	2,50,00,000	2,500.00
As at 31 March 2016	16,50,00,000	16,500.00
Add: New shares allotted during the year	4,00,00,000	4,000.00
As at 31 March 2017	20,50,00,000	20,500.00

B. Other Equity

(₹ in Lacs)

Particulars	Share application money pending alotment	Reserves & Surplus Retained earnings	Total Other Equity
Balance at April 1, 2015	-	400.23	400.23
Money received for allotment during the year	390.00	-	390.00
Profit for the year	-	77.98	77.98
Total comprehensive income for the year	390.00	77.98	467.98
Balance at March 31, 2016	390.00	478.21	868.21
Profit for the year	-	91.77	91.77
Shares pending allotment now alloted	(390.00)		(390.00)
Total comprehensive income for the year	(390.00)	91.77	(298.23)
Balance at 31 March, 2017	-	569.98	569.98

As per our report of even date attached

For and on behalf of the Board of Directors,

For B P Bang & Co.
Chartered Accountants
Firm Registration No. 010621C

B P BANG & CO. CA AHMEDABAD CHARTERED ACCOUNTANTS

Pratap Ram
Partner
Membership No.142935
Place: Gandhinagar
Date:

Dr J.N.Singh, IAS
Chairman
DIN: 00955107

N. Bose Babu
CEO & Director
DIN: 03617497

Prabhat Himatsingka
Chief Financial Officer

Nilesh Patel
Company Secretary

Place: Gandhinagar
Date:

GrGITL

GSPL India Transco Limited

CIN: U40200GJ2011SGC067450

STATEMENT OF CASH FLOW

FOR THE YEAR ENDED ON 31ST MARCH, 2017

(₹ in Lacs)

Particulars	2016-17	2015-16
Cash Flow from Operating Activities		
Profit before Taxes	137.10	116.50
Adjustments for:		
Interest Income	(153.66)	(130.41)
Net Cash Flow from Operating Activities (A)	(16.56)	(13.91)
Cash Flow from Investing Activities		
Interest Received	147.48	126.55
Other Income	0.54	-
Taxes paid	(50.70)	(34.44)
Investment in Fixed Deposits	(7.98)	(79.32)
Acquisition of Fixed Assets and Change in CWIP	(2,061.40)	(2,513.98)
(Increase)/Decrease in Other Assets	(196.72)	(596.38)
(Increase)/Decrease in Financials Assets	(523.63)	(638.96)
Net Cash Flow from Investing Activities (B)	(2,692.41)	(3,736.53)
Cash Flow from Financing Activities		
Proceeds from issue of Equity Share Capital	3,610.00	2,890.00
Net Cash Flow from Financing Activities (C)	3,610.00	2,890.00
Net Increase / (Decrease) in Cash and Cash Equivalents (A+ B+ C)	901.03	(860.44)
Cash and Cash Equivalents at the beginning of the period	487.12	1,347.56
Cash and Cash Equivalents at the end of the period	1,388.15	487.12
Notes to Statement of Cash Flows		
Cash and cash equivalent includes-		
Cash and Cheques on Hand	0.23	0.66
Balances with Scheduled Banks		
in Current Accounts	111.11	105.15
in Deposit Accounts	1,276.81	381.31
	1,388.15	487.12

Previous period's figures have been rearranged/regrouped wherever necessary, to confirm to this year's classification.

As per our report of even date attached

For and on behalf of the Board of Directors,

For B P Bang & Co.
Chartered Accountants
Firm Registration No. 010621C

Pratap Ram
Partner
Membership No.142935
Place: Gandhinagar
Date:

B P BANG & CO. CA AHMEDABAD CHARTERED ACCOUNTANTS

Dr J.N.Singh, IAS
Chairman
DIN: 00955107

N. Bose Babu
CEO & Director
DIN: 03617497

Prabhat Himatsingka
Chief Financial Officer

Nilesh Patel
Company Secretary

Place: Gandhinagar
Date:

1. **Corporate information**

GSPL India Transco Limited ('the Company') was incorporated on 13th October, 2011 under the Companies Act, 1956 as a subsidiary of Gujarat State Petronet Limited (GSPL). On 30th April, 2012, a joint venture agreement was executed between Gujarat State Petronet Limited (GSPL), Indian Oil Corporation Limited (IOCL), Bharat Petroleum Corporation Limited (BPCL) and Hindustan Petroleum Corporation Limited (HPCL). The shareholding pattern is GSPL (52%), IOCL (26%), BPCL (11%) and HPCL (11%). The Company is developing a natural gas pipeline for transmission of natural gas from Mallavaram in Andhra Pradesh to Bhilwara in Rajasthan.

Authorization of financial statements

The Standalone Financial Statements were authorized for issue in accordance with a resolution passed in meeting of Board of the Directors held on 12th May 2017

2. **Significant Accounting Policies**

(a) Basis of preparation

The Standalone Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015; and the other relevant Provisions of Companies Act. 2013 and Rules there under. The financial statements up to the year ended 31st March 2016 were prepared under historical cost convention in accordance with the mandatory accounting standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other provisions of the Act.

These Financial Statements are the first financial statements of the Company prepared under Ind AS. The date of transition to Ind AS is 1st April, 2015. Refer Note 34 for an explanation of how the transition from Indian GAAP (IGAAP) to Ind AS has affected the Company's financial position, financial performance and cash flows.

The financial statements are prepared on accrual basis of accounting under historical cost convention in accordance with generally accepted accounting principles in India and the relevant provisions of the Companies Act, 2013 including Indian Accounting Standards notified there under, except for certain financial assets and liabilities measured at fair value.

The preparation and presentation of the financial statements requires the management to make estimates, judgments and assumptions that affect the amount reported in the financial statements and notes thereto. Such estimates and assumptions are based on management's evaluation of relevant facts and circumstances as on the date of financial statements. The actual outcome may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as below:

- Useful lives of property, plant and equipment and intangible assets
- Measurement of Defined Benefit Obligations

- Provisions and contingencies

All values are rounded to the nearest rupees in Lacs, except where otherwise indicated.

(b) Property, plant and equipment

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost (net of recoverable taxes), less accumulated depreciation and accumulated impairment losses, if any. The cost of an Property, Plant and Equipment comprises its purchase price or construction cost, any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of any decommissioning obligation, if any, and Borrowing costs for assets that necessarily take a substantial period of time to get ready for their intended use. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Revenue expenses exclusively attributable to projects incurred during construction period are capitalized.

Capital Work-in-progress (CWIP) includes expenditure that is directly attributable to the acquisition/construction of assets, which are yet to be commissioned, and project inventory.

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment. Please refer to note 34 for details of the same.

(c) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Subsequently, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any. Internally generated intangibles are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

Intangible assets like software, licenses, Right-of-Use of land (ROU) and Right of Way (ROW) permissions which are expected to provide future enduring economic benefits are capitalized as Intangible Assets.

Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its intangible assets recognised as at 1 April 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets. Please refer to note 34 for details of the same.

(d) Depreciation and Amortisation

Depreciation on gas transmission pipeline(s) is provided on straight line method (SLM) over estimated useful life. Depreciation on other items of property, plant and equipment is provided on written down value method (WDV) as per useful life prescribed in Schedule II to the Companies Act, 2013 except on Mobile instruments, which are depreciated over useful life of two years on WDV basis based on technical assessment.

BANG & ... AHMEDABAD ... CHARTERED ACCOUNTANTS

Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal. Fixed Assets costing up to Rs. 5000/- are depreciated fully in the year of purchase / capitalisation.

Land on finance lease is amortised over the period of lease.

Right of Use in land is a right acquired under law and the Company has unrestricted right of entry for laying, operation and maintenance of the pipeline for indefinite period. Hence, RoU is indefinite in nature and not amortised; however, the same is tested for impairment annually. Moreover, Right of Way (ROW) is amortised over 30 years on straight line method starting from the date of commissioning of the respective pipeline as the same is inextricably linked and dependent on useful life of gas transmission pipeline(s). Further, software is amortised at 40% on written down value method.

(e) 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 fulfilment 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.

For arrangements entered into prior to 1 April 2015, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

A lease is classified at the inception date as a finance lease or an operating lease.

Finance Lease

Leases are classified as finance leases (including those for land), if substantially the entire risks and rewards incidental to ownership of the leased asset is transferred to the lessee.

Finance leases as lessee: Finance leases are capitalised 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 recognised as finance costs in the statement of profit and loss, unless they are directly attributable to qualifying assets.

Finance Leases as Lessor: All assets given on finance lease are shown as receivables at an amount equal to net investment in the lease. Principal component of the lease receipts are adjusted against outstanding receivables and interest income is accounted by applying the interest rate implicit in the lease to the net investment.

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The Company has given assets on lease to employees at concessional rate where the ownership of the asset transfers to the employees at the end of the lease term. The control over the asset is transferred to the employee since inception while legal ownership is retained by the Company. These are classified as finance leases, accordingly, the Company, has derecognised the items of PPE given to employees and recognised the same as receivable from employees. The difference between the cost of the asset and present value or (absolute value if the present value is not material) of the consideration to be received from the employee over the lease term and at the time of transfer of ownership in the future is recognised as an employee cost over the period.

Operating Lease

Leases (including those for land) which are not classified as finance leases are considered as operating lease. Lease payments under an operating lease are recognised as an expense on a straight-line basis over the lease term unless either:

(i) another systematic basis is more representative of the time pattern of the user's benefit even if the payments to the lessors are not on that basis; or

(ii) the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. If payments to the lessor vary because of factors other than general inflation, then this condition is not met.

(f) Borrowing costs

The Company capitalises borrowing costs that are directly attributable to the acquisition or construction of qualifying assets. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. For borrowing cost capitalisation, the capital cost of a particular project is identified against a borrowing in terms of period of construction and the borrowing cost for the relevant period is added to the capital cost till the particular project is capitalised and thereafter the borrowing cost is charged to the statement of profit and loss. All other borrowing costs are recognized as expense in the period in which they are incurred and charged to the statement of profit and loss.

(g) 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.

Financial assets

Initial recognition and measurement

A financial asset is recognised in the balance sheet when the Company becomes party to the contractual provisions of the instrument. At initial recognition, the Company measures a financial asset at its fair value plus or minus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset.

Subsequent measurement

For purpose of subsequent measurement, financial assets are classified into:

A. Financial assets measured at amortised cost;
B. Financial assets measured at fair value through other comprehensive income (FVTOCI); and
C. Financial assets measured at fair value through profit or loss (FVTPL).

The Company classifies its financial assets in the above mentioned categories based on:

1. The Company's business model for managing the financial assets, and
2. The contractual cash flows characteristics of the financial asset.

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Financial assets measured at amortised cost:

A financial asset is measured at amortised cost if both of the following conditions are met:

(i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

(ii) The contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

Financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised 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 amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables.

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

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

(i) The financial asset is held within a business model whose objective is achieved by both collecting the contractual cash flows and selling financial assets and

(ii) The asset's contractual cash flows represent SPPI.

Financial assets measured at fair value through profit or loss (FVTPL):

A financial asset is measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income. In addition, the Company may elect to designate a financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

De-recognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

A. The contractual rights to the cash flows from the financial asset have expired, or

B. The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either

   (i) The Company has transferred substantially all the risks and rewards of the asset, or

   (ii) The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of financial assets

In accordance with Ind-AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

(i) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.

(ii) Trade receivables.

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The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables which do not contain a significant financing component.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities measured at fair value through profit or loss (such as derivative items) and financial liabilities measured at amortised cost (such as loans and borrowings) as appropriate.

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

The Company's financial liability includes loans & borrowings as well as other payables.

Loan and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses on EIR amortisation and derecognition are recognised in profit or loss. Amortised 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 amortisation is included as finance costs in the statement of profit and loss.

Fees paid on the establishment of loan facilities are recognised as transaction costs of loan to the extent it is probable that some or all of the loan facility will be drawn down.The facility fee and related payments are accounted for as a transaction cost under Ind AS 109. The said facility fee is deferred and treated as a transaction cost when draw-down occurs; it is not amortised prior to the draw-down.

This category generally applies to interest-bearing loans and borrowings.

Other payables

These amounts represent liability for goods and services provided to the Company prior to the end of financial year which are unpaid. Other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. Non-Current other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest (EIR) method.

Derecognition

A financial liability is derecognised 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 recognised in the statement of profit and loss.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet when, and only when, there is a legally enforceable right to offset the recognised amount and there is intention either to settle on net basis or to realise the assets and to settle the liabilities simultaneously.

(h) 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 cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount 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. When 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. . An impairment loss is charged to the statement of profit and loss in the year in which an asset or CGU is identified as impaired.

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.

(i) Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

(i) In the principal market for the asset or liability, or
(ii) In the absence of a principal market, in the most advantageous market for the asset or liability

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

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

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

(j) **Inventory**

Inventories including project inventory, stock of stores, spares, consumables and line pack gas not meant for sale in ordinary course of business are valued at weighted moving average cost.

(k) **Employee benefits**

Short term employee benefits

Short Term Employee Benefits are accounted for in the period during which the services have been rendered.

Post-employment benefits and Other long term employee benefits

Liability towards long term defined employee benefits such as gratuity is determined on actuarial valuation by independent actuaries at the year-end by using Projected Unit Credit method. Actuarial gains/losses arising on defined benefit plans are recognised in Other Comprehensive Income (OCI). Post Employment benefits in the form of Super Annuation are recognised as expense on estimated basis. The Company is in the process of creating fund for Gratuity and Superannuation for employees. The Company pays for Defined Contribution Plan such as provident fund and the Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expenses in the year in which contributions to respective funds accrue. Liability towards other long term employee benefits such as leave encashment is determined on actuarial valuation by independent actuaries at the year-end by using Projected Unit Credit method and corresponding impact is recognised as employee benefit expenses.

(l) **Foreign currency transactions**

The Company's presentation and functional currency is INR. Transactions denominated in foreign currencies are initially recorded at the exchange rate prevailing at the time of transaction. Monetary assets and liabilities denominated in foreign currencies at year-end are reported at exchange rate prevailing on the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates prevailing at the time of the initial transactions. Exchange differences arising on settlement or translation of monetary items are recognised in statement of profit and loss.

(m) **Taxation**

Current Tax

The current income tax charge is calculated on the basis of the Income Tax Laws enacted or substantively enacted at the end of the reporting period.

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

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Deferred taxes

Deferred tax is provided in full on temporary difference arising between the tax bases of the assets and liabilities and their carrying amounts in financial statements, deferred tax amounts of income taxes recoverable in future periods in respect of deductible temporary differences, the carry forward of unused tax losses and the carry forward of unused tax credits.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences, unused tax losses, and unused tax credits only if it is probable that future taxable amounts will be available to utilise those temporary differences, losses, and credits.

Any tax credit available such as MAT Credit Entitlement is recognised as deferred tax to the extent that it is probable that future taxable profit will be available against which the unused tax credits can be utilised. The said asset is created by way of credit to the statement of profit and loss and shown under the head deferred tax asset.

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.

The carrying amount of deferred tax assets is reviewed at each reporting date. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(n) **Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends, if any, and attributable taxes) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity shares.

(o) **Provisions, contingent liabilities and contingent assets**

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.

When the Company expects some or all of a provision to be reimbursed, reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

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 recognised as a finance cost.

Contingent liability is disclosed by way of notes to accounts in the case of:

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

Contingent liabilities are not recognized in the financial statements but are disclosed by way of notes to accounts unless the possibility of an outflow of economic resources is considered remote.

Contingent assets are not recognized in financial statements. However, the same is disclosed, where an inflow of economic benefit is probable.

(p) Segment Reporting

The Chief Operational Decision Maker (CODM) monitors the operating results of its business segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit or loss and is measured consistently with profit or loss in the financial statements. Operating segments are reported in a manner consistent with the internal reporting provided to the CODM.

The Board of Directors (BoD) of the Company assesses the financial performance and position of the Company, and makes strategic decisions; hence the Board of Directors are CODM. Refer note 27 for segment information.

(q) Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with a remaining maturity at the date of purchase of three months or less and which are subject to an insignificant risk of changes in value.

(r) Statement of Cash Flows

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

(s) Events occurring after the Reporting Date

Adjusting events (that provides evidence of condition that existed at the balance sheet date) occurring after the balance sheet date are recognized in the financial statements. Material non adjusting events (that are inductive of conditions that arose subsequent to the balance sheet date) occurring after the balance sheet date that represents material change and commitment affecting the financial position are disclosed in financial statements.

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3 PROPERTY, PLANT AND EQUIPMENT

Property, plant & equipment as at 31st March, 2016

(₹ in Lacs)

Particulars	Gross Carrying Amount				Accumulated Depreciation				Net Carrying Amount	
	Deemed Cost As on 1-Apr-15	Additions/ Adjustments during the year	Deduction during the during the year	Balance As on 31-Mar-16	Balance As on 1-Apr-15	Additions during the year*	Deduction during the year	Balance As on 31-Mar-16	As on 31-Mar-16	As on 1-Apr-15
Land- Free Hold	1,899.69	525.75	-	2,425.44	-	-	-	-	2,425.44	1,899.69
Furniture & Fittings	2.21	0.39	-	2.60	-	0.68	-	0.68	1.92	2.21
Computers	9.13	-	-	9.13	-	5.71	-	5.71	3.42	9.13
Office Equipments	0.32	1.75	-	2.07	-	0.30	-	0.30	1.77	0.32
Electrical Installation & Equipment	0.42	-	-	0.42	-	0.11	-	0.11	0.31	0.42
Vehicles	8.34	-	-	8.34	-	2.63	-	2.63	5.71	8.34
Total Property, Plant and Equipment	**1,920.11**	**527.89**	-	**2,448.00**	-	**9.43**	-	**9.43**	**2,438.57**	**1,920.11**
Capital Work In Progress									8,712.70	7,069.13

Property, plant & equipment as at 31st March, 2017

(₹ in Lacs)

Particulars	Gross Carrying Amount				Accumulated Depreciation				Net Carrying Amount	
	Cost As on 1-Apr-16	Additions/ Adjustments during the year	Deduction during the during the year	Balance As on 31-Mar-17	Balance As on 1-Apr-16	Additions during the year*	Deduction during the year	Balance As on 31-Mar-17	As on 31-Mar-17	As on 31-Mar-16
Land- Free Hold	2,425.44	2.87		2,428.31	-	-		-	2,428.31	2,425.44
Factory Building		183.63		183.63		56.28		56.28	127.35	
Furniture & Fittings	2.60	-		2.60	0.68	0.51		1.19	1.41	1.92
Computers	9.13	0.16		9.29	5.71	0.35		6.06	3.23	3.42
Office Equipments	2.07	-		2.07	0.30	0.30		0.60	1.47	1.77
Electrical Installation & Equipment	0.42	-		0.42	0.11	0.08		0.19	0.23	0.31
Vehicles	8.34	-		8.34	2.63	1.79		4.42	3.92	5.71
Total Property, Plant and Equipment	**2,448.00**	**186.66**		**2,634.66**	**9.43**	**59.31**		**68.74**	**2,565.92**	**2,438.57**
Capital Work In Progress									10,641.62	8,712.70

* Depreciation amounting to ₹ 59.31 Lacs (31 March 2016: 9.43 Lacs) has been transferred to Capital Work in Progress

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(i) Information regarding gross block of assets and acculumated depreciation of property, plant and equipment under previous GAAP as on April 1, 2015:

Particulars	Gross Block	Accumulated Depreciation	Net Block
Land- Free Hold	1,899.69	-	1,899.69
Communication Equipments	5.93	4.10	1.83
Computers	66.45	47.20	19.26
Electrical Installation & Equipment	0.76	0.34	0.42
Furniture & Fittings	3.68	1.46	2.21
Office Equipments	0.58	0.26	0.32
Vehicles	62.43	24.09	38.34
Total Property, Plant and Equipment	**2,039.52**	**77.46**	**1,962.06**

(ii) Contractual Obligations

Refer to Note 20 for disclosure of contractual commitments for the acquisition/construction of property, plant and equipment.

4 OTHER INTANGIBLE ASSETS

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Computer Software			
Cost or deemed cost			
Balance at the beginning of the Year	25.60	22.05	22.05
Add: Addition during the Year	-	3.56	-
Closing Gross Carrying Amount	**25.60**	**25.60**	**22.05**
Accumulated Amortisation			
Balance at the beginning of the Year	8.82	-	-
Add: Addition during the Year	6.71	8.82	-
Closing Accumulated Amortisation	**15.53**	**8.82**	-
Net Carrying Amount	10.07	16.78	22.05

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Right of Use / Right of Way			
Cost or deemed cost			
Balance at the beginning of the Year	1,945.67	1,677.80	1,677.80
Add: Addition during the Year	111.88	267.87	-
Closing Gross Carrying Amount	2,057.55	1,945.67	1,677.80
Accumulated Amortisation			
Balance at the beginning of the Year	-	-	-
Add: Addition during the Year	-	-	-
Closing Accumulated Amortisation	-	-	-
Net Carrying Amount	2,057.55	1,945.67	1,677.80
Total Net Carrying Amount of Other Intangible Assets	2,067.62	1,962.45	1,699.85

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5 LOANS

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Non-Current			
Housing building advance to employees			
Secured, considered good	70.28	31.89	31.01
Unsecured, considered good	11.23	23.51	11.48
Other loans and advances to employees			
Unsecured, considered good	18.78	6.61	1.37
Total Non-Current Loans	100.29	62.01	43.86
Current			
Housing building advance to employees			
Secured, considered good	5.43	2.10	2.10
Unsecured, considered good		0.72	0.72
Other loans and advances to employees			
Unsecured, considered good	18.96	10.12	6.24
Total Current Loans	24.39	12.94	9.06

6 OTHER FINANCIAL ASSETS

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Non-Current			
Margin money deposit - bank guarantee / letter of credit	190.65	319.58	427.48
Security deposit given (Unsecured - considered good)	1,551.46	1,072.50	445.86
Receivable from employees (Unsecured - considered good)	2.11	1.60	4.74
Total Non-Current Other Financial Assets	1,744.22	1,393.68	878.08
Current			
Security deposit given (Unsecured - considered good)	7.68	3.77	2.97
Receivable from employees (Unsecured - considered good)	1.45	1.36	2.43
Others	8.89	12.82	15.26
Total Current Other Financial Assets	18.02	17.95	20.66

7 OTHER NON-FINANCIAL ASSETS

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Non-Current			
Capital advances	163.48	128.05	126.32
Unamortised transaction costs on borrowings	986.07	986.07	986.07
Balances with Government Authorities	1,005.70	852.10	738.37
Prepaid expenses	2.45	4.54	4.42
Deferred employee cost	11.54	3.17	16.99
Advance payment of tax	-	-	7.19
Total Non-Current Non-Financial Assets	2,169.24	1,973.93	1,879.36
Current			
Balances with Government Authorities	0.10	0.42	0.05
Payment under protest	500.00	500.00	-
Prepaid expenses	9.84	17.37	18.65
Advances to suppliers	5.26	2.00	1.94
Deferred employee cost	14.18	7.46	12.76
Other	0.05	0.77	-
Total Current Non-Financial Assets	529.43	528.02	33.40

8 CASH AND OTHER BANK BALANCES

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Cash and Cash Equivalents			
Balances with banks			
In current accounts	111.11	105.15	33.09
Fixed deposit with original maturity of less than 3 months	1,276.81	381.31	1,313.93
Cash on hand	0.23	0.66	0.54
Total Cash and Cash Equivalents	**1,388.15**	**487.12**	**1,347.56**
Other Bank Balances			
Margin money deposit - bank guarantees	370.92	234.01	46.79
Total Bank Balance other than Cash and Cash Equivalents	**370.92**	**234.01**	**46.79**

9 EQUITY SHARE CAPITAL

Particulars	Number of Shares	Amount ₹ in Lacs
AUTHORISED SHARE CAPITAL		
Equity shares of ₹ 10/- each		
As at 1 April 2015	2,20,00,00,000	2,20,000.00
Increase/(decrease) during the year	-	-
As at 31 March 2016	2,20,00,00,000	2,20,000.00
Increase/(decrease) during the year	-	-
As at 31 March 2017	2,20,00,00,000	2,20,000.00

Reconciliation of number of shares outstanding

Particulars	Notes	Number of Shares	Amount ₹ in Lacs
ISSUED, SUBSCRIBED AND PAID UP CAPITAL			
Equity shares of ₹ 10/- each fully paid up			
As at 1 April 2015		14,00,00,000	14,000.00
Add: New shares allotted during the year		2,50,00,000	2,500.00
As at 31 March 2016		16,50,00,000	16,500.00
Add: New shares allotted during the year		4,00,00,000	4,000.00
As at 31 March 2017		20,50,00,000	20,500.00

Rights, Prefernces, and Restrictions attached to Equity Shares

The Company has only one class of equity shares having a face value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

In the events of liquidation of the Company, the holders of equity shares will be entitled to remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.

Details of shareholder(s) holding more than 5% equity shares

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Number of Equity Shares			
Gujarat State Petronet Limited (including Nominee Shareholders)	10,66,00,000	8,58,00,000	7,28,00,000
Indian Oil Corporation Limited	5,33,00,000	4,29,00,000	3,64,00,000
Bharat Petroleum Corporation Limited	2,25,50,000	1,81,50,000	1,54,00,000
Hindustan Petroleum Corporation Limited	2,25,50,000	1,81,50,000	1,54,00,000
% Holding in Equity Shares			
Gujarat State Petronet Limited (including Nominee Shareholders)	52.00%	52.00%	52.00%
Indian Oil Corporation Limited	26.00%	26.00%	26.00%
Bharat Petroleum Corporation Limited	11.00%	11.00%	11.00%
Hindustan Petroleum Corporation Limited	11.00%	11.00%	11.00%

10 OTHER EQUITY

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Retained Earnings	569.99	478.21	400.23
Share application money pending allotment	-	390.00	-
Total Other Equity	**569.99**	**868.21**	**400.23**

Particulars	As at 31st March, 2017	As at 31st March, 2016
Retained Earnings		
Opening balance	478.21	400.23
Add:		
Profit during the period	91.77	77.98
Closing balance	**569.98**	**478.21**

The amount that can be distributed by the Company as dividends to its equity shareholders is determined considering the requirements of the Companies Act, 2013. Thus, the amounts reported above are not distributable in entirety.

Particulars	As at 31st March, 2017	As at 31st March, 2016
Share application money pending allotment		
Opening balance	390.00	-
Add: Money received during the year		390.00
Less: Shares alloted during the year	390.00	-
Closing balance	-	390.00

11 OTHER FINANCIAL LIABILITIES

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Current			
Other payables (including for capital goods and services) [Refer Note 25 for details due to micro, small and medium enterprises]	364.40	321.75	446.32
Earnest money deposit	-	-	0.25
Total Current Other Financial Liabilities	**364.40**	**321.75**	**446.57**

12 PROVISIONS

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Current			
Provision for Wealth Tax	-	-	0.12
Total Current Provisions	**-**	**-**	**0.12**

13 NET EMPLOYEE BENEFIT LIABILITIES

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Non-Current			
Provision for gratuity	55.95	31.40	20.87
Provision for leave salary	74.99	51.04	34.50
Total Non-Current Net Employee Benefit Liabilities	130.94	82.44	55.37
Current			
Provision for gratuity	0.24	0.09	0.03
Provision for leave travel allowance	6.34	5.59	7.29
Provision for superannuation benefits	28.98	16.13	16.02
Provision for leave salary	3.16	2.54	1.68
Total Current Net Employee Benefit Liabilities	38.72	24.36	25.02

14 INCOME TAX EXPENSES

This note provides an analysis of the Company's income tax expenses show amounts that are directly recognised in

(₹ in Lacs)

Particulars	2016-17	2015-16
Current Tax Expenses		
Current tax	50.80	43.12
Deferred tax	(5.47)	(4.60)
Total Current Tax Expenses	45.33	38.52

Deferred tax assets (net) relates to the following:

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Deferred Tax Liabilities			
Total Deferred Tax Liabilities (A)	-	-	-
Deferred Tax Assets			
Preliminary expenditure u/s 35AD	2.01	2.01	2.01
Deferred tax	10.07	4.60	-
Total Deferred Tax Assets (B)	12.08	6.61	2.01
Net Deferred Tax Assets (B-A)	12.08	6.61	2.01

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(i) Movements in Deferred Tax Liabilities (net)

(₹ in Lacs)

Particulars	Other Expenses	Preliminary expenditure u/s 35AD	Total
At 1 April 2015	-	2.01	2.01
Charged/(credited)			
- to profit or loss	4.60	-	4.60
- to other comprehensive income	-	-	-
At 31 March 2016	4.60	2.01	6.61
Charged/(credited)			
- to profit or loss	5.47		5.47
- to other comprehensive income			-
At 31 March 2017	10.07	2.01	12.08

(ii) Reconciliation of tax expenses and the accounting profit multiplied by India's tax rate:

(₹ in Lacs)

Particulars	2016-17	2015-16
Accounting Profit before income tax expenses	137.10	116.50
Tax at the Indian tax rate of 33.063% (2015-16 - 33.063%)	45.33	38.52
Tax effect of amounts which are not deductible(taxable) in calculating taxable	-	-
Adjustments for the current tax of prior periods	-	-
Income Tax Expenses at the effective income tax rate of 33.063% (2015-16: 33.063%)	45.33	38.52

15 OTHER NON-FINANCIAL LIABILITIES

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Current			
Other Statutory Liability	26.27	31.74	22.56
Total Current Non-Financial Liabilities	26.27	31.74	22.56

16 OTHER INCOME

(₹ in Lacs)

Particulars	2016-17	2015-16
Interest income		
Interest on Fixed deposits with banks	147.48	126.55
Interest Income - House Building Advance	5.64	3.86
Others	0.54	-
Total Other Income	153.66	130.41

17 OTHER EXPENSES

Particulars	2016-17	2015-16
Director Sitting Fees	2.58	2.95
Statutory Audit Fees	1.52	1.52
Rates & Taxes	0.21	0.18
Legal & Professional Expenses	7.18	4.62
Other Expenses	2.16	3.33
Travelling Expenses - Directors	2.91	1.31
Total Other Expenses	**16.56**	**13.91**

18 EARNING PER SHARE

Particulars	2016-17	2015-16
Profit attributable to equity holders for (₹ in Lacs):		
Basic earnings	91.77	77.98
Adjusted for the effect of dilution	91.77	77.98
Weighted average number of Equity Shares for:		
Basic EPS	19,04,24,658	15,44,12,568
Adjusted for the effect of dilution	19,04,24,658	15,44,12,568
Earnings Per Share (₹):		
Basic	0.05	0.05
Diluted	0.05	0.05

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19 CONTINGENT LIABILITIES

(₹ in Lacs)

Sr No	Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
A	Claims against company not acknowledged as debts			
	PNGRB has encashed the Performance Bank Guarantee amounting to ₹ 500 Lacs. The Company has challenged the same in Delhi High Court. As the matter is sub-judice at Delhi High Court, payment of ₹ 500 Lacs has been disclosed as "Payment Under Protest"	500.00	500.00	-
B	Guarantees excluding financial guarantees			
	Outstanding Bank Guarantees	2,583.62	2,073.48	2,472.45

20 COMMITMENTS

(₹ in Lacs)

Sr No	Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
A	Capital Commitments			
	Estimated amount of contracts remaining to be executed on capital account and not provided for	7188.31	8,913.27	9,026.42
B	Other Commitments	-	-	-

21 PAYMENT TO AUDITORS

(₹ in Lacs)

Particulars	2016-17	2015-16
For statutory audit	1.51	1.51
For other services	-	-
For reimbursement of expenses	0.15	0.15
Total	1.66	1.66

22 In the opinion of management, any of the assets other than items of Property, Plant and Equipment and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.

23 The balances of sundry debtors, creditors, loans & advances and deposits are subject to confirmation. Provision for all liabilities is adequate in opinion of the Company.

24 During the year, the Company is in pre-operation stage. Hence, income from operations is Nil for the year.

25 Information in respect Micro, Small and Medium Enterprises Development Act, 2006; Company had sought confirmation from the vendors whether they fall in the category of Micro/Small/Medium Enterprises. Based on the information available, the required disclosures are given below:

(₹ in Lacs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Principal amount remaining unpaid	198.57	122.60	246.56
Interest due thereon	-	-	-
Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-	-
Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	-	-	-
Interest accrued and remaining unpaid	-	-	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	-	-	-

Dues to Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information collected by management.

26 DISCLOSURES FOR EMPLOYEE BENEFITS AS PER INDIAN ACCOUNTING STANDARD - 19

Assumptions used for valuation: In arriving at the valuation for gratuity & leave encashment following assumptions were used:

Particulars	2016-17		2015-16	
	Gratuity	Leave Salary	Gratuity	Leave Salary
Mortality	Indian Assured Lives Mortality (2006-08) Ult		Indian Assured Lives Mortality (2006-08) Ult.	
Withdrawal rate	5% at younger age reducing to 1% at old age		5% at younger age reducing to 1% at old age	
Retirement Age	60 years		60 years	
Discount Rate Current Period	7.40%	7.40%	8.10%	8.10%
Rate of Return on Plan Assets Current Period	NA	NA	NA	NA
Salary escalation Current Period	7.00%	7.00%	7.00%	7.00%

The following table sets out status of gratuity plan and leave salary as required under Indian Accounting Standard 19 on "Employee Benefit".

(₹ in Lacs)

Particulars	2016-17		2015-16	
	Gratuity	Leave Salary	Gratuity	Leave Salary
Table showing change in benefit obligation				
Opening defined benefit obligation	31.49	53.58	20.91	36.18
Interest Cost	2.55	4.24	1.63	2.76
Current Service Cost	13.49	12.86	10.45	21.64
Benefit Paid	(1.05)	(6.44)	-	(7.41)
Actuarial Loss / (gain) on Obligations	9.72	13.92	(1.50)	0.41
Liability at the end of the period	56.20	78.16	31.49	53.58
Table showing change in Fair Value of Plan				
Fair Value of Plan Assets at the beginning	-	-	-	-
Adjustment to Opening fund	-	-	-	-
Expected Return on Plan Assets	-	-	-	-
Contributions	-	-	-	-
Benefit Paid	-	-	-	-
Actuarial gain /(loss) on Plan Assets	-	-	-	-
Fair Value of Plan Assets at the end of the period	-	-	-	-

(₹ in Lacs)

Particulars	2016-17		2015-16	
	Gratuity	Leave Salary	Gratuity	Leave Salary
Actual Gain / loss recognized				
Actuarial (gain) / loss on obligations	9.72	13.92	(1.50)	0.41
Actuarial (gain) / loss on Plan Assets	-	-	-	-
Net Actuarial (gain) / loss recognized during year	9.72	13.92	(1.50)	0.41
Amount recognized in Balance Sheet				
Liability at the end of the period	56.19	78.15	31.49	53.58
Fair Value of Plan Asset at the end of the period	-	-	-	-
Net Amount recognized in Balance Sheet	56.19	78.15	31.49	53.58
Expense recognized in the Income Statement				
Current Service cost	13.49	12.86	10.45	21.64
Interest cost	2.55	4.24	1.63	2.76
Expected return on Plan Asset	-	-	-	-
Net Actuarial Loss / (gain) to be recognized	9.72	13.92	(1.50)	0.41
Net Expense recognized in P&L	25.76	31.01	10.58	24.81
Current liability	0.24	3.16	0.09	2.54
Non-current liability	55.95	75.00	31.40	51.04
Total liability	56.19	78.15	31.49	53.58

Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Sensitivity analysis - Gratuity	2016-17		2015-16	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5% movement)	52.50	60.26	29.45	33.75
Salary growth rate (0.5% movement)	58.74	52.93	32.84	29.52

Sensitivity analysis - Leave Salary	2016-17		2015-16	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5% movement)	72.57	84.37	49.80	[illegible]
Salary growth rate (0.5% movement)	84.36	72.53	57.82	49.74

27 SEGMENT INFORMATION

The Company has not started commercial operations and will primarily be engaged in single segment of natural gas transportation business, which involves transportation of natural gas from sources of supply to end customers. The Board of Directors of the Company allocate the resources and assess the performance of the Company, thus are the Cheif Operating Decision Maker (CODM). The CODM monitors the operating results of the business as a once, hence no separate segment needs to be disclosed.

28 RELATED PARTY DISCLOSURES

GSPL India Transco Limited is a joint venture between Gujarat State Petronet Limited (GSPL), Indian Oil Corporation Limited (IOCL), Bharat Petroleum Corporation Limited (BPCL) and Hindustan Petroleum Corporation Limited (HPCL). The shareholding pattern is GSPL(52%),IOCL(26%), BPCL(11%) and HPCL (11%).

Transactions* with related parties during the year as per Indian Accounting Standard - 24 on "Related Party Disclosures" are as follows:

(₹ in Lacs)

Name of Related Party & Nature of Transactions	2016-17	2015-16
Gujarat State Petronet Ltd. (entity with joint control of the Company)		
Expenditure Reimbursement Paid	97.28	142.16
Expenditure Reimbursement Received	136.98	184.41
Purchase of Fixed Assets	-	3.80
Rent Expense	52.42	46.70
Investment in Equity Shares by GSPL	2,080.00	1,300.00
Indian Oil Corporation Ltd. (entity with joint control of the Company)		
Share Application Money Received (Pending for Allotment)	-	390.00
Expenditure Reimbursement Paid	42.73	35.81
Pipeline Crossing Charges Paid	-	10.94
Security Deposit Paid	-	13.09
Sitting Fees#	0.57	0.51
Investment in Equity Shares by IOCL	650.00	650.00
Bharat Petroleum Corporation Ltd. (entity with joint control of the Company)		
Sitting Fees#	0.29	0.23
Investment in Equity Shares by BPCL	440.00	275.00
Hindustan Petroleum Corporation Ltd. (entity with joint control of the Company)		
Security Deposit Paid	-	0.25
Investment in equity shares by HPCL	440.00	275.00
Gujarat State Petroleum Corporation Ltd. (Other related parties)		
Expenditure Reimbursement Paid	11.36	8.00
Expenditure Reimbursement Received	0.78	1.19
Sale of Fixed Assets	-	5.66
Gujarat Gas Limited (other related parties)		
Expenditure Reimbursement Paid	-	9.60
Sale of Fixed Assets	-	12.58
Purchase of Fixed Assets	0.67	-
GSPL India Gasnet Limited (other related parties)		
Expenditure Reimbursement Paid	0.30	-
Purchase of Assets	0.45	-
Expenditure Reimbursement Received	0.63	-
Sale of Assets	0.38	-
Key Managerial Personnel		
Sitting Fees#	2.12	1.72

* The above transactions are inclusive of all taxes, wherever applicable.

\# Sitting Fees includes service tax paid under reverse charge mechanism, wherever applicable.

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(f) Details of Outstanding Balance with Related Parties:

(₹ in Lacs)

Name of Related Party	31-Mar-17	31-Mar-16	01-Apr-15
Gujarat State Petronet Ltd. (entity with joint control of the Company)			
Account Receivable	8.74	12.68	14.94
Account Payable	15.87	48.16	17.36
Indian Oil Corporation Ltd. (entity with joint control of the Company)			
Account Receivable	14.59	14.59	1.50
Account Payable	7.53	17.24	16.03
Bharat Petroleum Corporation Ltd. (entity with joint control of the Company)			
Account Receivable	-	-	-
Account Payable	-	-	-
Hindustan Petroleum Corporation Ltd. (entity with joint control of the Company)			
Account Receivable	2.00	2.00	1.75
Account Payable	-	-	-
Gujarat State Petroleum Corporation Ltd. (Other related parties)			
Account Receivable	-	-	0.32
Account Payable	5.79	3.43	23.71
Gujarat Gas Limited (other related parties)			
Account Receivable	-	-	-
Account Payable	-	-	-
GSPL India Gasnet Limited (other related parties)			
Account Receivable	-	-	-
Account Payable	-	-	-
Key Managerial Personnel			
Account Receivable	-	-	0.15
Account Payable	-	0.08	-

29 FINANCIAL INSTRUMENTS FAIR VALUE AND RISK MEASUREMENTS

A Financial instruments by category and their fair value

(₹ in Lacs)

As at 31 March 2017	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Financial assets								
Loan								
Non-current	-	-	100.29	100.29	-	100.29	-	100.29
- Current	-	-	24.39	24.39	-	-	-	-
Cash and Cash Equivalents	-	-	1,388.15	1,388.15	-	-	-	-
Other Bank Balances	-	-	370.92	370.92	-	-	-	-
Other financial assets								
- Non-current	-	-	1,744.22	1,744.22	-	1,744.22	-	1,744.22
- Current	-	-	18.02	18.02	-	-	-	-
Total financial assets	-	-	3,645.99	3,645.99	-	1,844.51	-	1,844.51
Financial liabilities								
Other financial liabilities								
- Current	-	-	364.40	364.40	-	-	-	-
Total financial liabilities	-	-	364.40	364.40	-	-	-	-

(₹ in Lacs)

As at 31 March 2016	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Financial assets								
Loan								
- Non-current	-	-	62.01	62.01	-	62.01	-	62.01
- Current	-	-	12.94	12.94	-	-	-	-
Cash and Cash Equivalents	-	-	487.12	487.12	-	-	-	-
Other Bank Balances	-	-	234.01	234.01	-	-	-	-
Other financial assets								
- Non current	-	-	1,393.68	1,393.68	-	1,393.68	-	1,393.68
- Current	-	-	17.95	17.95	-	-	-	-
Total financial assets	-	-	2,207.71	2,207.71	-	1,455.69	-	1,455.69
Financial liabilities								
Other financial liabilities								
- Current	-	-	321.75	321.75	-	-	-	-
Total financial liabilities	-	-	321.75	321.75	-	-	-	-

(₹ in Lacs)

As at 1 April 2015	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amotised Cost	Total	Level 1 - Quoted price in active markets	Level 2 - Significant observable inputs	Level 3 - Significant unobservable inputs	Total
Financial assets								
Loan								
- Non-current	-	-	43.86	43.86	-	43.86	-	43.86
- Current	-	-	9.06	9.06	-	-	-	-
Cash and Cash Equivalents	-	-	1,347.56	1,347.56	-	-	-	-
Other Bank Balances	-	-	46.79	46.79	-	-	-	-
Other financial assets								
- Non-current	-	-	878.08	878.08	-	878.08	-	878.08
- Current	-	-	20.66	20.66	-	-	-	-
Total financial assets	-	-	2,346.01	2,346.01	-	921.94	-	921.94
Financial liabilities								
Other financial liabilities								
- Current	-	-	446.57	446.57	-	-	-	-
Total financial liabilities	-	-	446.57	446.57	-	-	-	-

Types of inputs are:

Level I - Quoted prices in active markets for identical assets such as quoted price for an equity security on Security Exchanges

Level II - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e derived from prices).

Level III - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

B Financial risk management

The Company's activities expose it to variety of financial risks such as credit risk, liquidity risk, and market risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

(i) 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.

Credit risk on cash and cash equivalents is limited as the Company makes investment in deposits with banks only.

(ii) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company's principal sources of liquidity are cash and cash equivalents.The Company has signed Rupee Loan Facility Agreement for Term Loan of ₹ 5,080 crore.

However, disbursement of loan is not yet taken by the company

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted.

(₹ in Lacs)

31-Mar-17		Contractual cash flows				
	Carrying amount	Total	Less than 12 months	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Current financial liabilities	364.40	364.40	364.40			
Total	364.40	364.40	364.40			

(₹ in Lacs)

31-Mar-16		Contractual cash flows				
	Carrying amount	Total	Less than 12 months	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Current financial liabilities	321.75	321.75	321.75			
Total	321.75	321.75	321.75			

01-Apr-15		Contractual cash flows				
	Carrying amount	Total	Less than 12 months	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Current financial liabilities	446.57	446.57	446.57			
	446.57	446.57	446.57			

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(iii) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to avoid excessive exposure in our foreign currency revenues and costs.

Interest rate risk is the risk that the future cash flows of floating interest bearing borrowings fluctuate because of fluctuation in the interest rates.

The functional currency of the Company is Indian Rupees. The Company do not use derivative financial instruments for trading, speculative or other purposes.

30 CAPITAL MANAGEMENT

The Company's objectives when managing capital are to:

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

The board of directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

The Company has signed Rupee Loan Facility Agreement for Term Loan of ₹5,080 crore with a consortium of 14 banks with Bank of India as the Lead Bank. However, disbursement of loan is not yet taken by the Company.

31 As at the balance sheet date, Company has reviewed the carrying amounts of its assets and found that there is no indication that those assets have suffered any impairment loss. Hence, no such impairment loss has been provided.

32 Previous year figures have been reclassified or regrouped wherever necessary.

33 DISCLOSURE ON SPECIFIED BANK NOTES (SBNs)

During the year, company had specified bank notes or other denomination note as defined in the MCA notification G.SR. 308 (E) dated March 30 2017 on the details of Specified bank Notes (SBN) held and transacted during the period from November 8 2016 to December 30 2016, denominaton wise SBNs and other notes as per the notification is given below :

(Amount in ₹)

Particulars	SBNs*	Other denomination notes	Total
Closing cash in hand on November 8 2016	15,500	859	16,359
(+) Permitted receipts	-	25,000	25,000
(-) Permitted payments	-	3,060	3,060
(-) Amount deposited in banks	15,500		15,500
Closing cash in hand on December 30 2016	-	22,799	22,799

*For the purpose of this clause, the term 'Specified Bank Notes' shall have same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O 3407(E), dated 8th November, 2016.

34 EXPLANATION OF TRANSITION TO IND AS

These are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended March 31 2017, the comparative information presented in these financial statements for the year ended March 31, 2016 and in the preparation of an opening Ind AS balance sheet at April 1, 2015 (the Company's date of transition).

In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

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Exemption and exception applied

In preparing these financial statements, the Company has applied the below optional exemptions and mandatory exceptions in line with principles of Ind AS 101.

Optional exemptions

1. Property, Plant and Equipment (PPE)

Ind AS 101 provides the below options with respect to the items of PPE and intangible assets:

- Carry forward the previous GAAP carrying values as at the transition date as "deemed cost" under Ind AS, provided there is no change in functional currency.
- Fair value the items of PPE as at the transition date and use this as the "deemed cost" under Ind AS.
- Restate the carrying values of PPE retrospectively as at the transition date based on Ind AS 16.

The above options are available for intangible assets and investment property as well except fair value option not permitted for investment property.

The Company has opted to measure all the items of PPE, intangible assets and investment properties at the previous GAAP carrying values as at the transition date.

2. Determining whether an arrangement contains a lease

As per Appendix C to Ind AS 17, at the inception, an assessment is to be made whether an arrangement contains a lease or not. Ind AS 101 permits an entity to make an assessment based on the facts and circumstances existing as at the transition date.

Based on the exemption, assessment of whether an arrangement contains a lease or not has been made on the basis of facts and circumstances existing as at the transition date. Further, lease classification i.e. operating or finance lease is made at the inception of lease.

Mandatory exceptions

Below are the key mandatory exceptions used in preparation of these financial statements:

1. Estimates

Under Ind AS 101, an entity's estimates in accordance with Ind AS at 'the date of transition to Ind AS' or 'the end of the comparative period presented in the entity's first Ind AS financial statements', as the case may be, should be consistent with estimates made for the same date in accordance with previous GAAP unless there is objective evidence that those estimates were in error. However, the estimates should be adjusted to reflect any differences in accounting policies.

The Company's Ind AS estimates as on the transition date are consistent with the estimates made under previous GAAP as on this date.

The Company's Ind AS estimates as on the transition date are consistent with the estimates made under previous GAAP as on this date.

2. Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable.

Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of the financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

CHARTERED ACCOUNTANTS AHMEDABAD

Reconciliation of total equity as at 31 March, 2016 and 1 April, 2015 (₹ in Lacs)

Particulars	Footnote Ref	31-Mar-16	01-Apr-15
Total equity as per previous GAAP		17,377.52	14,400.23
Adjustments:			
Other Expenses	1	(13.91)	-
Tax effects of adjustments	1	4.60	-
Total equity as per Ind AS		17,368.21	14,400.23

Reconciliation of total comprehensive income for the year ended 31 March 2016 (₹ in Lacs)

Particulars	Footnote Ref	2015-16
Profit after tax as per previous GAAP		87.30
Items of expenditure not directly attributable to the acquisition/construction of items of PPE	1	
Tax effects of adjustments		(13.91)
Total Adjustments		4.60
Profit after tax as per Ind AS		77.99
Other comprehensive income		-
Total comprehensive income as per Ind AS		77.99

Notes to the reconciliation:

1. Under Previous GAAP, the Company had capitalised certain expennditure which are not directly attributable to the acquisition/construction of the items of PPE. Under Ind AS, such expenditure (incurred post transition date) needs to be expensed out in the period in which the same is incurred. Accordingly, there is a net of tax decrease amounting to ₹ 9.31 Lacs in profit for the period ending on 31 March, 2016 and equity as at 31 March, 2016.

As per our report of even date attached

For B.P.Bang & Co.
Chartered Accountants
Firm Registration No. 010621C

Pratap Ram
Partner
Membership No.142935
Place: Gandhinagar
Date:

For and on behalf of the Board of Directors,

Dr J.N.Singh, IAS
Chairman
DIN: 00955107

N. Bose Babu
CEO & Director
DIN: 03617497

Prabhat Himatsingka
Chief Financial Officer

Nilesh Patel
Company Secretary

Place: Gandhinagar
Date: